Alert 24-13.1 | May 10, 2024

Rounding Interest Rate

UPDATE to mail stop at Deutsche Bank - see below.

PHH Mortgage Corporation DBA Liberty Reverse Mortgage requires the rounding of the initial and expected interest rate in compliance with the HECM 4000.1 Handbook requirements and the Ginnie Mae MBS Guide.

(B) Rounding Interest Rates

The Mortgagee must round the Expected Rate and the initial Adjustable-Rate Mortgage (ARM) Note rate to the nearest one-eighth of one percentage point, either up or down. The Mortgagee must maintain the same rounding throughout the life of the HECM.

Important: HECM Adjustable Rate Notes MUST include rounding language in paragraph 5(c).

Full Correspondent Partners

Corrected notes must be provided for loans without the model language currently awaiting purchase. The original corrected Note must be delivered directly to the below address and a copy should emailed to the FCLP processor on the loan.

Deutsche Bank
Attn: Note Swap
1761 S. Saint Andrew Place
Santa Ana, CA 92705

Wholesale and Hybrid Partners

*PORTAL users - the system has already been updated to round to the nearest one-eighth of one percentage point either up or down.

*QuantumReverse Wholesale users - the system has already been updated to round to the nearest one-eight of one percentage point up or down.

*ReverseVision users - new products that round to the nearest one-eight of one percentage point up or down will be released for Wholesale and PA partners using Liberty/PHH products, please complete a full synchronization to acquire those products.

If you have any questions, please reach out to your Account Manager or Lender Support.

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