



Maryland Department of Housing  
and Community Development

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GOVERNOR

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ACTING SECRETARY

September 21, 2006

Directive 2006-14

MEMORANDUM: ALL PARTICIPATING LENDERS

SUBJECT: "October Special" – interest rates reduced ¼%

The purpose of this Directive is to inform you of the "October Special" that was announced at today's Governor's Workforce Housing Conference. For this "October Special", the interest rates for all loan products are reduced by ¼% **effective for any loan reserved from September 21, 2006 through and including October 31, 2006.** The interest rates will be updated on our website and Lender On-Line. This Directive will be uploaded to our website (under [Just for Lenders](#)/Single Family Housing Directives) and also to [Lender On-Line](#) (under Program Documents/Single Family Housing Directives).

For our 30-year, 30-year IO (7/23), 35-year IO (5/30) and the 40-year IO (7/33) fixed rate mortgage products, the new interest rates are:

3 POINT	2 POINT	1 POINT	0 POINT	0 POINT + 2% GRANT	0 POINT + 3% GRANT
5.250%	5.500%	5.750%	6.000%	6.375%	6.500%

For our 40-year mortgage products the new interest rates are:

3 POINT	2 POINT	1 POINT	0 POINT	0 POINT + 2% GRANT	0 POINT + 3% GRANT
5.375%	5.625%	5.875%	6.125%	6.500%	6.625%

**Please note the following:**

- **If the update of the "new" interest rates fails, any loan reserved on or after Thursday, September 21, 2006 will have its interest rate changed to the applicable "new" interest rate.**
- **In addition, any loan reserved on September 21, 2006, prior to the announcement of the "October Special" at the Governor's Workforce Housing Conference, at the old interest rate will have its interest rate changed to the applicable "October Special" interest rate.**
- **The interest rate reduction does not apply to the Lifeline Refinancing Mortgage Program.**

As always, we appreciate your continued participation in MMP. If you have any questions concerning this Directive or suggestions for improving our Program, please contact me directly at (410) 514-7508 or 1-800-638-7781 or by e-mail at [manahan@mdhousing.org](mailto:manahan@mdhousing.org).

Sincerely,

*William J. Manahan*

William J. Manahan  
Assistant Director  
Single Family Housing

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