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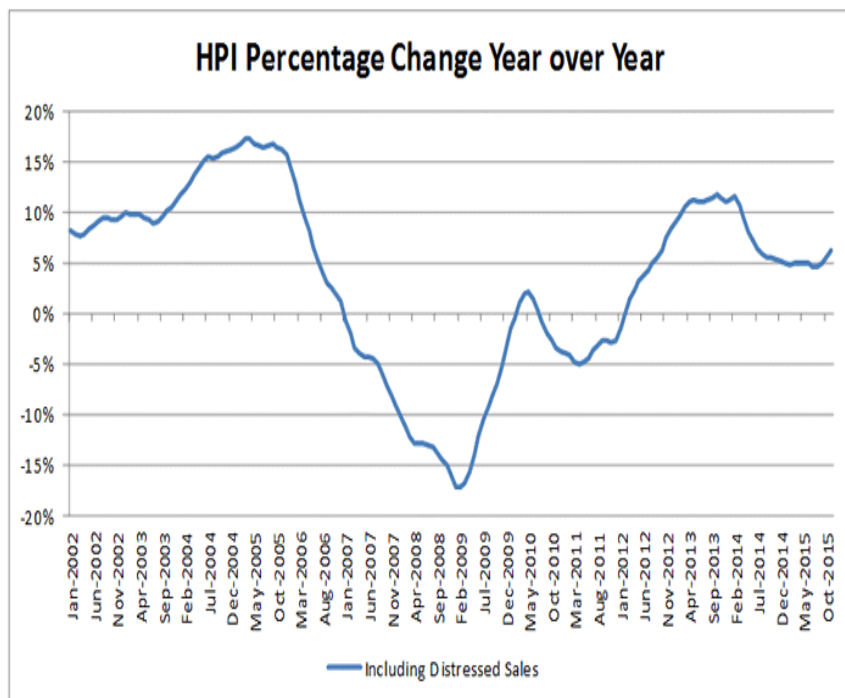
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CoreLogic Sees Prices Rising Faster Than Peers

Lots of flex in the estimates of home price increases as we reach the end of the year. Last week Case-Shiller put the number (as of October) at **5.2 percent** for its national index and the week before the Federal Housing Finance Agency said, for the same month, the gain was 6.1 percent. A third major index, one provided by Black Knight Financial Services, was released on Monday. It put the annual increase, again for October at 5.5 percent.

The **largest price increase estimates** came from CoreLogic on Tuesday. The Home Price Index, which we understand is the one most used by the government in its various research functions, covered November and showed home prices up for the previous 12 month's period by 6.3 percent. On a month over month basis the CoreLogic HPI rose 0.5 percent.

Granted we are talking a different month than that covered by the other three indices so we went back to CoreLogic's report for October. That too was substantially higher than the other three - an annual increase of 6.3 percent.



Source: CoreLogic November 2015

National Average Mortgage Rates



	Rate	Change	Points
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Mortgage News Daily

30 Yr. Fixed	6.43%	+0.02	0.00
15 Yr. Fixed	5.95%	0.00	0.00
30 Yr. FHA	5.82%	+0.02	0.00
30 Yr. Jumbo	6.62%	0.00	0.00
5/1 ARM	6.28%	-0.01	0.00

Freddie Mac

30 Yr. Fixed	6.35%	-0.51	0.00
15 Yr. Fixed	5.51%	-0.65	0.00

Mortgage Bankers Assoc.

30 Yr. Fixed	6.44%	-0.06	0.54
15 Yr. Fixed	5.88%	-0.16	0.68
30 Yr. FHA	6.36%	-0.06	0.85
30 Yr. Jumbo	6.75%	+0.07	0.39
5/1 ARM	5.98%	-0.27	0.65

Rates as of: 8/30

Recent Housing Data

		Value	Change
Mortgage Apps	Aug 28	226.9	+0.49%
Building Permits	Mar	1.46M	-3.95%
Housing Starts	Mar	1.32M	-13.15%
New Home Sales	Mar	693K	+4.68%
Pending Home Sales	Feb	75.6	+1.75%
Existing Home Sales	Feb	3.97M	-0.75%

		Value	Change
Builder Confidence	Mar	51	+6.25%

The indices all involve different methodologies and different universes, but all are intended to be representative of price performance in the nation as a whole. Some variation is to be expected but we find it interesting that, here we are talking (for October), a **more than a 20 percent spread**.

The greatest price gains cited by CoreLogic were **all in the West**. Colorado and Washington State had, by far, the largest annual appreciation - 10.4 and 10.2 percent respectively. They were followed by Oregon (9.0 percent), Idaho (8.5 percent), and Nevada (7.7 percent). Prices fell by 3.0 percent in Mississippi, 1.6 percent in Louisiana and 0.7 percent in New Mexico. Pennsylvania and Maryland eked out small gains of 1.4 and 1.1 percent respectively.

The CoreLogic sees a **5.4 percent increase** in the HPI over the upcoming 12 months (November 2015 to November 2016). Prices are expected to remain flat from November to December 2015. The company bases its forecast using its HPI and other economic variables. Values are derived from state-level forecasts by weighting indices according to the number of owner-occupied households for each state.

"Heading into 2016, home price growth remains in its **sweet spot** as prices have increased between 5 and 6 percent on a year-over-year basis for 16 consecutive months," said Dr. Frank Nothaft, chief economist for CoreLogic. "Regionally we are beginning to see fissures, with slowdowns in some Texas and California markets, but the northwest and southeast remain on solid footing."

"Many factors, including strong demand and tight supply in many markets, are contributing to the long-sustained boom in prices and home equity which is a very good thing for those owning homes," said Anand Nallathambi, president and CEO of CoreLogic. "On the flip side, prices have outstripped incomes for several years in a number of regions so, as we enter 2016, affordability is becoming more of a constraint on sales in some markets."

Service oriented, responsive, competitive rates and an in depth knowledge of todays mortgage market

After completing my degree in finance at the University of Connecticut, I started in the mortgage business right out of college in 2004. With 15+ years of experience and a primary objective of thoroughly explaining all available loan options to my clients with what is typically the largest investment in their lives, I strive to always make myself available. I constantly educate myself with respect to the mortgage industry and underwriting guidelines for FHA, VA, conventional and jumbo financing. I deliver on the expectations discussed up front and provide the service level my clients deserve from day one. I will remain in touch throughout the process and continue to follow up with you after closing. My goal is to wow you and turn you into clients for life. I want you to be so impressed that throughout and after the process you share my information with your friends, family, neighbors and co-workers who may value from my services.

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