

## HMDA Rate Spread Changes

Beginning October 1, all HMDA applications will be subject to the new rate spread calculation rules. This change will require you to differentiate Fixed Rate loans from Adjustable Rate Loans. We will be adding a new field in the version 9.5 update to identify these loans. The field will be either F for Fixed or A for Adjustable. As you plan for changes on your core systems, keep in mind that the Data Conversion Utility will be available for this field. For example, if your core system collects this as 1 for Fixed and 2 for Adjustable, CenTrax will have the ability to change those values automatically during import. Because certain applications taken prior to October 1 will be subject to the new rules, the programmers have ensured that the software will correctly and automatically identify and code all applications to the rules that are in place for that specific transaction. Although the rate tables themselves will also change, the way they are downloaded and managed in CenTrax will not.

In version 9.5 we are also adding a checkbox that will indicate whether a loan is "not subject to Reg. Z". This indicator can be manually set or imported. As always, when version 9.5 is shipped, I will offer a free webinar to go over all of the enhancements and changes in detail.

If you have questions about these changes, don't hesitate to call our technical support group at 800-627-5388.