

For: State and County Offices

Announcing January to June 2016 Late Payment and Prompt Payment Act Interest Rate

Approved by: Treasurer, CCC



1 Late Payment and Prompt Payment Act Interest Rate

A Purpose

This notice announces the Department of Treasury's interest rate for:

- late payment interest applicable to debts due CCC or FSA
- computing interest payments required by the Prompt Payment Act.

B Interest

The interest rate is 2.500 percent per annum.

C Action

This interest rate shall be used between January 1 and June 30, 2016, for the following:

- all debts due CCC or FSA that become delinquent, unless a statute, regulation, agreement, or contract applicable to the debt specifies a different interest rate
- first demand letters
- prompt payment interest penalties when a payment is made late.

| Disposal Date | Distribution |
|----------------------|--|
| July 1, 2016 | State Offices; State Offices relay to County Offices |