



AF19 – OUTSTANDING RATES COLLECTION POLICY

OBJECTIVE

The objective of this policy is to clearly set out guidelines for the collection of outstanding rates and charges, applicable legal action requirements and associated rating procedures within the Shire of Derby/West Kimberley.

POLICY

Rates Notices and Penalty Notification

A notation is to be made on each rate notice stating the rate of interest which is to be imposed on rates and service charges which are unpaid, together with the date from which the interest will apply.

All rates notices following issue of the original notice must be clearly marked “Final Notice”, “Interim Notice”, “Instalment Reminder” or “Copy of Original”.

Recovery of Outstanding Rates and Charges

1. Should any amount of rates or charges remain unpaid following the due date stated on the original notice (after close of business on the 35th day after the original notice was issued) penalty interest shall be applied and a Final Notice will be issued allowing 14 (fourteen) days for payment.
2. The Final notice must state that if any amount remains unpaid after the 14th day, the assessment will be referred to a debt collection agency appointed by the Council for collection of the outstanding amounts.
3. The Manager of Finance will approve the final list to be sent to the debt collection agency. Being that a Senior Officer of the Shire of Derby/West Kimberley is required to be consulted prior to further legal action being undertaken.
4. Final Notices are not to be issued to eligible pensioners or seniors that are entitled to receive rebates or defer rates and charges under the *Rates and Charges (Rebates and Deferments) Act 1992* as such persons have until the 30th June in the applicable financial year to make payment, without incurring any late payment penalties.
5. Any assessments with outstanding rates and charges after the due date of the Final Notice, shall be issued with a Letter of Demand by Council’s debt collection agency, the letter shall advise of impending legal action for recovery of the unpaid amounts, allowing 7 (seven) days for payment.
6. If no response is received and no alternative arrangement is entered into following the Letter of Demand, the assessment is to be processed by Council’s debt collection agency for the lodgement of a General Procedure Claim and served by a bailiff servicing the property owner’s area.
7. In accordance with Section 6.56 of the *Local Government Act 1995*, the costs associated with further legal action, inclusive of the lodgement of the General Procedure Claim, are recoverable from the property owner/s and are to be debited to the rates account, exclusive of any company search fees.
8. Property owners are required to either pay the full amount on the General Procedure Claim, inclusive of any legal charges, or enter into an alternative instalment plan as agreed between the ratepayer and Council.

Derby

☎ (08) 9191 0999 | 30 Loch Street
✉ sdwk@sdwk.wa.gov.au | PO Box 94, Derby WA 6728

Fitzroy Crossing

☎ (08) 9191 5355 | Flynn Drive
✉ sdwk@sdwk.wa.gov.au | PO Box 101, Fitzroy Crossing



Shire of Derby / West Kimberley

9. Any payments received from ratepayers whom a General Procedure Claim has been issued, must immediately be removed from any further legal action. If costs have already been incurred then the ratepayer is responsible for payment of these in addition to the outstanding rates and charges and any applicable penalties.
10. In cases where the owner of a leased or rented property on which rates and charges are outstanding cannot be located or refuses to settle rates owed, notices may be served on the lessee or tenant under the provisions of Section 6.60 of the *Local Government Act 1995*, requiring the lessee or tenant to pay to the Council the rent due under the lease/tenancy agreement as it becomes due, until the amount in arrears has been paid.
11. In cases where the owner/s cannot be located, Council's debt collection agency can be requested to carry out a skip trace on the ratepayer. The costs associated with a skip trace cannot be recovered from the ratepayer.
12. If the property owner/s has not responded to the General Procedure Claim, a Property Seizure and Sale Order (PSSO) is to be lodged within 14 (fourteen) days after the date of service of the General Procedure Claim. The PSSO is to be served by a bailiff servicing the property owner/s area.
13. If rates and service charges which are due to Council in respect of any rateable land have been unpaid for at least 3 (three) years a caveat may be registered on the title for the land, under the provisions of Section 6.64 (3) of the *Local Government Act 1995*. The approval of Council is to be obtained before this course of action is undertaken.
14. If rates and service charges in respect of any rateable land remain outstanding for at least 3 (three) years, Council may take possession of the land and either; lease the land, sell the land, transfer to the Crown, or transfer to itself under the provisions of Section 6.64 of the *Local Government Act 1995*. The approval of Council is to be obtained before this course of action is undertaken.

ADOPTION OF THIS POLICY

Relevant Legislation:	Local Government Act 1995, Part 6, Div. 6
Related Documents:	
Related Local Law:	
Related Policies:	
Last Reviewed:	27.08.2009
Next Review Date:	02.2020
Adopted:	28.02.2019

Derby

 (08) 9191 0999 | 30 Loch Street
 sdwk@sdwk.wa.gov.au | PO Box 94, Derby WA 6728

Fitzroy Crossing

 (08) 9191 5355 | Flynn Drive
 sdwk@sdwk.wa.gov.au | PO Box 101, Fitzroy Crossing