Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06

ABN AMRO Acct : 724110.1

Payment Date:	25-Oct-06
Prior Payment:	N/A
Next Payment:	27-Nov-06
Record Date:	24-Oct-06
Distribution Count:	1
Closing Date:	29-Sep-06
First Pay. Date:	25-Oct-06
Rated Final Payment Date:	27-Oct-36
Determination Date:	13-Oct-06
Delinq Method:	OTS

Content: ***Pages***

Contact Information:

Analyst:	Jia Zhuang	714.259.6846
	jia.zhuang@abnamro.com	
Administrator:	Trevor Bradna	312.992.0668
	trevor.bradna@abnamro.com	
LaSalle Website:	www.etrustee.net	

Outside Parties To The Transaction

Depositor: Bear, Stearns & Co., Inc.

Underwriter: Bear, Stearns & Co., Inc.

Master Servicer: EMC Mortgage Corporation

Rating Agency: Moody's Investors Service, Inc./Standard & Poor's Ratings Services

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06

Class	CUSIP	Original Face Value [1]		Beginning Certificate Balance	Principal Payment	Current Realized Loss	Deferred Interest	Ending Certificate Balance	Interest Payment [2]	Interest Adjustment	Pass-Through Rate
A	07400VAA0	228,059,000.00		228,059,000.00	7,520,249.29	0.00	0.00	220,538,750.71	903,328.27	0.00	5.4843800000%
M-1	07400VAB8	16,859,000.00		16,859,000.00	0.00	0.00	0.00	16,859,000.00	68,969.18	0.00	5.6643800000%
M-2	07400VAC6	14,560,000.00		14,560,000.00	0.00	0.00	0.00	14,560,000.00	59,879.57	0.00	5.6943800000%
M-3	07400VAD4	5,671,000.00		5,671,000.00	0.00	0.00	0.00	5,671,000.00	23,445.47	0.00	5.7243800000%
M-4	07400VAE2	6,897,000.00		6,897,000.00	0.00	0.00	0.00	6,897,000.00	29,161.64	0.00	5.8543800000%
M-5	07400VAF9	3,985,000.00		3,985,000.00	0.00	0.00	0.00	3,985,000.00	17,137.04	0.00	5.9543800000%
M-6	07400VAG7	3,831,000.00		3,831,000.00	0.00	0.00	0.00	3,831,000.00	16,806.80	0.00	6.0743800000%
B-1	07400VAH5	3,678,000.00		3,678,000.00	0.00	0.00	0.00	3,678,000.00	18,127.83	0.00	6.8243800000%
B-2	07400VAJ1	3,065,000.00		3,065,000.00	0.00	0.00	0.00	3,065,000.00	16,656.05	0.00	7.5243800000%
B-3	07400VAK8	4,138,000.00		4,138,000.00	0.00	0.00	0.00	4,138,000.00	25,475.58	0.00	8.5243800000%
B-4	07400VAL6	4,752,000.00		4,752,000.00	0.00	0.00	0.00	4,752,000.00	33,660.00	0.00	8.5000000000%
C	07400VAM4	306,531,158.45	**N**	306,531,158.45	0.00	0.00	0.00	299,009,872.41	2,074,701.80	70,462.18	N/A
R-1	07400VAN2	0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00	N/A
R-2	07400VAP7	0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00	N/A
R-3	07400VAQ5	0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00	N/A
RX	07400VAR3	0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00	N/A
Total		295,495,000.00		295,495,000.00	7,520,249.29	0.00	0.00	287,974,750.71	3,287,349.23	70,462.18	
							Total P&I Payment		10,807,598.52		

[1] N denotes notional balance not included in total [2] Accrued Interest plus/minus Interest Adjustment minus Deferred Interest equals Interest Payment

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Class X

Class	CUSIP	Original Face Value (1)	Beginning Certificate Balance	Principal Payment	Current Realized Loss	Deferred Interest	Ending Certificate Balance	Interest Payment (2)	Interest Adjustment	Pass-Through Rate
X	07400VAS1	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	N/A
Total		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
						Total P&I Payment		0.00		

(1) N denotes notional balance not included in total (2) Accrued Interest plus/minus Interest Adjustment minus Deferred Interest equals Interest Payment

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Statement to Certificate Holders (FACTORS)

Class	CUSIP	Original Face Value	Beginning Certificate Balance *	Principal Payment *	Current Realized Loss *	Deferred Interest *	Ending Certificate Balance *	Interest Payment *	Interest Adjustment*	Next Rate **
A	07400VAA0	228,059,000.00	1000.000000000	32.975016509	0.000000000	0.000000000	967.024983491	3.960941116	0.000000000	5.48000000%
M-1	07400VAB8	16,859,000.00	1000.000000000	0.000000000	0.000000000	0.000000000	1000.000000000	4.090941337	0.000000000	5.66000000%
M-2	07400VAC6	14,560,000.00	1000.000000000	0.000000000	0.000000000	0.000000000	1000.000000000	4.112607830	0.000000000	5.69000000%
M-3	07400VAD4	5,671,000.00	1000.000000000	0.000000000	0.000000000	0.000000000	1000.000000000	4.134274378	0.000000000	5.72000000%
M-4	07400VAE2	6,897,000.00	1000.000000000	0.000000000	0.000000000	0.000000000	1000.000000000	4.228162969	0.000000000	5.85000000%
M-5	07400VAF9	3,985,000.00	1000.000000000	0.000000000	0.000000000	0.000000000	1000.000000000	4.300386449	0.000000000	5.95000000%
M-6	07400VAG7	3,831,000.00	1000.000000000	0.000000000	0.000000000	0.000000000	1000.000000000	4.387052989	0.000000000	6.07000000%
B-1	07400VAH5	3,678,000.00	1000.000000000	0.000000000	0.000000000	0.000000000	1000.000000000	4.928719413	0.000000000	6.82000000%
B-2	07400VAJ1	3,065,000.00	1000.000000000	0.000000000	0.000000000	0.000000000	1000.000000000	5.434274062	0.000000000	7.52000000%
B-3	07400VAK8	4,138,000.00	1000.000000000	0.000000000	0.000000000	0.000000000	1000.000000000	6.156495892	0.000000000	8.52000000%
B-4	07400VAL6	4,752,000.00	1000.000000000	0.000000000	0.000000000	0.000000000	1000.000000000	7.083333333	0.000000000	8.50000000%
C	07400VAM4	306,531,158.45 **N**	1000.000000000	0.000000000	0.000000000	0.000000000	975.463225083	6.768322707	0.229869552	N/A
R-1	07400VAN2	0.00	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	N/A
R-2	07400VAP7	0.00	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	N/A
R-3	07400VAQ5	0.00	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	N/A
RX	07400VAR3	0.00	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	N/A

