# Multifamily Selling and Servicing Guide 

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408.01A Administration of Funds

The Servicer must:

- administer and manage funds or collateral under all Collateral Agreements; and
- ensure that any disbursements of funds, or other collateral releases or reductions, are:
- approved only for valid reasons;
- appropriately documented; and
- consistent with the provisions of the Collateral Agreement and this Section.


## Glossary

C
Collateral Agreement
Agreement granting a security interest in Mortgage Loan collateral not covered by the Security Instrument.

## Synonyms

- Collateral Agreements


## S

Servicer Primary Person servicing the Mortgage Loan, including - the originator,

- seller, or
- a third party.


## Synonyms

- Servicers
- Servicer's

