

# **Tax Incentives and Penalties**

## **TOWN OF CUT KNIFE**

### **BYLAW NO 04-2023**

#### **A BYLAW TO ESTABLISH PROPERTY TAX INCENTIVES AND PENALTIES**

The Council of the Town of Cut Knife in the Province of Saskatchewan enacts  
as follows:

1. Due Date

Property and other taxes imposed by the Town of Cut Knife are deemed to be imposed on the first day of January in each year and shall be due on September 30.

2. Penalty on Arrears of Taxes

- a) Taxes which remain unpaid after the 31<sup>st</sup> day of December of the year in which they are levied shall be subject to a penalty.
- b) The method of calculating the penalty shall be a simple rate of 1.5 % per month, added on the first day of each month applied to the total taxes, excluding any penalties previously added during the current year, that remain unpaid at the end of the month preceding the month in which the penalty is being applied.
- c) The penalty charges are to be added to and shall form part of the tax roll.

3. Penalty on Current Taxes

- a) Where current taxes remain unpaid after the due date noted in Section 1 of this Bylaw, there shall be added thereto a penalty, calculated at the rate of 1.5 % of the unpaid tax as at the first day of each month in which the penalty is being applied.
- b) The penalty charges are to be added on the first day of each month in which there are unpaid taxes.
- c) The penalty charges are to be added to and form part of the tax roll.

4. Incentive Program – Prompt payment

- a) Discounts shall be allowed from the time the notice of the levy is sent until August 31, to encourage prompt payment of the current year's taxes on property.
- b) Payments of current taxes received:
  - i) from the time the notice of the levy is sent until the end of July 31 shall be eligible for a discount of 5 % of the amount paid;
  - ii) during the month of August shall be eligible for a discount of 2.5 % of the amount paid.

5. Incentive Program – Prepayments
  - a) From January 1 until June 30, discounts shall be allowed with respect to the prepayment of the current year's taxes on property;
  - b) The rate of discount relative to prepayment of taxes shall be 5%.
6. Education Property Taxes

Sections 4 and 5 do not apply to property taxes levied on behalf of a school division.
7. Repeal Previous Incentive and/or Penalty Programs

Bylaw 139-2004 is hereby repealed.
8. Coming Into Force

This Bylaw shall come into force on the third day of reading.

Read a first time this	12 <sup>th</sup> day of June, 2023
Read a second time this	12 <sup>th</sup> day of June, 2023
Read a third time this	12 <sup>th</sup> day of June, 2023



  
Mayor Gwenn Kaye

  
Administrator Deborah Schaefer