



Office of Thrift Supervision Cost of Funds



REPORT

1700 G Street, N.W., Washington, D.C. 20552
www.ots.treas.gov

Announcement Date
10/15/04

Index	Index Period	Index Rate*	Announcement Date
National Monthly Median Cost of Funds Ratio ⁸ for OTS-Regulated, SAIF-Insured Institutions	August 2004	2.11%	10/15/04
Quarterly Average Cost of Funds for OTS-Regulated, SAIF-Insured Institutions	April-June 2004	1.94%	09/15/04
Semi-annual National Average Cost of Funds for OTS-Regulated, SAIF-Insured Institutions	January-June 2004	1.98%	09/15/04

Note: The cost of funds indices are among those that federally chartered institutions may use in changing rates on adjustable-rate mortgage loans made in accordance with OTS Regulation 560.35.

National Average Cost of Funds Ratio to OTS-Regulated, SAIF-Insured Institutions

National Monthly Median Cost of Funds Ratio to OTS-Regulated, SAIF-Insured Institutions

Announcement Date	Index Period	Index Rate%
Semiannual Period		
Mar 15, 2002	Jul-Dec 2001	3.98
Sep 16, 2002	Jan-Jun 2002	3.10
Mar 14, 2003	Jul-Dec 2002	2.94
Sep 15, 2003	Jan-Jun 2003	2.43
Mar 15, 2004	Jul-Dec 2003	2.18
Sep 15, 2004	Jan-Jun 2004	1.98
Quarterly Period		
Dec 16, 2002	Jul-Sep 2002	3.01
Mar 14, 2003	Oct-Dec 2002	2.90
Jun 16, 2003	Jan-Mar 2003	2.50
Sep 15, 2003	Apr-Jun 2003	2.36
Dec 15, 2003	Jul-Sep 2003	2.22
Mar 15, 2004	Oct-Dec 2003	2.15
Jun 15, 2004	Jan-Mar 2004	2.03
Sep 15, 2004	Apr-Jun 2004	1.94

Announcement Date	Index Month	Index Rate%
June 16, 2003	April 2003	2.62
July 15, 2003	May 2003	2.57
August 15, 2003	June 2003	2.50
September 15, 2003	July 2003	2.41
October 15, 2003	August 2003	2.36
November 14, 2003	September 2003	2.32
December 15, 2003	October 2003	2.28
January 15, 2004	November 2003	2.25
February 17, 2004	December 2003	2.22
March 15, 2004	January 2004	2.22
April 15, 2004	February 2004	2.15
May 14, 2004	March 2004	2.14
June 15, 2004	April 2004	2.12
July 15, 2004	May 2004	2.08
August 16, 2004	June 2004	2.09
September 15, 2004	July 2004	2.09
October 15, 2004	August 2004	2.11

Definitions and Footnotes

*The average cost of funds ratio is defined as the sum of the period interest paid and accrued on deposits (excluding escrow deposits), FHLB advances, and other borrowings, divided by the average period balance of deposits (excluding escrow deposits), FHLB advances, and other borrowings. The median cost of funds is the midpoint value of individual institutions' cost of funds ratios, adjusted for variation in length of month all series reflect the cost of funds for OTS-Regulated, SAIF Insured Institutions. The OTS does not regulate all SAIF-Insured Institutions and non-regulated institutions are not required to file Thrift Financial Reports nor monthly Cost of Funds reports.

(1) Effective with the January 1999 index, the OTS is using a revised methodology that dampens significantly the month-to-month volatility in the index caused by the change in the number of days in the month. In addition to some other technical modifications, the new methodology assumes an average length of month of 30.4375 days, the average number of days in a month over a four-year period. The index value for January 1999 using the old methodology would have been 4.71%.

OTS-Regulated, SAIF-Insured Savings Associations
Cost of Funds / Average Savings and Borrowed Money (Annualized)

