CAO Cv INSTRUCTION 10-1

A BASIC METHOD FOR CALCULATING INTEREST ON A JUDGMENT

Step 1: Multiply $ [J] X [ I ]% = [A]

judgment amount interest rate annual amount of

 interest due

Step 2: Divide [A] by 365 = [DI] the daily interest amount

Step 3: Multiply the daily interest amount [DI] times the number of days since

the date of judgment to determine the amount of interest owed

Example: Judgment of $2000; interest rate of 6% per year; 37 days since the date the judgment was entered

1. $2000 X **.**06 = $120 annual interest

2. $120/365 = $**.**329 per day

1. $**.**329 X 37 days = $12.17 interest owed.

Each year, the legal rate of interest for an Idaho judgment is computed by the Idaho State Treasurer’s Office, Idaho Code 28-22-104.

Click on: <https://sto.idaho.gov/Banking/Legal-Rate-of-Interest> for a report.