

**POLICY NUMBER:** 6.40-15  
**SUBJECT:** Interest Rate to be Charged for Late Payments  
**EFFECTIVE DATE:** 01-01-2016  
**SUPERSEDES:** n/a  
**APPROVED BY:** Board of Trustees

#### **A. Purpose**

The purpose of this Policy is to establish the interest rate that will be charged by the District for late payments.

The Policy is necessary as a result of the granting of exemptions to PWD from rate making statutes, providing PWD with an exemption from Chapter 870 of the Rules of the Public Utilities Commission.

#### **B. Interest Rate**

1. For late payments made to the District, the District shall utilize the interest rate established as the maximum rate of interest by the Treasurer of the State of Maine, pursuant to 36 M.R.S. §505(4) for delinquent property taxes.
2. The rate shall be implemented effective January 1, 2016. Thereafter, it shall be changed as soon as practical by PWD when changed by the State Treasurer.
3. The District shall publish on its website either a link to the interest rate established by the State Treasurer or the actual interest rate that will be charged for late payments.