

**INFLATION FACTOR**

# MSI INFLATION FACTOR

YEAR	INFLATION FACTOR
2000*	4.10%
2001	2.30%
2002	1.58%
2003	2.92%
2004	6.50%
2005	7.40%
2006	4.80%
2007	7.17%
2008	4.50%
2009**	1.90%

Projected Inflation Factor for Calendar Year 2010* Calculation					
10/31/2009		10/31/2008			
2550.2	-	2652.8	x	100	=
<hr/>		2652.8			
					-3.87%
					or
					0%

The “Projected Inflation Factor for Calendar Year 2010” was calculated using the most recent twelve month cost index data available from the Marshall and Swift/Boeckh Index, the cost index selected by the MSI Board for inflation factor calculations. If more recent data is available prior to December 31, it will be used to recalculate the inflation factor. The new factor will become effective in the computer system that generates payment notices at midnight on December 31.

**NOTES:**

\*Year 2000 through 2008 indexes based on Marshall & Swift/Boech National Residential Building Costs, discontinued in 2008

\*\* Year 2009 through 2010 indexes based on Marshall & Swift/Boech Eastern District Wood Frame Buildings Costs