STATE OF ILLINOIS

ILLINOIS COMMERCE COMMISSION

Illinois Commerce Commission :  
On Its Own Motion :  
Rate of interest to be paid on customer deposits pursuant to 83 Ill. Adm. Code 280.40 and 83 Ill. Adm. Code 735.120 from January 1, 2020, through December 31, 2020 : 19-1122

ORDER

By the Commission:

The Illinois Commerce Commission ("Commission") has adopted rules at 83 Ill. Adm. Code 280.40 and 83 Ill. Adm. Code 735.120 governing the rate of interest to be paid by gas, electric, water, and sewer utilities and by telecommunications carriers on deposits held by the subject entities pursuant to the provisions of the respective rules. The provisions require the Commission to calculate the interest rate each December, basing it on the average one-year yield on United States Treasury securities for the last full week in November, rounded to the nearest one-half of one percent. The rate of interest determined in that manner is to be paid on customer deposits in the following year.

It is now appropriate to calculate the interest rate to be paid on customer deposits for the period from January 1, 2020, through December 31, 2020. The Commission takes administrative notice from information provided by the Federal Reserve Board that the average one-year yield on United States Treasury securities for the last full week of November 2019 was 1.59 percent. Rounded to the nearest one-half percent, the rate would be 1.5 percent, which, under the rules cited above, shall be the applicable rate of interest to be paid on customer deposits during 2020.

The Commission, being fully advised in the premises, is of the opinion and finds that:

(1) the Commission has jurisdiction of the subject matter herein;

(2) the Commission should take administrative notice from information provided by the Federal Reserve Board that the average one-year yield on United States Treasury securities for the last full week of November 2019 was 1.59 percent;
(3) the average yield, rounded to the nearest one-half percent, would result in an interest rate of 1.5 percent to be paid on customer deposits in 2020 pursuant to 83 Ill. Adm. Code 280.40 and 83 Ill. Adm. Code 735.120.

IT IS THEREFORE ORDERED by the Illinois Commerce Commission that the rate of interest to be paid on customer deposits held by subject entities, pursuant to the provisions of 83 Ill. Adm. Code 280.40 and 83 Ill. Adm. Code 735.120, from January 1, 2020, through December 31, 2020, is determined to be 1.5 percent.

IT IS FURTHER ORDERED that the Commission takes administrative notice of information provided by the Federal Reserve Board that the average one-year yield on United States Treasury securities for the last full week of November 2019 was 1.59 percent.

IT IS FURTHER ORDERED that, subject to the provisions of Section 10-113 of the Public Utilities Act and 83 Ill. Adm. Code 200.880, this Order is final; it is not subject to the Administrative Review Law.

By Order of the Commission this 19th day of December, 2019.

(SIGNED) CARRIE ZALEWSKI

Chairman