* Per $1,000 of Original Face Value   ** Estimated

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Statement to Certificate Holders (FACTORS)
Class X

Class	CUSIP	Original Face Value	Beginning Certificate Balance *	Principal Payment *	Current Realized Loss *	Deferred Interest *	Ending Certificate Balance *	Interest Payment *	Interest Adjustment*	Next Rate **
X	07400VAS1	0.00	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	N/A

* Per $1,000 of Original Face Value   ** Estimated

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Cash Reconciliation Summary

Pool Source of Funds

Interest Summary

Interest Summary	
Scheduled Interest	3,349,896.39
Fees	134,046.09
Remittance Interest	3,215,850.30
Other Interest Proceeds/Shortfalls	
Prepayment Penalties	9,054.79
Other Interest Loss	0.00
Other Interest Proceeds	0.00
Non-advancing Interest	0.00
Net PPIS/Relief Act Shortfall	0.00
Modification Shortfall	0.00
Other Interest Proceeds/Shortfalls	9,054.79
Interest Adjusted	3,224,905.09
Fee Summary	
Total Servicing Fees	127,662.94
Total Trustee Fees	6,383.15
LPMI Fees	0.00
Credit Manager's Fees	0.00
Misc. Fees / Trust Expense	0.00
Insurance Premium	0.00
Total Fees	134,046.09

Advances (Principal & Interest)

Prior Month's Outstanding Advances	N/A
Current Advances	N/A
Reimbursement of Prior Advances	N/A
Outstanding Advances	2,591,333.18

Principal Summary

Principal Summary	
Scheduled Prin Distribution	60,739.25
Curtailments	356,852.86
Prepayments in Full	7,103,693.93
Liquidation Proceeds	0.00
Repurchase Proceeds	0.00
Other Principal Proceeds	0.00
Remittance Principal	7,521,286.04

Non-Pool Source of Funds

Reserve Fund

Deposit to Trust	5,000.00
Withdrawal from Trust	0.00
Reimbursement from Waterfall	0.00
Ending Balance	5,000.00

Swap Agreement

Net Swap payment payable to the Swap Administrator	61,407.39
Net Swap payment payable to the Swap Provider	0.00
Swap Termination payment payable to the Swap Administrator	0.00
Swap Termination payment payable to the Swap Provider	0.00

P&I Due Certificate Holders	10,807,598.51

P&I Advances as of the end of the Due Period do not reflect the amount of advances remitted by the Servicer on the Servicer Remittance Date due to additional proceeds received between the end of the Due Period and the Servicer Remittance Date and netted from the P&I Advances stated as of the end of the Due Period.

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Pool Detail and Performance Indicators Total (All Loans)

Pool Detail

Pool Level Information

Historical	Amount	Count	
Cut-off Pool Balance	306,531,158.45	4,851	
Cum Scheduled Principal	60,739.25		
Cum Unscheduled Principal	7,460,546.79		
Cum Liquidations	0.00		
Cum Repurchases	0.00		
Current	**Amount**	**Count**	**%**
Beginning Pool	306,531,158.45	4,851	100.00%
Scheduled Principal	60,739.25		0.02%
Unscheduled Principal	7,460,546.79	121	2.43%
Liquidations	0.00	0	0.00%
Repurchases	0.00	0	0.00%
Ending Pool	299,009,872.41	4,730	97.55%
Average Loan Balance	63,215.62		

Current Loss Detail	Amount
Liquidation	0.00
Realized Loss	0.00
Realized Loss Adjustment	0.00
Net Liquidation	0.00

Credit Enhancement	Amount	%
Original OC	11,036,158.45	3.60%
Target OC	11,035,121.70	3.60%
Beginning OC	11,036,158.45	
OC Amount per PSA	11,036,158.45	3.60%
Ending OC	11,035,121.70	
Non-Senior Certificates	67,436,000.00	22.00%

Performance Indicators

Factors Impacting Principal Payment Rules

Delinquency Levels	Num	Den	%
3 mo. Rolling Average	0	299,009,872	0.00%
6 mo. Rolling Average	0	299,009,872	0.00%
12 mo. Rolling Average	0	299,009,872	0.00%
Loss Levels	**Amount**	**Count**	
3 mo. Cum Loss	0.00	0	
6 mo. Cum loss	0.00	0	
12 mo. Cum Loss	0.00	0	

Triggers

> Delinquency Trigger Event [(2)]			NO
Delinquency Event Calc [(1)]	0.00	299,009,872	0.00%
> Loss Trigger Event? [(3)]			NO
Cumulative Loss		0	0.00%
> Overall Trigger Event?			NO
Step Down Date			
Distribution Count	1		
Current Specified Enhancement %[(4)]	26.24%		
Step Down % [(5)]	48.80%		
Delinquent Event Threshold % [(6)]	15.50%		
> Step Down Date?			NO
Extra Principal	0.00		
Cumulative Extra Principal	0.00		
OC Release	1,036.75		

Misc/Additional Information

WA Rates/Life

	Fixed	Adj	Overall
WAC - Remit Current	12.59%	N/A	12.59%
WAC - Remit Original	12.59%	N/A	12.59%
WAC - Current	13.11%	N/A	13.11%
WAC - Original	13.11%	N/A	13.11%
WAL - Current	314.63	N/A	314.63
WAL - Original	314.63	N/A	314.63

