## Payment Plan Policy for Borough-Initiated Capital Improvement Projects

## **Purpose:**

Lemoyne Borough Council is establishing this payment plan policy in an effort to assist residents faced with a large expense for Borough-initiated capital improvement projects (i.e., curb/sidewalk replacement) by providing them with the ability to reimburse the Borough for this work in a reasonable timeframe. This policy only applies to work in public rights-of-way; it does not apply to any work on private property. Also, please note that payment plans for delinquent sewer accounts are subject to a different set of parameters.

## **Payment Arrangement Terms:**

- 1. When Code violations occur, residents are notified of the need to bring the violation into compliance.
- 2. In these situations, residents have the option of privately contracting for the work to be done or, if they so choose, may have the work done by the Borough's contractor.
- 3. Residents using the Borough's contractor who are unable to reimburse the entire cost of the improvements within 30 days will be eligible to establish a payment plan.
- 4. Payment plans must be agreed upon and signed by the resident; these arrangements cannot be made over the phone.
- 5. Municipal liens will be placed on the property of any resident entering into a payment plan with the Borough. These liens will remain in effect until the balance due is paid in full.
- 6. So long as the payment plan is not in arrears, no penalties or interest will accrue.
- 7. Should a resident default and the payment become 30 days late, interest and penalties will begin to accrue and will not cease until the loan is satisfied.
- 8. In no instance will payment plans be extended beyond a 36-month period for repayment.