

Mortgage Rates Remain Low for rest of the 2019. 03/25/2019

The monetary authority of the United States, the Federal Reserve, FOMC (Federal Open Market Committee) meets 8 times a year to discuss the economy and adjust monetary policy to promote maximum employment and maintain price stability (inflation).

This past Wednesday the committee decided to leave the Fed Funds Rate unchanged at 2.50% – this was expected. They also issued their Monetary Policy Statement, overall the Statement was “dovish”, they forecasted slower US growth, and inflation running beneath their target, which led to them forecasting no more rate hikes for the remainder of 2019. This was a great surprise for financial markets.

This has help to bring home loan rates to one-year lows.

Due to low mortgage rates, solid economy and a positive wealth effect we might see very good spring housing market.