Current Index Rate	5.324380%
Next Index Rate	5.320000%

Pool Composition

Properties	Balance	%/Score
Cut-off LTV	297,039,220.69	96.90%
Cash Out/Refinance	46,503,964.08	15.17%
SFR	178,655,503.31	58.28%
Owner Occupied	239,747,632.83	78.21%

	Min	Max	WA
FICO	620	820	704.89

Legend: **(1)** 60 Days+, REO, BK, F/C % **(2)** (1) > (6) then TRUE **(3)** Condn: Cum Loss > specified thresholds **(4)** Non-Senior Certs + OC Amount / Ending Pool Bal **(5)** Defined Benchmark **(6)** Defined Benchmark (Used in Delinq Event Calc) **(7)** Condn: Distn Cnt > 36, (4) > (5)

Note: Delinquency and Loss Event Triggers may be flagged as "Yes" prior to the Step Down Date on account of the percentage thresholds being breached.

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Bond Interest Reconciliation - Part I

Class	- - Accrual - - Method	Days	Opening Balance	Pass-Thru Rate	Accrual Certificate Interest	Total Interest Additions	Total Interest Deductions	Distributable Certificate Interest	Interest Payment Amount	Current Period (Shortfall) / Recovery	- - - - - - - - Outstanding - - - - - - - - Remaining Int Carry-Forward Shortfall	Remaining Basis Risk Carry-Fwd Shortfall	Outstanding Relief Act / Prepayment Interest Shortfalls	Net Cap Rate in Effect Y/N
A	Act/360	26	228,059,000.00	5.484380000%	903,328.27	0.00	0.00	903,328.27	903,328.27	0.00	0.00	0.00	0.00	No
X			0.00	N/A	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	N/A
M-1	Act/360	26	16,859,000.00	5.664380000%	68,969.18	0.00	0.00	68,969.18	68,969.18	0.00	0.00	0.00	0.00	No
M-2	Act/360	26	14,560,000.00	5.694380000%	59,879.57	0.00	0.00	59,879.57	59,879.57	0.00	0.00	0.00	0.00	No
M-3	Act/360	26	5,671,000.00	5.724380000%	23,445.47	0.00	0.00	23,445.47	23,445.47	0.00	0.00	0.00	0.00	No
M-4	Act/360	26	6,897,000.00	5.854380000%	29,161.64	0.00	0.00	29,161.64	29,161.64	0.00	0.00	0.00	0.00	No
M-5	Act/360	26	3,985,000.00	5.954380000%	17,137.04	0.00	0.00	17,137.04	17,137.04	0.00	0.00	0.00	0.00	No
M-6	Act/360	26	3,831,000.00	6.074380000%	16,806.80	0.00	0.00	16,806.80	16,806.80	0.00	0.00	0.00	0.00	No
B-1	Act/360	26	3,678,000.00	6.824380000%	18,127.83	0.00	0.00	18,127.83	18,127.83	0.00	0.00	0.00	0.00	No
B-2	Act/360	26	3,065,000.00	7.524380000%	16,656.05	0.00	0.00	16,656.05	16,656.05	0.00	0.00	0.00	0.00	No
B-3	Act/360	26	4,138,000.00	8.524380000%	25,475.58	0.00	0.00	25,475.58	25,475.58	0.00	0.00	0.00	0.00	No
B-4	30/360	30	4,752,000.00	8.500000000%	33,660.00	0.00	0.00	33,660.00	33,660.00	0.00	0.00	0.00	0.00	No
C			306,531,158.45	N/A	2,004,239.62	70,462.18	0.00	2,074,701.80	2,074,701.80	0.00	0.00	0.00	0.00	N/A
Total			295,495,000.00		3,216,887.05	70,462.18	0.00	3,287,349.23	3,287,349.23	0.00	0.00	0.00	0.00	

(1) Basis Risk Carry-Forward Shortfall - difference between LIBOR plus margin and the Net Rate Cap.

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Bond Interest Reconciliation - Part II

					Additions					Deductions		
Class	Record Date	Prior Interest Due Date	Current Interest Due Date	Interest Rate SWAP Agreement	Deposits from YM Agreement	Prepayment Premiums	Prior Int Carry-Fwd Shortfall	Prior Shortfall Reimbursement	Other Interest Proceeds [1]	Other Interest Losses	Current Int Carry-Fwd Shortfall [2]	Current Basis Risk Carry-Fwd Shortfall
A	29-Sep-06	29-Sep-06	25-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
X	29-Sep-06	1-Sep-06	1-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M-1	29-Sep-06	29-Sep-06	25-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M-2	29-Sep-06	29-Sep-06	25-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M-3	29-Sep-06	29-Sep-06	25-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M-4	29-Sep-06	29-Sep-06	25-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M-5	29-Sep-06	29-Sep-06	25-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M-6	29-Sep-06	29-Sep-06	25-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
B-1	29-Sep-06	29-Sep-06	25-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
B-2	29-Sep-06	29-Sep-06	25-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
B-3	29-Sep-06	29-Sep-06	25-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
B-4	29-Sep-06	1-Sep-06	1-Oct-06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
C	29-Sep-06	1-Sep-06	1-Oct-06	0.00	0.00	9,054.79	0.00	0.00	61,407.39	0.00	0.00	0.00
Total				0.00	0.00	9,054.79	0.00	0.00	61,407.39	0.00	0.00	0.00

[1] Other Interest Proceeds are additional interest amounts specifically allocated to the bond(s) and used in determining the bonds Distributable Interest.
[2] Interest Carry-Forward Shortfall is unpaid interest with interest thereon.
[3] Basis Risk Carry-Forward Shortfall - difference between LIBOR plus margin and the Net Rate Cap.

