

Request for Decision

Tax Extension Agreement for Roll #240.003.289000.0000

Presented To: City Council

Presented: Wednesday, Sep 23,
2009

Report Date Monday, Aug 24, 2009

Type: By-Laws

By-Law: 2009-242F

Recommendation

That the appropriate by-law be enacted.

Background

Joanne Bradshaw has requested a tax extension agreement with respect to the property located at 6 Lauren Street, Wahnapiatae, ON. A tax extension agreement is a standard agreement. This agreement provides that if the owner fails to honour the provisions of the agreement, the agreement shall become null and void and the owner shall be placed in the position that he/she was in prior to the entering into of the agreement, which may include the sale of the property by public tender.

A tax arrears certificate was registered against these lands on July 2, 2009 and the owner has one year from that date to redeem the property by paying all outstanding taxes, penalty, interest charges and costs in full in one lump sum.

However, Section 378 (1) of the Municipal Act, allows a municipality to enter into a tax extension agreement with the owner of the property providing an extension of time for payment of the arrears by way of a down payment and monthly payments.

The owner is agreeable to making payment of the arrears on the following schedule. It is recommended that a standard form tax extension agreement be authorized.

Signed By

Report Prepared By

Tony Derro
Manager of Taxation
Digitally Signed Aug 26, 09

Recommended by the Department

Lorella Hayes
Chief Financial Officer/City Treasurer
Digitally Signed Sep 17, 09

Recommended by the C.A.O.

Doug Nadorozny
Chief Administrative Officer
Digitally Signed Sep 17, 09

CALCULATION OF PAYMENTS REQUIRED UNDER TAX EXTENSION AGREEMENT

TS FILE NO. **09-74**

AMOUNT

(1) Outstanding taxes, penalty and interest charges on Tax Arrears Certificate	\$4,424.25
(2) Additional taxes levied subsequent to tax sale proceedings:	
2010	\$2,048.00
2009	\$2,042.37
2006	\$73.00
(3) Estimated additional penalty and interest charges subsequent to tax sale proceedings	\$812.60
(4) Administration Charges-Estimated	<u>\$1,940.00</u>
TOTAL ESTIMATED AMOUNT TO BE PAID UNDER TAX EXTENSION AGREEMENT	\$11,340.22

TO BE PAID AS FOLLOWS:

(1) Downpayment on signing	\$3,600.00
(2) 15 Payments of \$500.00 from September 1, 2009 to November 1, 2010	\$7,500.00
(3) 1 Final payment of \$240.22 on December 1, 2011	<u>\$240.22</u>
Total Payments	\$11,340.22