

## FY 2012 Tax Sale

Criteria for the 2012 tax sale process.

1. All properties owing more than \$50,000 in taxes
2. All properties owned by corporations, businesses, or LLC's owing more than \$20,000.

This equates to approximately 30 properties and \$1.9 million.

Following is a schedule of budget vs. actual for Prior Years Levy and Interest on Delinquent for FY 2012 and FY2013.

	<u>FY12</u>	<u>FY13</u>	<u>TOTAL</u>
<b>Budget</b>			
Prior Tax Levy	\$1,800,000	\$1,857,600	\$3,657,600
Interest on Delinquent	<u>925,000</u>	<u>945,600</u>	<u>1,870,600</u>
Total Prior	\$2,725,000	\$2,803,200	\$5,528,200
<b>Actual</b>			
Prior Tax Levy	\$2,176,889	\$1,913,448	\$4,090,337
Interest on Delinquent	<u>1,235,112</u>	<u>1,389,646</u>	<u>2,624,758</u>
Total Interest	\$3,412,001	\$3,303,094	\$6,715,095
<b>Difference</b> fav/(unfav)			
Prior Tax Levy	\$376,889	\$55,848	\$432,737
Interest on Delinquent	<u>310,112</u>	<u>444,046</u>	<u>754,158</u>
Total Prior and Interest	\$687,001	\$499,894	\$1,186,895

Notification of the Tax Sale was sent in March 2012 (FY2012). The Tax Auction was conducted July 2012 (FY13).

Approximately 28 properties owing \$1.7m were subject to the tax sale process, however only 1 property went to auction. That property was recovered by the owner during the redemption period. No property was lost.

The tax sale process could have generated \$1.7m over the two fiscal years, however there is no way to identify taxpayers who became current as a result of the tax sale process, and taxpayers who became current as part of the normal cycle, because as detailed above, the total budget variance for the tax sale period was only approximately \$1.2m.