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Bond Principal Reconciliation

Class	Original Class Balance	Beginning Class Balance	Scheduled Principal Payment	Unscheduled Principal Payment	Extra Principal Payment	Losses: Prior Loss Reimburs.	Losses: Current Losses	Losses: Cumulative Losses	Losses: Interest on Losses	Ending Class Balance	Rated Final Maturity	Credit Support: Original	Credit Support: Current
A	228,059,000.00	228,059,000.00	60,739.25	7,459,510.04	0.00	0.00	0.00	0.00	0.00	220,538,750.71	27-Oct-36	N/A	N/A
X	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	27-Oct-36	N/A	N/A
M-1	16,859,000.00	16,859,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	16,859,000.00	27-Oct-36	N/A	N/A
M-2	14,560,000.00	14,560,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	14,560,000.00	27-Oct-36	N/A	N/A
M-3	5,671,000.00	5,671,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	5,671,000.00	27-Oct-36	N/A	N/A
M-4	6,897,000.00	6,897,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6,897,000.00	27-Oct-36	N/A	N/A
M-5	3,985,000.00	3,985,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,985,000.00	27-Oct-36	N/A	N/A
M-6	3,831,000.00	3,831,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,831,000.00	27-Oct-36	N/A	N/A
B-1	3,678,000.00	3,678,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,678,000.00	27-Oct-36	N/A	N/A
B-2	3,065,000.00	3,065,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,065,000.00	27-Oct-36	N/A	N/A
B-3	4,138,000.00	4,138,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4,138,000.00	27-Oct-36	N/A	N/A
B-4	4,752,000.00	4,752,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4,752,000.00	27-Oct-36	N/A	N/A
C	306,531,158.45	306,531,158.45	0.00	0.00	0.00	0.00	0.00	0.00	0.00	299,009,872.41	27-Oct-36	N/A	N/A
Total	295,495,000.00	295,495,000.00	60,739.25	7,459,510.04	0.00	0.00	0.00	0.00	0.00	287,974,750.71			

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Ratings Information

		- - - Original Ratings - - -				- - - Ratings Change / Change Date [1] - - -			
Class	CUSIP	Fitch	Moody's	DBRS	S&P	Fitch	Moody's	DBRS	S&P
A	07400VAA0	NR	Aaa	NR	AAA				
M-1	07400VAB8	NR	Aaa	NR	AA+				
M-2	07400VAC6	NR	Aa2	NR	AA				
M-3	07400VAD4	NR	Aa3	NR	AA-				
M-4	07400VAE2	NR	A1	NR	A+				
M-5	07400VAF9	NR	A2	NR	A				
M-6	07400VAG7	NR	A3	NR	A-				
B-1	07400VAH5	NR	Baa1	NR	BBB+				
B-2	07400VAJ1	NR	Baa2	NR	BBB				
B-3	07400VAK8	NR	Baa3	NR	BBB-				
B-4	07400VAL6	NR	Ba1	NR	BB+				
C	07400VAM4	NR	NR	NR	NR				
X	07400VAS1	NR	NR	NR	NR				

NR - Designates that the class was not rated by the rating agency.

[1] Changed ratings provided on this report are based on information provided by the applicable rating agency via electronic transmission. It shall be understood that this transmission will generally have been provided to LaSalle within 30 days of the payment date listed on this statement. Because ratings may have changed during the 30 day window, or may not be being provided by the rating agency in an electronic format and therefore not being updated on this report, LaSalle recommends that investors obtain current rating information directly from the rating agency.

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
End of Month Balance Reporting

Type	Count	Count (%)	Balance	Balance (%)	Arrears	Arrears (%)	F/C Quick Sale Value	REO Book Value
				Total				
0	4772	98.3715%	301,456,272.66	99.9681%	0.00	0.0000%	0.00	0.00
30	2	0.0412%	96,174.68	0.0319%	0.00	0.0000%	0.00	0.00
PIF	77	1.5873%	0.00	0.0000%	0.00	0.0000%	0.00	0.00
Total (Prior Month End):	**4851**	**100.0000%**	**301,552,447.00**	**100.0000%**	**0.00**	**0.0000%**	**0.00**	**0.00**
Delinq Total (Prior Month End):	**2**	**0.0412%**	**96,174.00**	**0.0319%**	**0.00**	**0.0000%**	**0.00**	**0.00**

Total (Prior Month End):

Delinq Total (Prior Month End):

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Asset-Backed Facts ~ 15 Month Historical Loan Status Summary Part I (as of Cut-Off)

Distribution	Current		Delinq 1 Month		Delinq 2 Months		Delinq 3+ Months		Bankruptcy		Foreclosure		REO	
Date	Count	Balance	Count	Balance	Count	Balance	Count	Balance	Count	Balance	Count	Balance	Count	Balance
Total (All Loans)														
25-Oct-06	4,729	298,949,937	1	59,935	0	0	0	0	0	0	0	0	0	0

Total (All Loans)														
25-Oct-06	99.98%	99.98%	0.02%	0.02%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Delinquency Balances are Exclusive of REO, Foreclosures and Bankruptcies.

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Asset-Backed Facts ~ 15 Month Historical Loan Status Summary Part II (as of Cut-Off)

Distribution Date	In Foreclosure and Delinquent: Current #	Current Balance	31-60 Days #	31-60 Days Balance	61-90 Days #	61-90 Days Balance	90 + Days #	90 + Days Balance	In REO and Delinquent: Current #	Current Balance	31-60 Days #	31-60 Days Balance	61-90 Days #	61-90 Days Balance	90 + Days #	90 + Days Balance	In Bankruptcy and Delinquent: Current #	Current Balance	31-60 Days #	31-60 Days Balance	61-90 Days #	61-90 Days Balance	90 + Days #	90 + Days Balance
Total (All Loans)																								
25-Oct-06	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total (All Loans)																								
25-Oct-06	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Asset-Backed Facts ~ 15 Month Historical Payoff/Loss Summary

Distribution Date	Ending Pool #	Ending Pool Balance	Payoffs #	Payoffs Balance	Insurance Proceeds	Substitution Proceeds	Liquidation Proceeds	Realized Losses #	Realized Losses Amount	Remaining Term Life	Curr Weighted Avg. Coupon	Curr Weighted Avg. Remit
						Total (All Loans)						
25-Oct-06	4,730	299,009,872	121	7,103,694	0.00	0.00	0.00	0	0	315	13.11%	12.59%

