

PDIP v. Banks Rate Comparison				
Year	*30-Day Treasury Rate	PDIP Rate	<i>Percentages reflect average rates for the year.</i> <i>*Banks generally use the 30-Day Treasury as a guide for setting rates.</i>	
2019	2.11%	2.18%		
2020	0.35%	0.63%		
2021	0.04%	0.02%		
2022	1.67%	1.64%		
2023	5.14%	5.12%		
Hypothetical Rate Illustration: PDIP Investment v. Bank Deposit				
Town A				
	Average Bank Balances	Annual Value of Cash Management Services Utilized	Annual Interest Earned	Economic Benefit
Bank A: Completely Liquid and Fully Collateralized Model				
Average 12-month balances	\$1,742,580.00			
Average balance required to cover services	\$760,380.00	\$7,938.00	\$0.00	
Investible balances @ 3.35%	\$982,200.00		\$32,903.70	
Total economic benefit		\$7,938.00	\$32,903.70	\$40,481.70
Town A with excess funds invested in NH PDIP				
Average 12-month balances	\$1,742,580.00			
Average balance required to cover services	\$985,000.00	\$7,938.00	\$0.00	
Investible balance utilizing NH PDIP @ 5.40%	\$757,589.00		\$40,909.00	
Total economic benefit		\$7,938.00	\$40,909.00	\$48,847.00
Town A with Fully Collateralized CD Investment at Bank A				
Average 12-month balances	\$1,742,580.00			
Average balance required to cover services	\$760,380.00	\$7,938.00	\$0.00	
30-day CD @ 5.15%	\$980,200.00		\$50,480.30	
Total economic benefit		\$7,938.00	\$50,480.30	\$58,418.30
Town B				
	Average Bank Balances	Annual Value of Cash Management Services Utilized	Annual Interest Earned	Economic Benefit
Bank B: Completely Liquid and Fully Collateralized Model				
Average 12-month balances	\$9,719,428.00			
Average balance required to cover services	\$1,617,134.00	\$19,430.00	\$0.00	
Investible balances @ 3.35%	\$8,102,294.00		\$271,426.85	
Total economic benefit		\$19,430.00	\$271,426.85	\$290,856.85
Town B with excess funds invested in NH PDIP				
Average 12-month balances	\$9,719,428.00			
Average balance required to cover services	\$1,940,561.00	\$19,430.00	\$0.00	
Investible balance utilizing NH PDIP @ 5.40%	\$7,778,867.00		\$420,058.81	
Total economic benefit		\$19,430.00	\$420,058.81	\$439,488.81
Town B with Fully Collateralized CD Investment at Bank B				
Average 12-month balances	\$9,719,428.00			
Average balance required to cover services	\$1,617,134.00	\$19,430.00	\$0.00	
30-day CD @ 5.20%	\$8,102,294.00		\$421,319.34	
Total economic benefit		\$19,430.00	\$421,319.34	\$440,749.34

NOTES: Assumptions are for illustrative purposes

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12-month average balances-municipalities do have significant balance changes throughout the year

Numbers based on no change in Fed rate during the 12 month example period