
Municipality of Cumberland Policy 00-02

Rate of Interest on Overpaid Taxes

1. This Policy is entitled "Rate of Interest on Overpaid Taxes Policy".
2. In this policy:
 - (a) Overpaid taxes means taxes that were overpaid as a result of a successful assessment appeal.
3. The amount of interest to be refunded to the appellant shall be calculated at the prescribed rate on the amount of overpaid taxes from the date payment was received to the date the refund is issued.
4. Council hereby prescribes the interest rate to be paid on overpaid taxes to be the same rate as that earned by the Municipality on Canadian dollar deposits during the relevant time. At the time of the adoption of this policy the agreement the Municipality has with its banking institution provides that the interest rate is calculated based on the monthly average credit balance using the following tiered system:

<u>Balance Tier</u>	<u>Interest Rate</u>
Less than \$1,000,000	Monthly Average Prime Rate less 2.0%
\$1,000,001 to \$5,000,000	Monthly Average Prime Rate less 1.75%
\$5,000,001 and over	Monthly Average Prime Rate less 1.72%

In the future the prescribed rate shall be the same as that provided in any arrangement or agreement the Municipality may have with its banking institution of choice from time to time.

Municipality of the County of Cumberland
Policy 00-02 Rate of Interest on Overpaid Taxes

Clerk's Annotation For Official Policy Book

Date of Notice to Council Members

of Intent to Consider [7 days minimum]: _____

Date of Passage of Current Policy: May 17, 2000

I certify that this Policy was adopted by Council as indicated above.

Municipal Clerk

May 12, 2008

Date