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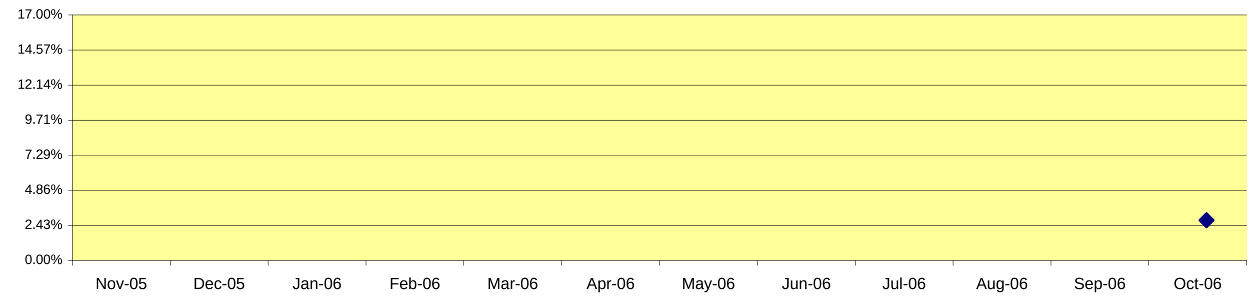
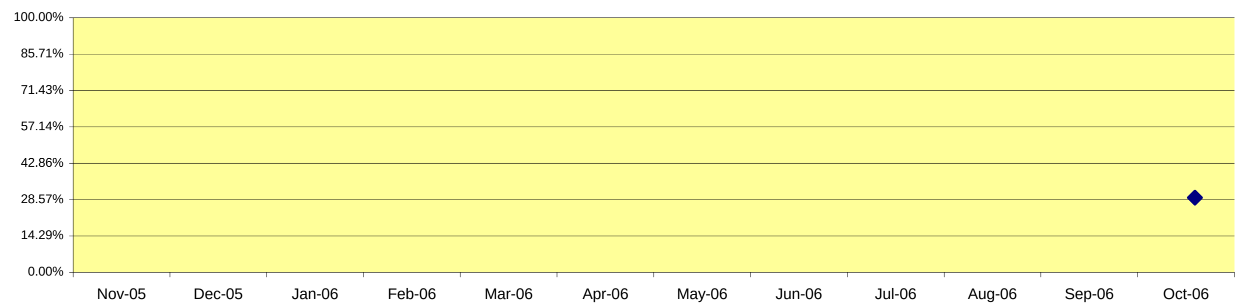
Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Prepayment Summary

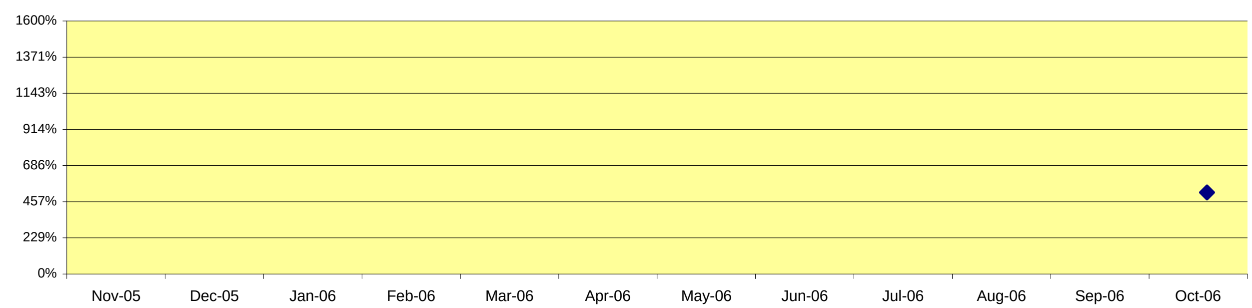
SMM (Single Monthly Mortality)	**Total**
Current Period	2.43%
3-Month Average	2.43%
6-Month Average	2.43%
12-Month Average	2.43%
Average Since Cut-Off	2.43%



CPR (Conditional Prepayment Rate)	**Total**
Current Period	25.60%
3-Month Average	25.60%
6-Month Average	25.60%
12-Month Average	25.60%
Average Since Cut-Off	25.60%



PSA (Public Securities Association)	**Total**
Current Period	427%
3-Month Average	427%
6-Month Average	427%
12-Month Average	427%
Average Since Cut-Off	427%



SMM	Single Monthly Mortality	(Partial and Full Prepayments + Repurchases + Liquidations + Other Principal Proceeds) / (Beginning Collateral Balance - Scheduled Principal)
CPR	Conditional Prepayment Rate	1 - (1 - SMM)^12)
PSA	Public Securities Association	100 * CPR / (0.2 * MIN(30,WAS))
WAS	Weighted Average Seasoning	(Original Term - Remaining Term) * (Current Scheduled Balance / Deal Scheduled Principal Balance)

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Mortgage Loan Characteristics Part I

Distribution by Current Ending Principal Balance

Min		Max	Count	% of Total	Balance	% of Total
0	to	22,000	472	9.98%	7,656,579	2.56%
22,000	to	28,000	415	8.77%	10,529,592	3.52%
28,000	to	34,000	447	9.45%	13,831,575	4.63%
34,000	to	40,000	383	8.10%	14,261,116	4.77%
40,000	to	46,000	381	8.05%	16,448,526	5.50%
46,000	to	50,000	270	5.71%	13,014,640	4.35%
50,000	to	63,000	636	13.45%	35,900,756	12.01%
63,000	to	76,000	479	10.13%	33,300,838	11.14%
76,000	to	89,000	360	7.61%	29,657,824	9.92%
89,000	to	102,000	271	5.73%	25,860,058	8.65%
102,000	to	113,000	143	3.02%	15,357,612	5.14%
113,000	to	500,000	473	10.00%	83,190,757	27.82%
			4,730	100.00%	299,009,872	100.00%

