

December 29, 2015

TO: State Directors

ATTN: Area Directors
Area Specialist
Rural Housing Program Directors

FROM: Tony Hernandez /s/ *Cathy Glover* *for*
Administrator
Housing and Community Facilities Programs

SUBJECT: Annual Interest Rate Changes

The following interest rate is in effect for loans approved after the beginning of business January 1, 2016.

Loan Type	Existing Rate	New Rate
Farm Labor Housing- State Director Exception	5.000%	4.750%

Also, the benchmark used for FY 2015 interest rate for repayment of unauthorized assistance when the borrower was at fault was announced by Treasury to be 2.750%.

Please notify appropriate personnel of this rate.

Sent by Electronic Mail on 12-29-15 at 15:00 am by Credit Reform Staff. State Directors should advise other personnel as appropriate.

EXPIRATION DATE:
December 31, 2016

FILING INSTRUCTIONS:
Administrative/Other Programs