

## Staff Report

Council Meeting Date: August 11, 2025

Subject: FIN-2025-14 Collection Agency User Fee Amendment

Report from: David Munro, Interim Treasurer

Attachments:

#### Recommendation

Be It Resolved that Council hereby approves Report FIN-2025-14 AND approved an amendment to Schedule A – Administration Fees in our Fees and Service Charges By-law 57-2025 be amended to read:

"Interest will be charged at 2% per month after 30 days from the date the fee was incurred. Unpaid accounts will be sent to collections after 90 days and an additional 50% late fee will be added."

AND FURTHER authorize the appropriate By-law coming forward on today's agenda.

## **Background**

Current terms from our list of User Fees:

# **Schedule A - Administration Fees**

Interest will be charged at 2% per month after 30 days from the date the fee was incurred. Unpaid accounts will be sent to collections after 90 days.

### **Analysis**

For user fee invoices (e.g., Recreation), payments are often received upfront, and when invoiced, most are paid in a timely manner. Outstanding invoices that remain

unpaid after 90 days are referred to a Collection Agency. Currently, the Collection Agency charges a commission on all amounts it successfully recovers.

Staff is recommending an amendment to the Fees and Charges By-law to include the following verbiage:

Interest will be charged at 2% per month after 30 days from the date the fee was incurred. Unpaid accounts will be sent to collections after 90 days and an additional 50% late fee will be added.

This proposed change would allow the municipality to add the commission fee to the amount owing, ensuring full cost recovery.

#### **Link to Strategic/Master Plan**

6.4 Leading Financial Management

### Financial Impacts/Source of Funding/Link to Procurement Policy

Staff anticipate that this change will promote more timely payments. In cases where accounts are referred to a Collection Agency, the municipality will be positioned to recover both the outstanding balance and the associated collection costs.

Approved by: Emily Dance, Chief Administrative Officer