

HOUSE BILL 695

D3, L5

71r0487

By: **Montgomery County Delegation and Prince George's County Delegation**
Introduced and read first time: February 8, 2007
Assigned to: Judiciary

A BILL ENTITLED

1 AN ACT concerning

2 **Washington Suburban Sanitary Commission – Interest Rate on Judgments**

3 **MC/PG 108–07**

4 FOR the purpose of altering an interest rate on certain judgments for the Washington
5 Suburban Sanitary Commission; making a stylistic change; providing for the
6 application of this Act; and generally relating to interest rates on judgments of
7 the Washington Suburban Sanitary Commission.

8 BY repealing and reenacting, with amendments,
9 Article – Courts and Judicial Proceedings
10 Section 11–107
11 Annotated Code of Maryland
12 (2006 Replacement Volume)

13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
14 MARYLAND, That the Laws of Maryland read as follows:

15 **Article – Courts and Judicial Proceedings**

16 11–107.

17 (a) **(1)** Except as provided in § 11–106 of this subtitle **AND PARAGRAPH**
18 **(2) OF THIS SUBSECTION**, the legal rate of interest on a judgment shall be at the rate
19 of 10 percent [per annum] **A YEAR** on the amount of judgment.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 **(2) THE LEGAL RATE OF INTEREST ON A MONEY JUDGMENT FOR**
2 **THE WASHINGTON SUBURBAN SANITARY COMMISSION SHALL BE AT THE RATE**
3 **OF THE WEEKLY AVERAGE 2-YEAR CONSTANT MATURITY TREASURY YIELD, AS**
4 **PUBLISHED BY THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE**
5 **SYSTEM, FOR THE CALENDAR WEEK PRECEDING THE DATE OF THE ENTRY OF**
6 **JUDGMENT, COMPUTED DAILY TO THE DATE OF PAYMENT AND COMPOUNDED**
7 **ANNUALLY.**

8 (b) The legal rate of interest on a money judgment for rent of residential
9 premises shall be at the rate of 6 percent [per annum] **A YEAR** on the amount of the
10 judgment.

11 (c) The legal rate of interest on a money judgment for delinquent real or
12 personal property taxes shall be the greater of:

13 (1) The sum of the rates fixed under §§ 14-603 and 14-702 of the Tax
14 – Property Article for interest and penalties; or

15 (2) At the rate of 10 percent [per annum] **A YEAR.**

16 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be
17 construed to apply only prospectively and may not be applied or interpreted to have
18 any effect on or application to any judgment of the Washington Suburban Sanitary
19 Commission entered before the effective date of this Act.

20 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
21 October 1, 2007.