

## Mackenzie County

<b>Title</b>	<b>ACCOUNTS RECEIVABLE / UTILITY COLLECTION</b>	<b>Policy No.</b>	<b>FIN011</b>
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<b>Legislation Reference</b>	<b>Municipal Government Act, Section 208 1 (g)</b>
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### **Purpose**

To promote and encourage the timely payment of all receivable accounts, and to pursue delinquent accounts in a prudent and diligent manner.

## **POLICY STATEMENT AND GUIDELINES**

### **OBJECTIVES**

To provide policy guidance for the collection of payments for all receivable accounts including water, sewer, waste collection services, fire services, and any other fees as per the Fee Schedule Bylaw.

To impose a consistent and effective method of collection action for ratepayers who fail to pay their utility and receivable accounts.

All accounts with a balance outstanding after 30 days will be subject to a penalty of 2% per month.

### **PROCEDURE**

#### **Accounts Receivable**

On a weekly basis, receivable invoices shall be generated. The Utilities/Accounts Receivable clerk shall take every step to ensure that these billings are accurate.

The Utilities/Accounts Receivable clerk shall ensure that the invoice is as per the Fee Schedule Bylaw, and approved by designated signing officers.

All invoices generated that have 3<sup>rd</sup> party charges shall include the back up for the charges stated.

#### **Utility Accounts**

On a monthly basis, utility invoices shall be generated. The Utilities/Accounts Receivable clerk shall take every step to ensure that these billings are accurate.

All connection and disconnection notices, as provided by the field staff and/or requests from the customers, shall be reflected in the billings. Upon receipt of a disconnection notice and/or a new connection from a customer, the Utilities/Accounts Receivable clerk shall make adjustments to reflect the change in status, then prepare a statement of account for the user advising of the account balance and requesting a payment in conjunction with the monthly billing.

At the close of each month and with the reconciliation of the utility subledger, as directed by the Finance Controller (FC), the Utilities/Accounts Receivable clerk shall review the aged analysis report and identify those accounts that have a balance owing from the statement date of the invoice and proceed as follows:

**Metered Users**

Arrears period	Action
Over 30 days outstanding from invoice date	Send a past due first notice advising customer of his/hers outstanding balance.
Over 45 days outstanding from invoice date	Send a past due second notice within the first week of a month advising that if the account is not paid in full by the last date of the month (by 60 <sup>th</sup> day outstanding), all utilities may be disconnected or discontinued.
Over 60 days outstanding from invoice date	<p>Advise FC of the balance outstanding of over 60 days. Prepare and send a registered past due final notice within the first week of a month signed by FC allowing 14 calendar days to pay.</p> <p>Send a Door Tag request to the applicable Water Treatment Plant to the attention of the Utilities Officers for distribution to the affected properties.</p> <p>After 60 days outstanding, the account deposit shall be applied against the utility account for payment. A new deposit as per the Fee Schedule Bylaw shall be required prior to reconnecting once account is paid in full.</p>
Over 74 days outstanding from invoice date	<p>A list outlining all accounts with a balance outstanding over 74 days shall, along with completed Disconnection Authorization Forms for each account, be submitted to Chief Administrative Officer (CAO) and/or Designated Officer within fourth week of a month for approval to disconnect.</p> <p>Utilities/Accounts Receivable clerk shall submit the Disconnection Authorization Forms signed by CAO and/or Designated Officer to the Utilities Officer. Outstanding amounts for accounts in arrears over 104 days may be transferred to taxes at the approval of the CAO.</p>

	Utilities Officer must disconnect the utility within 24 hours of receiving the Disconnection Authorization.*
Over 365 days outstanding from invoice date	Administration may at the approval of the CAO write off unrecoverable amounts outstanding on accounts of less than \$250.00 in excess of 365 days for those accounts that cannot be transferred to taxes. A list of all accounts written off shall be presented to the Finance Committee at the first meeting following such write-offs.

\*Disconnections during winter – if Utilities Officer has reasons to believe that the disconnection may create technical difficulties, the Utilities Officer shall notify CAO and/or Designated Officer in writing within 24 hours of receiving the Disconnection Authorization.

Utility deposits may be transferable.

Utility deposits received, shall be returned to renters that have been in good standing for a period of one year, or upon cancellation of utilities by the customer.

### **Cardlock Users**

All water cards accounts with the outstanding balance past 60 (sixty) days shall be deactivated.

After 60 days outstanding, the deposit will be applied against the water card account for payment, and will require a new deposit as per the Fee Schedule Bylaw, prior to reconnecting once account is paid in full.

No card shall be reconnected until a payment in full is received.

### **Reconnections**

No reconnection or resumption of service shall be made until a payment for the full outstanding amount is made plus the applicable reconnection fee as established by the County's Water & Sewer Services Bylaw and/or Fee Schedule Bylaw.

Utilities/Accounts Receivable clerk shall complete and submit a Reconnect Authorization to the applicable Water Treatment Plant to the attention of a Utilities Officer.

### **Administrative Responsibilities**

Chief Administrative Officer or Designate shall be responsible for monitoring compliance with this policy.

	<b>Date</b>	<b>Resolution Number</b>
<b>Approved</b>	1998-10-14	98-312
<b>Amended</b>	2011-11-08	11-11-908
<b>Amended</b>	2013-01-15	13-01-032
<b>Amended</b>	2014-10-14	14-10-676
<b>Amended</b>	2015-08-11	15-08-546
<b>Amended</b>	2018-01-09	18-01-030