

# BYLAW 006:2017

of the Town of Irricana  
in the Province of Alberta

## BEING A BYLAW OF THE TOWN OF IRRICANA IN THE PROVINCE OF ALBERTA TO ESTABLISH TAX PENALTIES FOR LATE PAYMENT OF PROPERTY TAXES.

**WHEREAS**, Section 344(1), Municipal Government Act, R.S.A. 2000, and amendments thereto states a Council may by bylaw impose penalties in the year in which a tax is imposed if the tax remains unpaid after the date shown on the tax notice; and

**WHEREAS** Section 345(1) of the Municipal Government Act, R.S.A. 2000 and amendments thereto states a Council may by bylaw impose penalties in any year following the year in which a tax is imposed if the tax remains unpaid after December 31 of the year in which it is imposed, and

**WHEREAS**, the Council of the Town of Irricana deems it necessary and desirable to levy such penalties,

**NOW THEREFORE**, the Council of the Town of Irricana, in the Province of Alberta, enacts as follows:

### PART I - Current Tax Year

1.1 On July 1 of the current tax year or 30 days after notice, whichever is the latter, a penalty equal to six percent (6%) of the outstanding current tax levy will be applied and added to the outstanding amount.

Example: Penalty Fee Formula (assuming property tax is \$2,500.00:  $\$2,500 \times 6\% = \mathbf{\$150}$

Current outstanding amount:  $\$2,500 + \$150 = \mathbf{\$2,650.00}$

1.2 On August 1 of the current tax year or 60 days after notice, whichever is the latter, a penalty equal to an additional six percent (6%) of the outstanding current tax levy will be added to the outstanding amount.

Example: Penalty Fee Formula: July Penalty + August penalty = Total Penalty

July Penalty ( $\$2,500 \times 6\%$ ) = \$150

August Penalty ( $\$2,500 \times 6\%$ ) = \$150

**Total Penalty = \$300**

Current outstanding amount:  $\$2,500 + \$150 + \$150 = \mathbf{\$2,800.00}$

1.3 On September 1 of the current tax year or 90 days after notice, whichever is the latter, a penalty equal to an additional six percent (6%) of the outstanding current tax levy will be added to the outstanding amount.

Example: Penalty Fee Formula: Penalties (July + August + September) = Total Penalty

July Penalty ( $\$2,500 \times 6\%$ ) = \$150

August Penalty ( $\$2,500 \times 6\%$ ) = \$150

September Penalty ( $\$2,500 \times 6\%$ ) = \$150

**Total Penalty = \$450**

Current outstanding amount:  $\$2,500 + \$150 + \$150 + \$150 = \mathbf{\$2,950.00}$

### PART II - Tax Arrears

2.1 All taxes remaining unpaid after December 31 of the year in which they are imposed shall have added a penalty on the first day of every month of one percent (1%) of the then unpaid taxes, so long as the taxes or any portion thereof remain unpaid.

Example: Penalty Formula (using \$2500 as an example Property Tax)

Month	Current Year			1st Year Tax Arrears				Subsequent Years Tax Arrears			
	Property Tax	Penalty	Current Outstanding	Outstanding Tax	1% Penalty	Arrears Outstanding	Total Outstanding	Outstanding Tax	1% Penalty	Arrears Outstanding	Total Outstanding
January	N/A	N/A	N/A	\$2,950.00	\$29.50	\$2,979.50	\$2,979.50	\$6,274.13	\$62.74	\$6,336.88	\$6,336.88
February	N/A	N/A	N/A	\$2,979.50	\$29.80	\$3,009.30	\$3,009.30	\$6,336.88	\$63.37	\$6,400.24	\$6,400.24
March	N/A	N/A	N/A	\$3,009.30	\$30.09	\$3,039.39	\$3,039.39	\$6,400.24	\$64.00	\$6,464.25	\$6,464.25
April	N/A	N/A	N/A	\$3,039.39	\$30.39	\$3,069.78	\$3,069.78	\$6,464.25	\$64.64	\$6,528.89	\$6,528.89
May	N/A	N/A	N/A	\$3,069.78	\$30.70	\$3,100.48	\$3,100.48	\$6,528.89	\$65.29	\$6,594.18	\$6,594.18
June	\$2,500.00	N/A	\$2,500.00	\$3,100.48	\$31.00	\$3,131.48	\$5,631.48	\$6,594.18	\$65.94	\$6,660.12	\$9,160.12
July	\$2,500.00	\$150.00	\$2,650.00	\$3,131.48	\$31.31	\$3,162.80	\$5,812.80	\$6,660.12	\$66.60	\$6,726.72	\$9,376.72
August	\$2,500.00	\$300.00	\$2,800.00	\$3,162.80	\$31.63	\$3,194.43	\$5,994.43	\$6,726.72	\$67.27	\$6,793.99	\$9,593.99
September	\$2,500.00	\$450.00	\$2,950.00	\$3,194.43	\$31.94	\$3,226.37	\$6,176.37	\$6,793.99	\$67.94	\$6,861.93	\$9,811.93
October	\$2,500.00	\$450.00	\$2,950.00	\$3,226.37	\$32.26	\$3,258.64	\$6,208.64	\$6,861.93	\$68.62	\$6,930.55	\$9,880.55
November	\$2,500.00	\$450.00	\$2,950.00	\$3,258.64	\$32.59	\$3,291.22	\$6,241.22	\$6,930.55	\$69.31	\$6,999.85	\$9,949.85
December	\$2,500.00	\$450.00	\$2,950.00	\$3,291.22	\$32.91	\$3,324.13	\$6,274.13	\$6,999.85	\$70.00	\$7,069.85	\$10,019.85

Note Penalty formula for multi year in arrears:

(Current Year Property Tax) + (1<sup>st</sup> or Subsequent years June Outstanding Arrears) = Total Outstanding as of June

Current year will be included in the total outstanding balance. (Motion 165:17, Apr 24/17)

- 2.2 Late payment penalties shall be added to and form part of the unpaid taxes in the following order: arrears penalties, arrears, current penalties and current taxes

**Part III – Repeal**

- 3.1 Bylaw 7:99 and 8:2012 is hereby repealed.

**Part IV – Effective Date**

AND FURTHER THAT this bylaw comes into full force and effect at the date of signing.

**READ A FIRST TIME this 3rd day of April A.D. 2017.**

**READ A SECOND TIME this 3rd day of April A.D. 2017.**

**READ A THIRD AND FINAL TIME this 24<sup>th</sup> day of April A.D. 2017.**

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**MAYOR- Dennis Tracz**

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**CHIEF ADMINISTRATIVE OFFICER – Fabian A G Joseph**