

Debtor Terms and Conditions of Credit

Provision of Credit

1. The provision of credit to the customer under this agreement is limited to liability for payment of moneys payable to the Council for the supply of services provided by the Council. Nothing in this agreement shall impose any obligation on the Council to provide credit to the customer in respect of any types of services or goods supplied by the Council not approved by the Council for the purposes of this agreement.
2. The Council reserves the right to refuse to provide credit or cease to provide credit at any time for non-payment of current amounts or to impose a credit limit which may be altered at the Council's discretion with effect from the date of notification to the customer. If payment is overdue or the Council otherwise considers the creditworthiness of the customer to be unsatisfactory, the Council may cancel or suspend the customer's entitlement to credit and/or require security for payment satisfactory to the Council.
3. The Council shall be entitled to charge to the customer's credit account any liability of the customer for payment of moneys payable for the supply of services provided by Council notwithstanding that the total indebtedness of the customer may then exceed any credit limit imposed by the Council.
4. The customer shall be liable for the payment of all indebtedness incurred by the customer pursuant to this agreement, including costs payable under this agreement, whether the services of Council are supplied to the customer, or to some other person, firm or corporate body at the customer's request and notwithstanding that the customer may have incurred all or any part of that indebtedness as agent for any other person, firm or corporate body.

Due Date for Payment

5. Where the Council provides services which are not covered by this agreement to a customer , payment is due by way of deposit on lodgment of the relevant application with Council and payment of any additional costs is due once invoiced. Where credit is extended to the customer for approved services under this agreement, payment of a deposit will not be required and all amounts due and owing to Council shall be charged to the customer by invoice. Payment of the sum invoiced is due on or before the 20th day of the month following the date of invoice.
6. If any payment is overdue for a period of 14 days or more, the Council has the discretion to:
 - a) apply interest to any amount due and unpaid from the date of payment until payment is actually made at a rate of 4% per annum over the Council's overdraft rate (adjusted quarterly); or
 - b) refer the debt to a debt collection agency or other duly authorised agent of the Council for collection.

In addition, the Council may at its discretion and without prejudice to its other remedies: c)
cancel this agreement; or

- d) suspend for such period and subject to such terms as the Council in its discretion determines any entitlement to credit given to the customer pursuant to this agreement; and/or
- e) to the extent permitted by law, refrain from supplying any further services or goods to the customer until the customer has discharged all outstanding indebtedness to the Council.

Costs

7. The customer will upon demand pay all the Council's reasonable expenses and legal costs incurred by Council (on a solicitor / agent /client basis) in the collection of all overdue moneys.

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Demand

8. Demand may be made by the Council sending a letter or invoice to the customer at the address or email address given in the attached application or the last known address of the customer. Service may be effected by personal delivery or by sending the letter or invoice by ordinary post, email, or by facsimile transmission to that address. The letter or invoice shall be deemed to be received by the customer in the case of personal delivery on the date of delivery, or in the case of postal service three days after the date of posting, or in the case of email or facsimile transmission on the date of transmission.

Invoice Dispute Procedure

9. If the customer disagrees with a tax invoice provided by Nelson City Council:
- The customer must notify Nelson City Council in writing no later than 10 business days following receipt of the invoice, setting out in reasonable detail the nature of the invoice dispute and the reasons for non-payment
 - Nelson City Council will acknowledge receipt of such invoice dispute notice and both parties' responsible managers will endeavour to promptly settle the invoice dispute by agreement
 - If, on resolution of the invoice dispute, an amount is due to Nelson City Council, the customer will pay that amount to Nelson City Council within five business of resolution of the dispute, or if a building or resource consent, as per the terms of the consent.

Where only a portion of an amount claimed in a tax invoice is the subject of an invoice dispute (disputed portion), this clause will only apply to the disputed portion and the balance of the amount payable in respect of that tax invoice must be paid by the customer to Nelson City Council no later than the due date of the invoice.

Cancellation

10. The Council shall be entitled to suspend or cancel all or any part of this agreement, in addition to its other rights and remedies, in any of the following circumstances:
- if the customer fails to meet any obligation under this agreement with the Council; or
 - if the customer is made bankrupt, dissolved, placed into liquidation, becomes insolvent, or is removed, or is likely to be removed, from the register of Companies; or
 - if a receiver is appointed in respect of the assets of the customer; or
 - if an arrangement with the customer's creditors is made or is likely to be made.

Effect of Cancellation

11. Upon the cancellation of this agreement all indebtedness of the customer to the Council hereunder shall become immediately due and payable.

Variation of Conditions

12. These terms and conditions may only be varied in writing signed by a duly authorised representative of the customer and the Council.