

## ERB INTEREST RATE POLICY

The board will review and set the interest rates at its December board meeting. The board will set the rates for Retiree Death Refund Rates at the 10 year U.S Treasury Bond Rate in effect on the preceding June 30<sup>th</sup>, and for the Non-retiree death refund and regular refund rate at the 5 year U.S. Treasury Note Rate in effect the preceding June 30<sup>th</sup>. The board will set the rate for purchase of earned service credit as specified in NMSA 22-11-33C at the actuarial earnings assumption rate of the board then in effect. The effective date of any rate changes shall be the January 1<sup>st</sup> after the board meeting.

Nothing in this policy precludes the board from changing the interest rates at any other board meeting or for setting rates different from the above rates, as long as the board specifies an appropriate reason for any deviance from this policy.

By: \_\_\_\_\_

Bruce Malott, Chairman  
NM Educational Retirement Board

Date: December 7, 2007