

HOUSE RESEARCH

Bill Summary

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Subject: Interest rate on judgments

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Overview

This bill makes changes to how interest rates are computed for judgments. It strikes provisions applicable only to judgments for or against the state or a political subdivision. Finally, it provides that the interest rates in this section are not applicable to judgment or awards under section 60A.0811-which sets the interest rate at 10 percent for breach of an insurance policy.

	Current Interest Rate - Calculated Annually	Proposed Interest Rate - Calculated Biennially
Judgment ≤ \$50,000	Greater of: U.S. Treasury bill rate or 4%	4%
Judgment for/against state or political subdivision	Greater of: U.S. Treasury bill rate or 4%	(see applicable monetary threshold)
Judgment > \$50,000	10 %	U.S. Treasury bill rate + 8%