

Executive Summary

The Revenue Estimating Conference has adopted recommended interest rates for use in the state planning and budgeting process. The first is a long-term interest rate used for government issues of 20 years or more initiated in the years displayed below:

Long-Term Interest Rate

Fiscal Year	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Interest Rate	6.50%	6.50%	6.50%	6.50%	6.50%	6.50%	6.50%	6.50%	6.50%

The second rate is a short-term (or variable) interest rate of 4.65%.

These rates have taken into account the current volatility of the credit market. They will be revisited in the Spring when recent actions to shore up the financial sector have had more time to work through the market place.

Interest rates used for calculations supporting the Public Education Capital Outlay (PECO) program are determined separately.