

Program Update

TO: Participating Lenders
FROM: NIFA Homeownership Team
DATE: March 19, 2020
SUBJECT: Update #20-07, New Mortgage Rates (increase for all programs)

Effective Date

Thursday, March 19, 2020

Effective Time

8:00 p.m. Central Time

NIFA is announcing new mortgage rates for our Military Home, First Home Targeted, First Home and Homebuyer Assistance (HBA) Programs. The rate on the HBA second mortgage loan will remain at 1%.

The new mortgage rates listed below are effective for all loan reservations processed in Lender Online today at 8:00 p.m. Central Time. Due to the market volatility, NIFA's mortgage rates will be reviewed on a daily basis and adjusted accordingly.

Program Name	Government Rate	Conventional Rate	Origination/ Discount	Principal & Interest Factor
Military Home -VA, FHA and RD loans	3.000	NA	0% + 0%	3.000 – 4.216040
First Home Targeted (target areas) -FHA, RD and conventional loans	3.000	3.500	0% + 0%	3.000 - 4.216040 3.500 – 4.490447
First Home (non-target areas) -FHA, RD and conventional loans	3.500	4.000	0% + 0%	3.500 – 4.490447 4.000 – 4.774153
Homebuyer Assistance (HBA) -FHA, VA, RD & conventional loans -Maximum 5% second amount -Second term of 120 months	4.000 – 1 st rate 1.000 – 2 nd rate	4.500 – 1 st rate 1.000 – 2 nd rate	0% + 0%	4.000 – 4.774153 4.500 – 5.066853 1.000 – 8.760412

NIFA rates are valid for 120 days from the loan reservation date. The Loan Delivery Schedule has tiered pricing for the Service Release Premium (“SRP”). Participating Lenders attain the maximum SRP when loans are delivered and purchased by U.S. Bank within 90 days of the loan reservation date. Loans are ineligible for purchase 120+ days from the loan reservation date.

An updated Information Sheet including rates, household income limits, purchase price limits and credit underwriting overlays is available on Lender Online and NIFA’s website.

If you have any questions, please let us know.