

April 11, 2019

To: Peter Cloutier, Business Operations Manager
Business Operations Unit
Lee County Utilities

From: Michele Crowell, General Accounting Manager
Lee County Clerk of Courts
Finance and Records Department

Subject: Security Deposit Interest Rates

We recommend that Lee County Utilities use a variable interest rate when calculating interest to pay to security deposit holders. The recommended variable rate is based upon the State Board of Administration's (SBA) monthly stated rate which closely replicates an 18-month rate.

The first six months of this fiscal year's average SBA rate is 2.5601%.

If you have any questions, please contact us at 533-2100.

Attachment

Cc: Terry Mallow, Chief Financial Control Officer
Sean Congero, CMI Manager
Richard Kolk, Fiscal Manager

STATE BOARD OF ADMINISTRATION
INTEREST RATE COMPARISON

FOR THE MONTH OF	INVESTMENT RETURN	MANUAL CALCULATION	DIFF
OCT 17	1.36%	1.3578%	-0.0022%
NOV 17	1.36%	1.3638%	0.0038%
DEC 17	1.44%	1.4403%	0.0003%
JAN 18	1.59%	1.5947%	0.0047%
FEB 18	1.79%	1.7896%	-0.0004%
MAR 18	1.79%	1.7873%	-0.0027%
APR 18	1.97%	1.9543%	-0.0157%
MAY 18	2.03%	2.0307%	0.0007%
JUN 18	2.11%	2.1127%	0.0027%
JUL 18	2.22%	2.2218%	0.0018%
AUG 18	2.19%	2.1924%	0.0024%
SEP 18	2.97%	2.9707%	0.0007%
OCT 18	2.37%	2.3705%	0.0005%
NOV 18	2.44%	2.4354%	-0.0046%
DEC 18	2.56%	2.5647%	0.0047%
JAN 19	2.67%	2.6741%	0.0041%
FEB 19	2.66%	2.6615%	0.0015%
MAR 19	2.65%	2.6544%	0.0044%

2.5601% 6-month average

FILENAME: SBA Rate

Source for SBA Investment Return:

[https://www.sbafla.com/prime/Portals/Prime/Content/Performance/20190331_PrimeRates%20\(002\).pdf?ver=2019-04-01-110611-663](https://www.sbafla.com/prime/Portals/Prime/Content/Performance/20190331_PrimeRates%20(002).pdf?ver=2019-04-01-110611-663)

Source for Manual Calculation:

Sean Congero, Cash Management & Investments Manager