DECISION MEMORANDUM

TO: **COMMISSIONER KJELLANDER**
                COMMISSIONER RAPER
                COMMISSIONER ANDERSON
                COMMISSION SECRETARY
                LEGAL
                WORKING FILE
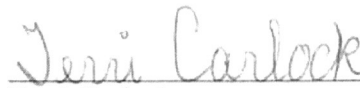
FROM: **TERRI CARLOCK**

DATE: **NOVEMBER 30, 2018**

RE: **ANNUAL DETERMINATION OF THE INTEREST RATES ON DEPOSITS COLLECTED FROM CUSTOMERS FOR THE CALENDAR YEAR 2019; CASE NO. GNR-U-18-02.**

Every year the Commission sets the interest rate to be paid on customer deposits for the next calendar year. Rule 106 of the of the Customer Relations Rules for Gas, Electric and Water Utilities provides: "the Commission will determine the twelve-month average interest rate for one-year Treasury Bills for the previous November 1 through October 31, round that rate to the nearest whole percent...". (IDAPA 31.21.01.106 and IDAPA 31.41.01.104). This average interest rate is 2.15% as shown on Attachment A. Staff recommends the rate be rounded to the nearest whole percent and set at 2% for the calendar year 2019.

COMMISSION DECISION

Should the interest rate paid on deposits collected from customers for the calendar year 2019 be set at 2%?

Terri Carlock

u/tcarloc/AnnDetIntRates11-30-2018 TC

APPENDIX
ONE-YEAR TREASURY RATES

Week Ended	Rate %	Week Ended	Rate %
11/3/2017	1.49	5/4/2018	2.24
11/10/2017	1.54	5/11/2018	2.28
11/17/2017	1.60	5/18/2018	2.32
11/24/2017	1.61	5/25/2018	2.27
12/1/2017	1.62	6/1/2018	2.28
12/8/2017	1.65	6/8/2018	2.30
12/15/2017	1.71	6/15/2018	2.35
12/22/2017	1.73	6/22/2018	2.33
12/29/2017	1.76	6/29/2018	2.33
1/5/2018	1.80	7/6/2018	2.34
1/12/2018	1.78	7/13/2018	2.37
1/19/2018	1.79	7/20/2018	2.41
1/26/2018	1.80	7/27/2018	2.43
2/2/2018	1.88	8/3/2018	2.43
2/9/2018	1.89	8/10/2018	2.42
2/16/2018	2.00	8/17/2018	2.44
2/23/2018	2.02	8/24/2018	2.44
3/2/2018	2.06	8/31/2018	2.46
3/9/2018	2.03	9/7/2018	2.53
3/16/2018	2.08	9/14/2018	2.56
3/23/2018	2.04	9/21/2018	2.58
3/29/2018	2.09	9/28/2018	2.59
4/6/2018	2.06	10/5/2018	2.64
4/13/2018	2.12	10/12/2018	2.66
4/20/2018	2.22	10/19/2018	2.67
4/27/2018	2.24	10/26/2018	2.63
		AVERAGE	2.15

Source: Federal Reserve Treasury Rates
One-Year Constant Maturities

Attachment A