Distribution by Cut-off Principal Balance

Min		Max	Count	% of Total	Balance	% of Total
6,000	to	22,000	478	9.85%	7,801,597	2.55%
22,000	to	28,000	428	8.82%	10,865,493	3.54%
28,000	to	34,000	461	9.50%	14,267,216	4.65%
34,000	to	40,000	392	8.08%	14,607,273	4.77%
40,000	to	46,000	389	8.02%	16,797,381	5.48%
46,000	to	50,000	276	5.69%	13,305,634	4.34%
50,000	to	63,000	658	13.56%	37,135,109	12.11%
63,000	to	76,000	491	10.12%	34,136,836	11.14%
76,000	to	89,000	369	7.61%	30,400,200	9.92%
89,000	to	102,000	279	5.75%	26,633,731	8.69%
102,000	to	113,000	145	2.99%	15,578,870	5.08%
113,000	to	500,000	485	10.00%	85,001,817	27.73%
			4,851	100.00%	306,531,158	100.00%

Distribution by Current Mortgage Rate

Min		Max	Count	% of Total	Balance	% of Total
7.25%	to	10.75%	521	11.01%	29,770,224	9.96%
10.75%	to	11.19%	227	4.80%	14,903,256	4.98%
11.19%	to	11.63%	357	7.55%	25,909,112	8.66%
11.63%	to	12.06%	422	8.92%	30,327,964	10.14%
12.06%	to	12.50%	475	10.04%	36,617,370	12.25%
12.50%	to	13.00%	473	10.00%	40,304,330	13.48%
13.00%	to	13.72%	298	6.30%	20,406,191	6.82%
13.72%	to	14.44%	498	10.53%	26,310,357	8.80%
14.44%	to	15.16%	425	8.99%	21,925,486	7.33%
15.16%	to	15.88%	317	6.70%	15,140,575	5.06%
15.88%	to	16.63%	267	5.64%	14,804,090	4.95%
16.63%	to	21.75%	450	9.51%	22,590,917	7.56%
			4,730	100.00%	299,009,872	100.00%

Distribution by Original Mortgage Rate

Min		Max	Count	% of Total	Balance	% of Total
7.25%	to	10.75%	530	10.93%	30,474,069	9.94%
10.75%	to	11.19%	230	4.74%	15,248,967	4.97%
11.19%	to	11.63%	366	7.54%	26,468,009	8.63%
11.63%	to	12.06%	432	8.91%	31,190,910	10.18%
12.06%	to	12.50%	486	10.02%	37,623,163	12.27%
12.50%	to	13.00%	485	10.00%	41,071,353	13.40%
13.00%	to	13.72%	303	6.25%	20,898,930	6.82%
13.72%	to	14.44%	510	10.51%	26,791,411	8.74%
14.44%	to	15.16%	438	9.03%	22,630,034	7.38%
15.16%	to	15.88%	330	6.80%	15,762,196	5.14%
15.88%	to	16.63%	278	5.73%	15,317,000	5.00%
16.63%	to	21.75%	463	9.54%	23,055,116	7.52%
			4,851	100.00%	306,531,158	100.00%

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Mortgage Loan Characteristics Part II

Distribution by Product Characteristics (Current)

Product Type	# of Loans	Ending Balance	% of Balance	WAMM	WAC
Fixed 2nd Lien	4,730	299,009,872	100.00%	314.63	13.11%
Total	4,730	299,009,872	100.00%		

Distribution by Product Characteristics (Cut-off)

Product Type	# of Loans	Original Principal Balance	% of Balance	WAMM	WAC
Fixed 2nd Lien	4,851	306,531,158	100.00%	316.65	13.12%
Total	4,851	306,531,158	100.00%		

Distribution by Property Types (Current)

Property Type	# of Loans	Ending Balance	% of Balance	WAMM	WAC
SF Unattached Dwelling	2,686	170,368,774	56.98%	316.02	12.97%
PUD	1,224	81,975,161	27.42%	313.93	13.02%
Condo - High Facility	489	28,041,615	9.38%	316.34	13.59%
Multifamily	248	15,001,088	5.02%	292.67	14.57%
SF Attached Dwelling	78	3,492,903	1.17%	343.67	12.45%
Other	5	130,331	0.04%	322.11	10.79%
Total	4,730	299,009,872	100.00%		

Distribution by Property Types (Cut-off)

Property Type	# of Loans	Ending Balance	% of Balance	WAMM	WAC
SF Unattached Dwelling	2,765	175,073,049	57.11%	318.39	12.98%
PUD	1,250	83,995,745	27.40%	315.36	13.03%
Condo - High Facility	501	28,684,596	9.36%	317.78	13.59%
Multifamily	251	15,064,928	4.91%	294.39	14.57%
SF Attached Dwelling	79	3,582,454	1.17%	346.04	12.44%
Other	5	130,386	0.04%	324.11	10.79%
Total	4,851	306,531,158	100.00%		

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Mortgage Loan Characteristics Part II

Distribution by Occupancy Type (Current)

Occupancy Type	# of Loans	Ending Balance	% of Balance	WAMM	WAC
Owner Occupied - Primary Residence	3,001	219,387,997	73.37%	318.89	12.24%
Non-Owner Occupied	1,465	65,008,996	21.74%	300.15	15.70%
Owner Occupied - Secondary Residence	264	14,612,880	4.89%	315.11	14.77%
Total	4,730	299,009,872	100.00%		

Distribution by Occupancy Type (Cut-off)

Occupancy Type	# of Loans	Ending Balance	% of Balance	WAMM	WAC
Owner Occupied - Primary Residence	3,067	224,738,399	73.32%	320.87	12.24%
Non-Owner Occupied	1,513	66,783,526	21.79%	302.32	15.70%
Owner Occupied - Secondary Residence	271	15,009,233	4.90%	317.22	14.77%
Total	4,851	306,531,158	100.00%		

Distribution by Loan Purpose (Current)

Loan Purpose	# of Loans	Ending Balance	% of Balance	WAMM	WAC
Purchase	4,024	252,997,651	84.61%	316.20	13.24%
Refinance/Equity Takeout	468	30,568,545	10.22%	302.46	12.53%
Refinance/No Cash Out	238	15,443,677	5.16%	312.98	12.16%
Total	4,730	299,009,872	100.00%		

