

Macro Roundup Article

Headline: [US Racks Up \\$652 Billion in Debt Costs as Rates Hit 11-Year High](#)

Article Link: <https://www.bloomberg.com/news/articles/2023-07-13/us-racks-up-652-billion-in-interest-costs-as-higher-rates-bite?sref=U3dOGIDF>

Author(s)	Viktoria Dendrinou
Publication	Bloomberg
Publication Date	July 14, 2023

Tweet: The cost of servicing American government debt jumped by 25% in the first nine months of this fiscal year as the Treasury rolled into higher rate debt.

Summary: The cost of servicing US government debt jumped by 25% in the first nine months of the fiscal year, reaching \$652 billion and contributing to a major widening in the budget deficit. For the nine months through June, the federal deficit hit \$1.39 trillion, up some 170% from the same period the year before, according to Treasury Department data released on Thursday. As lower-yielding securities mature, the Treasury faces steady increases in the rates it pays on outstanding debt. The weighted average interest for total outstanding debt by the end of June was 2.76%, the highest level since February 2012, according to the Treasury. That's up from 1.80% a year before, the department's data show. Related: Net Interest Payments On External US Debt and Interest Costs Will Grow the Fastest Over the Next 30 Years

Primary Topic: Fiscal Deficits

Topics: Fiscal Deficits, Fiscal Policy, News article, Politics

Permalink: <https://www.edwardconard.com/macro-roundup/the-cost-of-servicing-american-government-debt-jumped-by-25-in-the-first-nine-months-of-this-fiscal-year-as-the-treasury-rolled-into-higher-rate-debt?view=detail>

Featured Image Link: <https://www.edwardconard.com/wp-content/uploads/2023/07/Debt.png>