
Municipality of Cumberland Policy 11-03

Interest on Overdue Accounts

1. This Policy is entitled "Interest on Overdue Accounts Policy".

Introduction

2. The Municipal Government Act authorizes Council, by Policy, to set interest rates for overdue taxes [s.49 (1)(a), s.113(2)], and for matters where the Municipality has incurred remediation expenses, such as for dangerous or unsightly premises or land use by-law infractions, (s.507).

Terms of the Policy

3. It is the Policy of the Municipality:
4. On all overdue taxes, rates and charges, and on all debts due to the Municipality which are collectable as a lien against a property, including but not restricted to debts contemplated by s.507 of the *Municipal Government Act*, SNS 1998, c.18, interest shall be payable at a rate calculated as follows:
 - (i) Interest Rate of 15% per annum, calculated monthly on the principal amount owing.
 - (ii) In case of overdue taxes, rates, charges and other debts, where the taxes, rates, charges and other debts are not paid by the due date on the invoice, interest shall be calculated from the interest effective date on the invoice onward, at the rate determined in (i).

Clerk's Annotation For Official Policy Book

Date of Notice to Council Members
of Intent to Consider [7 days minimum]: March 2, 2011

Date of Passage of Current Policy: April 6, 2011

I certify that this INTEREST ON OVERDUE ACCOUNTS POLICY was adopted by
Council as indicated above.

Municipal Clerk

Date