

FY 2027 INTERNAL LOAN RATES

The following are the approved internal loan rates for FY 2027:

Term of Loan	Rate Description	FY 2027 Approved Rates
0 to < 5 years	Based on the overall Tier III, Short/Intermediate Investments, as defined in the Operating Fund Investment Policy	3.60%
5 to < 10 years	Based on the overall Tier III, Intermediate/Long-Term Investments, as defined in the Operating Fund Investment Policy	4.10%
10 or more years	Based on the University's external cost of capital	5.05%

The following are the approved Innovation Pilot Program internal loan rates for FY 2027:

Term of Loan	Rate Description	FY 2027 Approved Rates
0 to < 5 years	The 0 < 5 years rate for capital project internal loans, cash advances and working capital lines of credit	3.60%
5 to < 6 years	The 0 < 5 years rate for capital project internal loans, cash advances and working capital lines of credit plus 50 basis points (0.5 percent)	4.10%
6 to < 7 years	The 0 < 5 years rate for capital project internal loans, cash advances and working capital lines of credit plus 100 basis points (1 percent)	4.60%
7 years	The 0 < 5 years rate for capital project internal loans, cash advances and working capital lines of credit plus 150 basis points (1.5 percent)	5.10%