Distribution by Loan Purpose (Cut-off)

Loan Purpose	# of Loans	Ending Balance	% of Balance	WAMM	WAC
Purchase	4,137	260,027,194	84.83%	318.21	13.25%
Refinance/Equity Takeout	472	30,703,926	10.02%	304.54	12.52%
Refinance/No Cash Out	242	15,800,038	5.15%	314.51	12.14%
Total	4,851	306,531,158	100.00%		

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Mortgage Loan Characteristics Part II

Distribution by Originator Concentration > 10% (Current)

Originator	# of Loans	Ending Balance	% of Balance	WAMM	WAC
Bear Stearns Residential	939	74,078,048	65.18%	357.91	12.24%
Suntrust Mortgage	753	39,578,037	34.82%	356.92	14.10%

Distribution by Originator Concentration > 10% (Cut-off)

Originator	# of Loans	Ending Balance	% of Balance	WAMM	WAC
Bear Stearns Residential	957	75,151,668	64.71%	359.92	12.24%
Suntrust Mortgage	779	40,987,718	35.29%	359.26	14.09%

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Geographic Concentration

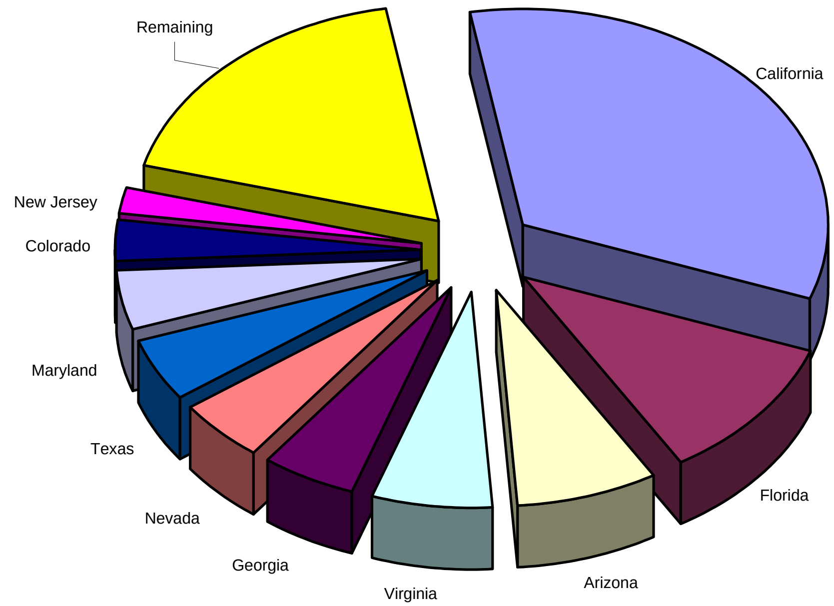
Top 10 Current State Concentration

Geographic Distribution	# of Loans	Balance [1]	% of Balance	WAMM	WAC
California	1,035	99,599,677	33.31%	311	12.24%
Florida	558	32,325,315	10.81%	318	13.85%
Arizona	361	22,628,789	7.57%	311	13.36%
Virginia	254	18,729,098	6.26%	341	12.85%
Georgia	373	15,003,859	5.02%	325	14.00%
Nevada	232	14,760,546	4.94%	273	12.95%
Texas	350	13,594,307	4.55%	296	14.22%
Maryland	195	13,331,901	4.46%	334	13.05%
Colorado	170	9,016,723	3.02%	314	14.31%
New Jersey	89	5,991,510	2.00%	324	13.22%
Remaining	1,113	54,028,147	18.07%	320	13.62%

Top 10 Original State Concentration

Geographic Distribution	# of Loans	Balance [1]	% of Balance	WAMM	WAC
California	1,049	101,095,378	32.98%	312	12.24%
Florida	579	33,273,692	10.85%	321	13.87%
Arizona	375	23,630,030	7.71%	312	13.35%
Virginia	262	19,316,873	6.30%	343	12.84%
Georgia	382	15,368,262	5.01%	326	14.01%
Nevada	239	15,331,686	5.00%	273	12.96%
Texas	356	13,786,045	4.50%	299	14.22%
Maryland	200	13,775,873	4.49%	337	13.00%
Colorado	174	9,196,756	3.00%	316	14.32%
Washington	99	6,318,983	2.06%	329	13.20%
Remaining	1,136	55,437,581	18.09%	322	13.63%

Top 10 Current State Concentration



[1] Based on Current Period Ending Principal Balance

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Current Period Realized Loss Detail

Disclosure Control #	Period	Original Liquidation Balance	Net Liquidation Proceeds	Loss-Loan Non-adjusted	Loss to Trust	Loss-Certs Non-adjusted	Subsequent Recov/(Exp)	Loss-Loan Adjusted	Loss-Certs Adjusted	Liq Type	Adj Type

Liq. Type Code - Legend				**Adjustment Legend**			
Charge-off	C	REO	R	Escrow Bal/Adv	1	Third Party	6
Matured	M	Short Pay	S	MREC	2	Charged Off/Matured	7
Repurchase	N	Third Party	T	Rest'd Escrow	3	Side Note	8
Note Sale	O	Write-off	W	Replacement Res.	4	Manual	9
Paid in Full	P			Suspense	5		

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Historical Realized Loss Summary
Total (All Loans)

	Current Realized Loss				Previous Liquidations/Payoffs							
Distribution Date	Beginning Scheduled Balance	Net Liquidation Proceeds	Realized Loss	Loan Count	Claims on Prior Liquidations		Recovery on Prior Liquidations		(Claims)/Recoveries on Prior Payoffs		Realized Loss Adjusted	Cumulative Realized Loss
					Amount	Count	Amount	Count	Amount	Count		
25-Oct-06	0.00	0.00	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0.00
Total	0.00	0.00	0.00	0	0.00	0	0.00	0	0.00	0	0.00	

