

THE CITY OF WINNIPEG

TAX SALE PENALTY BY-LAW
NO. 8157/2002

**A By-law of THE CITY OF WINNIPEG to
establish penalties to be added to the amount
required to redeem real property sold for
unpaid taxes.**

THE CITY OF WINNIPEG, in Council assembled, enacts as follows:

1. This By-law shall be referred to as the **"Tax Sale Penalty By-law"**.
2. Where real property has been sold for unpaid taxes, the following penalties shall be added to the unpaid taxes owing on the property:
 - (a) a penalty equivalent to 10% of the amount for which the property was sold at tax sale shall be added on the date of tax sale; and
 - (b) a penalty equivalent to the product of the rate of interest established under section 3 and the amount for which the property was sold at tax sale, shall be added on each monthly anniversary of the date of tax sale.
3.
 - (1) In this section, "prime rate" means the City's bank's prime rate of borrowing.
 - (2) The rate of interest to be paid as a penalty shall be calculated as:
$$\frac{\text{Prime rate} + 6\%}{12}$$
 taken to the nearest .05%
 - (3) The rate of interest to be paid as a penalty shall be established initially as of December 31st, 1991 and shall be recalculated thereafter as of the last day of any month if prime rate has cumulatively increased or decreased by 1% or more from the date that the rate of interest was previously established. Where a recalculation occurs, the new rate of interest becomes effective on the next following monthly anniversary date of the tax sale."

4. By-law No. 5799/91 is repealed.
5. This by-law comes into force on January 1, 2003.

DONE AND PASSED in Council assembled, this 11th day of December, 2002.