

Common Manual Policy Proposal Batch 228 Transmittal**May 31, 2023**

#	Subject	Summary of Change to <i>Common Manual</i>	Type of Update	Effective Date
1341	Special Allowance Rates	The Manual is being updated to clarify that if a lender is charging a reduced rate based on the Servicemember Civil Relief Act (SCRA) and the loan was disbursed on or after July 1, 2008, the interest rate used for calculating special allowance payments is the 6% rate. The Manual is also being revised in Appendix A and related Figures to explain the use of the London Interbank Offered Rate (LIBOR) and the replacement Secured Overnight Financing Rate (SOFR) rates for calculating special allowance rates. It is also being revised to update information and references related to submitting the Lender's Interest and Special Allowance Request and Report (LaRS) form.	Federal	Lender's Interest and Special Allowance Request and Reports (LaRS reports) submitted for quarters ending on or after July 1, 2023.

Batch 228 (Common Bulletin Language)