

DISCOUNT RATE

Long-Term Inflation Rate	2.25%
Source: Federal Reserve, Livingston Survey and Economic Outlook	
Average Treasury Bills Less Inflation 1/1/1952 to 12/31/2014 (63 yr average)	<u>0.98%</u>
Discount Rate - Long Term	<u>3.23%</u>
Net Discount Rate - Long Term	<u>0.98%</u>
2016 Inflation Rate	1.80%
Source: Federal Reserve, Livingston Survey and Economic Outlook	
Projected T-Bill 3 month yield 2016	0.68%
Net Discount Rate - 2016	<u>-1.12%</u>
2017 Inflation Rate	2.20%
Source: Federal Reserve, Livingston Survey and Economic Outlook	
Projected T-Bill 3 month yield 2017	2.03%
Net Discount Rate - 2017	<u>-0.17%</u>