THE FEDERAL SAVINGS BANK
Co. NMLS# 411500
Member FDIC
EQUAL HOUSING LENDER

Ted Rood
Branch Manager, Gen Way Home Mortgage
NMLS #543290
O Fallon, Missouri 63368

Office: 3147400004
Mobile: 314-740-0004
ted_rood@yahoo.com

Housing Starts Dragged Down by Multi-Family

Residential construction data from October were mixed, but declines were **largely due to the multi-family sector**. Permitting was up modestly while the other two measures, especially housing starts, took substantial hits.

The joint Census Bureau/Housing and Urban Development report showed starts **down 11.0 percent** to a seasonally adjusted annual rate of 1,060,000 units compared to 1,191,000 in September. The October rate even fell below the rate a year earlier, down by 1.8 percent from 1,079,000 units. The September rate was revised down as well from the original 1,206,000 estimate released last month.

The October starts missed analysts' expectations by a wide mark. Bloomberg reported a consensus of 1,162,000 with a range of 1,125,000 to 1,200.000 units.

The decline was primarily due to a drop of **25.5 percent** in the rate of starts for units in buildings with five or more. Those starts were at a rate of 327,000 units compared to 439,000 units in September. Multi-family starts had been originally reported at 454,000 units in September, thought at that time to be a 17 percent gain compared to August.

Construction was begun on single-family units at a rate of 722,000 units, also a decrease but of **only 2.4 percent** from the September estimate of 740,000 units. Single-family starts in October were running 2.4 percent ahead of the previous September.

On a non-seasonally adjusted basis construction was started on 90,200 residential units in October. There were 60,100 single family starts and 29,100 multi-family starts compared to 65,000 and 43,800 respectively in September.

The rate of **permitting** rose by 4.1 percent from September to a seasonally adjusted annual rate of 1,150,000 units, 2.7 percent above the October 2014 estimate and exactly on target with analysts' consensus prediction. September's rate was upgraded slightly from 1,103,000 units to 1,105,000.

Authorizations for construction of single-family units were up 2.4 percent to a rate of 711,000 units from 694,000 (a revision from 697,000 units) and multi-family permitting rose 8.3 percent to 405,000 units.

National Average Mortgage Rates



Mortgage News Daily	Rate	Change	Points
30YR Fixed	7.51%	+0.01	0.00
15YR Fixed	7.04%	+0.01	0.00
30YR FHA	7.08%	+0.03	0.00
30YR Jumbo	7.52%	+0.02	0.00
7/6 SOFR	7.12%	-0.01	0.00
30YR VA	7.10%	+0.03	0.00

Rates as of: 11/16

MBS and Treasury

	Price / Yield	Change
MBS UMBS 6.0	98.73	+0.02
10 YR Treasury	5.1250	-0.0092
30 YR Treasury	5.4731	-0.0027

Pricing as of: 11/16 7:33PM EST

Recent Housing Data

		Value	Change
Mortgage Apps	Nov 4	204.6	+6.23%
Building Permits	Sep	1.4M	+0.43%
Housing Starts	Sep	1.22M	-4.24%
New Home Sales	Sep	676K	-1.17%
Pending Home Sales	Aug	71.2	0%
Existing Home Sales	Oct	3.99M	+0.25%
Builder Confidence	Oct	29	-9.38%

© 2026 MBS Live, LLC. - This newsletter is a service of MarketNewsletters.com.

The interest rates provided in this newsletter are national averages from independent data sources. Rate/APR terms may differ from those listed above based on the creditworthiness of the borrower. All information provided "as is" for informational purposes only, not intended for trading purposes or financial advice.

Read or subscribe to my newsletter online at: http://mortgageratesupdate.com/tedrood

On a **non-adjusted** basis there were 97,100 permits issued for residential construction in October, 59,100 of which were for single-family units. The numbers were essentially unchanged from those in September.

Housing **completions** were down 6.0 percent from September to a seasonally adjusted annual rate of 965,000, 5.2 percent higher than a year earlier. The September rate of 1,027,000 was a slight downward revision from the 1,028,000 reported last month.

Single-family completions were down 0.5 percent from September's 643,000 estimate to 640,000 and 318,000 multifamily units were completed.

On a non-adjusted basis there were 87,700 units completed in October. Approximately 60,600 were single-family units.

At the end of October there were an estimated 947,300 residential units (non-seasonally adjusted) under construction, the **lion's share** of which, 517,800 units, were in multi-family buildings. Single-family units underway totaled 418,000. There were 141,800 permits outstanding under which construction had not started, 64,200 single family and 78,500 multi-family units.

In the **Northeast** housing starts were up 10.2 percent from September and 40.0 percent from a year earlier. Permits rose 5.9 percent for the month and 6.8 percent on an annual basis. Units were completed at a rate 1.6 percent below that in September but 24.5 percent higher than in 2014.

The **Midwest** posted a 15.0 percent increase in starts on a monthly basis but an 0.6 percent year-over-year decline. Permits rose 2.4 percent and 8.9 percent for the two periods. Units were completed at a rate 30.8 percent below September but unchanged from a year earlier.

Starts in the **South** dropped 18.6 percent from the previous month and 15.1 percent on an annual basis. Permits rose 7.5 percent from September and 5.0 percent from October 2014 while completions were 1.1 percent higher than the previous month and 8.9 percent higher than a year earlier.

In the **West** the rate of construction starts was down 16.2 percent for the month but remained 14.5 percent higher than a year earlier. Permitting fell for the two periods by 2.6 and 7.0 percent. Completions in the West rose 0.4 percent but were down 5.1 percent from the previous year.

Responsive service, experienced expertise

I've dedicated my 26 year mortgage career to client education, superior service, and honest answers. The lending landscape has changed dramatically the past few years, and continues to do so. My job is to ensure client partners' loans close quickly, without surprises, and I take that responsibility very seriously. Referrals are a responsibility I appreciate; they're a measure of trust, and that trust must be earned every day, on every referral.

Ted Rood

© 2026 MBS Live, LLC. - This newsletter is a service of MarketNewsletters.com.

The interest rates provided in this newsletter are national averages from independent data sources. Rate/APR terms may differ from those listed above based on the creditworthiness of the borrower. All information provided "as is" for informational purposes only, not intended for trading purposes or financial advice.

Read or subscribe to my newsletter online at: http://mortgageratesupdate.com/tedrood