Announcement Date	JUN 2004 9/15/04	MAR 2004 6/15/04	DEC 2003 3/15/04	SEP 2003 12/15/03	JUN 2003 9/15/03	MAR 2003 6/16/03
United States	1.94	2.03	2.15	2.22	2.36	2.50
District 1: Boston	1.91	1.98	2.08	2.20	2.33	2.45
District 2: New York	2.17	2.26	2.49	2.58	2.72	2.82
District 3: Pittsburgh	1.70	1.74	1.82	1.91	2.04	2.18
District 4: Atlanta	2.04	2.13	2.23	2.36	2.58	2.69
District 5: Cincinnati	2.35	2.43	2.54	2.57	2.70	2.85
District 6: Indianapolis	2.59	2.64	2.75	2.79	2.90	3.13
District 7: Chicago	2.06	2.10	2.25	2.40	2.56	2.70
District 8: Des Moines	1.94	2.00	2.10	2.21	2.37	2.55
District 9: Dallas	1.93	1.95	2.04	2.15	2.30	2.43
District 10: Topeka	2.80	2.83	3.05	3.27	3.35	3.47
District 11: San Francisco	1.74	1.89	1.99	2.00	2.12	2.26
District 12: Seattle	2.17	2.17	2.23	2.33	2.47	2.63
Alabama	2.45	2.70	2.77	2.87	3.14	3.43
Alaska	1.08	1.10	1.14	1.25	1.54	1.52
Arizona	2.17	2.17	2.24	2.38	2.68	2.81
Arkansas	2.24	2.29	2.45	2.43	2.59	2.72
California	1.74	1.89	1.99	2.00	2.13	2.26
Colorado	1.82	1.85	1.95	2.08	2.14	2.31
Connecticut	1.90	1.48	1.55	1.58	1.76	1.95
Delaware	1.65	1.62	1.65	1.59	1.68	1.77
District of Columbia	1.92	1.98	2.08	2.12	2.57	2.74
Florida	1.95	2.06	2.19	2.30	2.45	2.60
Georgia	2.24	2.30	2.21	2.32	2.92	2.84
Guam	0.45	0.46	.60	.64	.80	.93
Hawaii	1.80	1.87	1.95	2.04	2.17	2.35
Idaho	1.94	2.00	2.08	2.15	2.23	2.34
Illinois	2.11	2.15	2.31	2.41	2.59	2.77
Indiana	2.27	2.31	2.37	2.44	2.58	2.71
Iowa	1.87	1.97	2.04	2.10	2.23	2.42
Kansas	3.19	3.24	3.52	3.64	3.75	3.90
Kentucky	2.09	2.08	2.24	2.40	2.57	2.75
Louisiana	2.29	2.31	2.43	2.55	2.69	2.84
Maine	2.06	2.09	2.15	2.31	2.46	2.60
Maryland	2.47	2.49	2.62	2.74	2.89	3.13
Massachusetts	2.00	2.09	2.21	2.35	2.46	2.55
Michigan	2.88	2.95	3.12	3.13	3.24	3.61
Minnesota	2.22	2.29	2.43	2.55	2.71	2.79
Mississippi	2.55	2.68	2.84	2.96	3.09	3.25
Missouri	1.89	1.92	2.04	2.21	2.38	2.63
Montana	1.79	1.90	2.03	2.30	2.48	2.62
Nebraska	2.66	2.68	2.89	3.18	3.24	3.34
Nevada	1.49	1.44	1.53	1.55	1.67	1.74
New Hampshire	1.33	1.33	1.37	1.45	1.55	1.69
New Jersey	2.04	2.10	2.25	2.33	2.51	2.66
New Mexico	2.09	2.19	2.27	2.40	2.55	2.59
New York	2.25	2.35	2.62	2.72	2.83	2.91
North Carolina	2.04	2.07	2.16	2.33	2.48	2.63
North Dakota	1.88	1.87	1.93	2.02	2.18	2.30
Ohio	2.45	2.54	2.65	2.67	2.78	2.93
Oklahoma	2.19	2.23	2.37	2.52	2.65	2.84
Oregon	1.40	2.94	1.80	1.95	2.09	2.22
Pennsylvania	1.72	1.80	1.91	2.08	2.20	2.34
Puerto Rico	N/A	N/A	N/A	N/A	N/A	N/A
Rhode Island	2.38	2.43	2.49	2.57	2.75	2.90
South Carolina	2.03	2.09	2.16	2.36	2.54	2.69
South Dakota	1.73	1.71	1.83	1.99	2.20	2.32
Tennessee	1.77	1.80	1.86	1.95	2.10	2.22
Texas	1.85	1.86	1.94	2.04	2.19	2.33
Utah	2.55	1.81	1.96	2.13	2.28	2.32
Vermont	2.04	2.10	2.15	2.28	2.49	2.60
Virgin Islands	N/A	N/A	N/A	N/A	N/A	N/A
Virginia	2.00	2.08	2.19	2.32	2.54	2.63
Washington	2.28	2.34	2.50	2.61	2.74	2.93
West Virginia	2.13	2.19	2.29	2.41	2.54	2.75
Wisconsin	1.99	2.02	2.14	2.39	2.53	2.62
Wyoming	1.95	2.01	2.14	2.26	2.34	2.47

Ratios are calculated using merger-adjusted data. Beginning September 1988, includes estimated data for associations acquired by purchase. Beginning with June 1996, Cost of Funds indices are reported on a consolidated basis. There were no OTS-regulated thrift institutions in Puerto Rico as of September 1998. There were no OTS-regulated institutions in the Virgin Islands as of October 2000.