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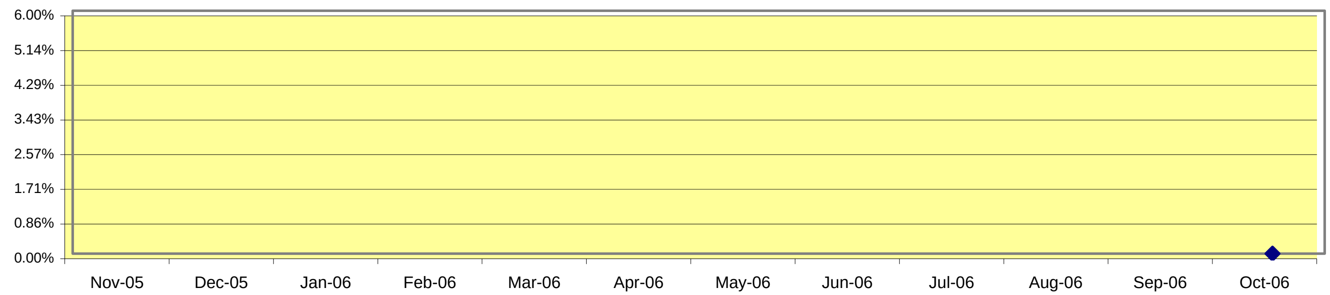
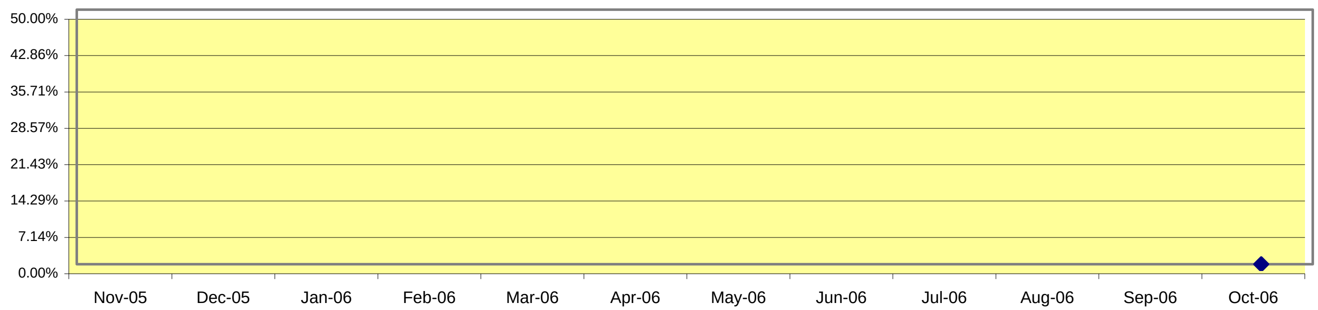
Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Realized Loss Summary

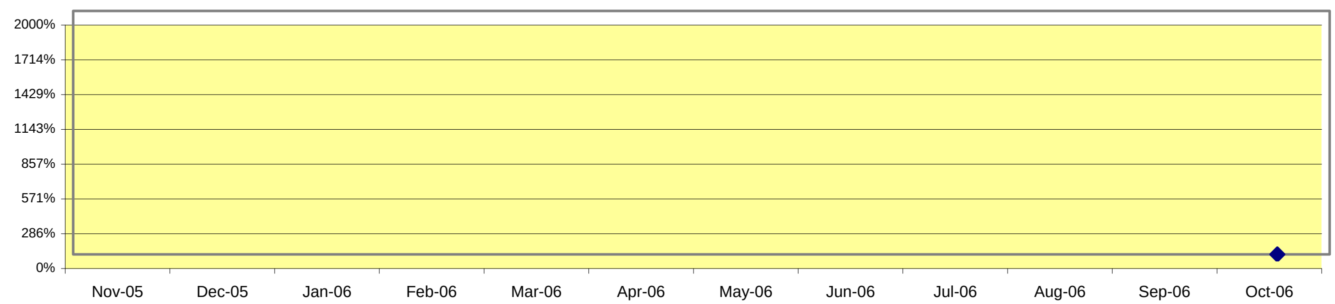
MDR (monthly Default Rate)	**Total**
Current Period	0.00%
3-Month Average	0.00%
6-Month Average	0.00%
12-Month Average	0.00%
Average Since Cut-Off	0.00%



CDR (Conditional Default Rate)	**Total**
Current Period	0.00%
3-Month Average	0.00%
6-Month Average	0.00%
12-Month Average	0.00%
Average Since Cut-Off	0.00%



SDA (Standard Default Assumption)	**Total**
Current Period	0.00%
3-Month Average	0.00%
6-Month Average	0.00%
12-Month Average	0.00%
Average Since Cut-Off	0.00%



MDR	Monthly Default Rate	(Beginning Principal Balance of Liquidated Loans) / (Total Beginning Principal Balance)
CDR	Conditional Default Rate	$1 - (1 - MDR)^{12}$
SDA	Standard Default Assumption	If WAS=30 then CDR/(WAS*0.02) else if 30<WAS=60 then CDR/0.6 else if 60<WAS=120 then CDR/(0.6-((WAS-60)*0.0095)) else if WAS>120 then CDR/0.03
WAS	Weighted Average Seasoning	(Original Term - Remaining Term) * (Current Scheduled Balance / Deal Scheduled Principal Balance)

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ABN AMRO

Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
Series 2006-SL3

Distribution Date: 25-Oct-06
Material Breaches Detail

Disclosure Control #	Loan Group #	Ending Principal Balance	Material Breach Date	Material Breach Description

Material breaches of pool asset representation or warranties or transaction covenants.

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Bear Stearns Mortgage Funding Trust
Mortgage-Backed Certificates
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Distribution Date: 25-Oct-06
Modified Loan Detail

Disclosure Control #	Loan Group #	Modified Maturity Date	Cutoff Maturity Date	Modification Description

Modifications include any extensions or waivers to the mortgage loan terms, fees, penalties or payments during the preceding calendar month or that have become material over time.

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