

Public Employees' Retirement Board
June 9, 2016

Topic: Interest Rate Credited to Member Accounts

Recommended Board Motion:

To accept the proposed interest rate of 0.25%

- Move to maintain the interest rate credited to member accounts of 0.25% for the defined benefit plans, effective July 1, 2016.

Moved by

Seconded by

Vote

Interest Rate Determination

8-month average

	<u>Jun-15</u>	<u>Jul-15</u>	<u>Aug-15</u>	<u>Sep-15</u>	<u>Oct-15</u>	<u>Nov-15</u>	<u>Dec-15</u>	<u>Jan-16</u>
3 MO T-BILL	0.02%	0.03%	0.07%	0.02%	0.02%	0.12%	0.23%	0.26%
6 MO T-BILL	0.09%	0.12%	0.22%	0.18%	0.11%	0.32%	0.49%	0.43%
1 YR T-NOTE	0.28%	0.30%	0.38%	0.37%	0.26%	0.48%	0.65%	0.54%
AVERAGE	0.13%	0.15%	0.22%	0.19%	0.13%	0.31%	0.46%	0.41%
AVERAGE of 8 months								0.25%

13-month trends

	<u>Jan-15</u>	<u>Feb-15</u>	<u>Mar-15</u>	<u>Apr-15</u>	<u>May-15</u>	13-Month INCREASE (DECREASE)
3 MO T-BILL	0.03%	0.02%	0.03%	0.02%	0.02%	0.23%
6 MO T-BILL	0.08%	0.07%	0.11%	0.09%	0.08%	0.35%
1 YR T-NOTE	0.20%	0.22%	0.25%	0.23%	0.24%	0.34%
AVERAGE	0.10%	0.10%	0.13%	0.11%	0.11%	0.31%
AVERAGE of 13 months						0.20%

CURRENT PERB INTEREST RATE	0.25%
PROPOSED INCREASE/DECREASE	0.00%
PROPOSED INTEREST RATE	0.25%

	<u>1st Qtr 2015</u>	<u>2nd Qtr 2015</u>	<u>3rd Qtr 2015</u>	<u>4th Qtr 2015</u>	<u>Jan-16</u>
STIP Rate	0.14%	0.19%	0.26%	0.33%	0.42%
PERB Interest	0.25%	0.25%	0.25%	0.25%	0.25%

