A BASIC METHOD FOR CALCULATING INTEREST ON A JUDGMENT

Step 1: Multiply \[ \text{judgment amount} \times \text{interest rate} = \text{annual amount of interest due} \]

Step 2: Divide \[ \text{annual amount of interest due} \] by 365 = \[ \text{daily interest amount} \]

Step 3: Multiply the daily interest amount \[ \text{daily interest amount} \] 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 \times \text{.06} = $120 \text{ annual interest}
2. \$120/365 = \text{$.329 per day}
3. \$\text{.329} \times 37 \text{ days} = \$12.17 \text{ 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: [http://sto.idaho.gov/Reports/LegalRateOfInterest.aspx](http://sto.idaho.gov/Reports/LegalRateOfInterest.aspx) for a report.