

Table 1166. Money Market Interest Rates and Mortgage Rates: 1980 to 2006

[Percent per year. Annual averages of monthly data, except as indicated]

Type	1980	1985	1990	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Federal funds, effective rate	13.35	8.10	8.10	4.21	5.83	5.30	5.46	5.35	4.97	6.24	3.88	1.67	1.13	1.35	3.22	4.97
Prime rate charged by banks	15.26	9.93	10.01	7.15	8.83	8.27	8.44	8.35	8.00	9.23	6.91	4.67	4.12	4.34	6.19	7.96
Discount rate ¹	11.77	7.69	6.98	3.60	5.21	5.02	5.00	4.92	4.62	5.73	3.40	1.17	2.12	2.34	4.19	5.96
Eurodollar deposits, 3-month	14.00	8.27	8.16	4.63	5.93	5.38	5.61	5.45	5.31	6.45	3.70	1.73	1.14	1.55	3.51	5.19
Large negotiable CDs:																
3-month, secondary market	13.02	8.04	8.15	4.63	5.92	5.39	5.62	5.47	5.33	6.46	3.71	1.73	1.15	1.57	3.51	5.16
6-month, secondary market	12.94	8.24	8.17	4.96	5.98	5.47	5.73	5.44	5.46	6.59	3.66	1.81	1.17	1.74	3.73	5.24
Taxable money market funds ²	12.68	7.71	7.82	3.75	5.48	4.95	5.10	5.04	4.64	5.89	3.67	1.29	0.64	0.82	2.66	4.51
Tax-exempt money market funds ²	(NA)	4.90	5.45	2.38	3.39	2.99	3.14	2.94	2.72	3.54	2.24	0.94	0.53	0.66	1.87	2.90
Certificates of deposit (CDs): ³																
6-month	(NA)	8.05	7.79	3.42	4.92	4.68	4.86	4.58	4.27	5.09	3.43	1.67	1.02	1.14	2.37	3.29
1-year	(NA)	8.53	7.92	4.01	5.39	4.95	5.15	4.81	4.55	5.46	3.60	1.98	1.20	1.45	2.77	3.64
2½-year	(NA)	9.32	7.96	4.58	5.69	5.14	5.40	4.93	4.73	5.64	3.97	2.74	1.77	2.21	3.18	3.75
5-year	(NA)	9.99	8.06	5.42	6.00	6.46	5.66	5.08	4.93	5.97	4.58	3.96	2.93	3.34	3.75	4.02
U.S. government securities:																
Secondary market: ⁴																
3-month Treasury bill	11.39	7.47	7.50	4.25	5.49	5.01	5.06	4.78	4.64	5.82	3.40	1.61	1.01	1.37	3.15	4.73
6-month Treasury bill	11.32	7.65	7.46	4.64	5.56	5.08	5.18	4.83	4.75	5.90	3.34	1.68	1.05	1.58	3.39	4.81
Auction average: ⁵																
3-month Treasury bill	11.51	7.48	7.51	4.29	5.51	5.02	5.07	4.81	4.66	5.85	3.45	1.62	1.02	1.38	3.16	4.73
Home mortgages:																
New-home mortgage yields ⁶	12.66	11.55	10.05	7.49	7.87	7.80	7.71	7.07	7.04	7.52	7.00	6.43	5.80	5.77	5.94	6.60
Conventional, 15 yr. fixed ³	(NA)	11.48	9.73	7.77	7.39	7.28	7.16	6.58	7.09	7.76	6.53	6.02	5.25	5.23	5.50	6.13
Conventional, 30 yr. fixed ³	(NA)	11.85	9.97	8.28	7.86	7.76	7.57	6.91	7.46	8.08	7.01	6.56	5.89	5.86	5.93	6.47

NA Not available. ¹ Rate for the Federal Reserve Bank of New York. Beginning 2003, the rate charged for discounts made and advances extended under the Federal Reserve's primary credit discount window program, which became effective January 9, 2003. The rate replaced that for adjustment credit, which was discontinued after January 8, 2003. ² 12-month return for period ending December 31. Source: iMoneyNet, Inc., Westborough, MA, *Money Market Insight*, monthly, <<http://www.imoney.net>> (copyright). ³ Annual averages. Source: Bankrate, Inc., North Palm Beach, FL, *Bank Rate Monitor*, weekly (copyright); <<http://www.bankrate.com>>. ⁴ Averages based on daily closing bid yields in secondary market, bank discount basis. ⁵ Averages computed on an issue-date basis; bank discount basis. Source: U.S. Council of Economic Advisors, *Economic Indicators*, monthly. ⁶ Effective rate (in the primary market) on conventional mortgages, reflecting fees and charges as well as contract rate and assumed, on the average, repayment at end of ten years. Source: U.S. Federal Housing Finance Board, *Rates & Terms on Conventional Home Mortgages, Annual Summary*.

Source: Except as noted, Board of Governors of the Federal Reserve System, *Statistical Supplement to the Federal Reserve Bulletin*, monthly.