

DECISION MEMORANDUM

TO: COMMISSIONER ANDERSON
COMMISSIONER CHABURN
COMMISSIONER HAMMOND
COMMISSION SECRETARY
LEGAL
WORKING FILE

FROM: JOSEPH TERRY
DAYN HARDIE

DATE: NOVEMBER 22, 2022

RE: ANNUAL DETERMINATION OF THE INTEREST RATES ON
DEPOSITS COLLECTED FROM CUSTOMERS FOR THE CALENDAR
YEAR 2023; CASE NO. GNR-U-22-05.

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 2.06% as shown on Attachment A. Staff recommends the rate be rounded to the nearest whole percent and be set at 2% for the calendar year 2023, a 1% increase from the prior year.

COMMISSION DECISION

Should the interest rate paid on deposits collected from customers for the calendar year 2022 be set at 2%?



Joseph Terry

ATTACHMENT

ONE-YEAR TREASURY RATES

Week Ended	Rate %	Week Ended	Rate %
11/5/2021	0.14	4/29/2022	2.10
11/12/2021	0.17	5/6/2022	2.08
11/19/2021	0.18	5/13/2022	2.04
11/26/2021	0.20	5/20/2022	2.07
12/3/2021	0.26	5/27/2022	2.01
12/10/2021	0.27	6/3/2022	2.18
12/17/2021	0.27	6/10/2022	2.58
12/23/2021	0.31	6/17/2022	2.86
12/31/2021	0.39	6/24/2022	2.83
1/7/2022	0.43	7/1/2022	2.79
1/14/2022	0.51	7/8/2022	2.96
1/21/2022	0.58	7/15/2022	3.12
1/28/2022	0.75	7/22/2022	3.01
2/4/2022	0.89	7/29/2022	2.98
2/11/2022	1.07	8/5/2022	3.29
2/18/2022	1.03	8/12/2022	3.26
2/25/2022	1.13	8/19/2022	3.26
3/4/2022	1.05	8/26/2022	3.36
3/11/2022	1.22	9/2/2022	3.47
3/18/2022	1.29	9/9/2022	3.67
3/25/2022	1.67	9/16/2022	3.96
4/1/2022	1.72	9/23/2022	4.15
4/8/2022	1.81	9/30/2022	4.05
4/14/2022	1.84	10/7/2022	4.24
4/22/2022	2.06	10/14/2022	4.50
4/29/2022	2.10	10/21/2022	4.58
		10/28/2022	4.55
		AVERAGE	2.06

Source: Federal Reserve Treasury Rates
One-Year Constant Maturities

<https://www.treasury.gov/resource-center/data-chart-center/interest-rates/Pages/TextView.aspx?data=yieldYear&year=2020>

ATTACHMENT A