Total debt to income ratio. Total debt to income ratio is defined as the borrower’s monthly mortgage payment plus all recurring monthly debt divided by the borrower’s gross monthly income.

Veteran. A veteran is a person who has been discharged or released from the active forces of the United States Army, Navy, Air Force, Marine Corps, or Coast Guard under conditions other than dishonorable discharge including “clemency discharges” and who served on active duty in such forces:

1. From April 6, 1917, through March 31, 1921;
2. From December 7, 1941, through December 31, 1946;
3. From June 27, 1950, through January 31, 1955; or
4. For more than 180 days, any part of which occurred after January 31, 1955, but on or before May 7, 1975.

(b) The following abbreviations are applicable to this subpart:

- FCS—Farm Credit Service.
- FHA—Federal Housing Administration.
- Freddie Mac—Federal Home Loan Mortgage Corporation.
- HUD—Department of Housing and Urban Development.
- IRS—Internal Revenue Service.
- MCCs—Mortgage Credit Certificates.
- PITI—Principal, Interest, Taxes, and Insurance.
- RHS—Rural Housing Service.
- VA—Department of Veterans Affairs.

§ 1980.309 Lender participation in guaranteed RH loans.

(a) Qualification. The following Lenders are eligible to participate in the RHS guaranteed RH loan program upon presentation of evidence of said approval and execution of the RHS Lender Agreement.

1. Any state housing agency;
2. Any Lender approved by HUD as a supervised or nonsupervised mortgagee for submission of one to four family housing applications for Federal Housing Mortgage Insurance or as an issuer of Ginnie Mae mortgage backed securities;