



## MUNICIPALITY OF THE COUNTY OF PICTOU TAX DEFERRAL BY-LAW

### SHORT TITLE

1. This Bylaw shall be known as the "Tax Deferral By-Law".

### INTERPRETATION

2. In this By-law,
  - (1) Family includes persons related by blood or marriage, common law spouses, registered domestic partners and persons related through adoption;
  - (2) "income" includes wages, salaries, emoluments, gratuities and honorariums arising from employment; fees, earnings and profits from any profession, trade, business or calling after deducting the expenses of earning the same; interest and dividends received directly or indirectly from shares, stocks, bonds, debentures, deposits, mortgages, agreements for sale, estates, loans and other investments; pensions, annuities, retiring allowance, compensation and similar income from any person, business, estate, insurance or other company, government or government agency wherever earned.
    - i) all world net income for deemed residents and for non-residents working outside of Canada; and
    - ii) any owner withdrawals from a self-employed applicant;but does not include:
    - iii) an allowance paid pursuant to the War Veteran's Allowance Act (Canada);
    - iv) a child tax benefit;
    - v) a GST or HST rebate;
    - vi) an oil rebate;

- vii) a pension paid to arm forces personnel pursuant to the Pensions Act (Canada).
- (3) “deferral” means any portion of the local improvement charges or trunk sewer charges levied against a property, payment of which is deferred pursuant to this By-law;
- (4) “owner” means a registered title-holder named on the property deed at the Nova Scotia Registry of Deeds, and includes
- i) a part owner, joint owner, tenant in common or joint tenant of the property;
  - ii) In the case of the absence or incapacity of the person having title to the property, a trustee, an executor, a guardian, an agent, an heir, or next of kin; or
  - iii) a person with a life interest in the property;
- but shall not include
- iv) a trustee in bankruptcy;
  - v) a person having the care or control of the property through adverse possession; or
  - vi) a corporation (other than a registered Canadian Charity)
- (5) “residential property” shall be the building in which the owner or owners reside and that portion of land assessed as residential or resource with a dwelling under the Assessment Act of Nova Scotia (1989), provided that in the case of property assessed under two or more assessment categories, any partial property tax exemption shall not be calculated on the residential assessment or resource with dwelling portion only, and property or land assessed as commercial, farmland, resource, forest, residential farmland, or residential forest shall not be deemed to be residential property.
- (6) Taxes has the same meaning as in the Municipal Government Act, and to the extent permitted by law, includes all rates, charges, or taxes of the Municipality of the County of Pictou prescribed by Statute as a lien on real property, except that for the purposes of this bylaw, taxes means the amount of tax payable after an application of any low income tax exemptions has been applied.

## DEFERRAL

3. A person may apply in writing to the Treasurer of the Municipality for the postponement of the payment of the taxes rated by the Municipality upon residential property within the Municipality for the year in which the application is made and such postponement shall be allowed if the person meets the following criteria;
  - (1) the person is the owner of the property and uses it for his or her own principle residence; and
  - (2) the person's gross income for the proceeding calendar year does not exceed the income threshold of \$30,000
  - (3) the property for which the deferral is applied meets all minimum health and safety laws, regulations and bylaws of the Municipality of the County of Pictou.
4. If the applicant is a legally recognized trustee, guardian or executor who is not the beneficial owner but is making application on behalf of the resident(s), the applicant shall submit proof of their status and proof of income of the beneficiary pursuant to Section 6.
5. Application for a property tax deferral can be made in any of the following manner:
  - (1) Property tax deferral in relation to local improvement charges or trunk sewer charges established pursuant to the Sewer Charges Bylaw.
6. A deferral for property taxes shall only be granted on a residential property, or the portion of the property deemed residential or residential resource by the Provincial Assessment Office and occupied by the homeowner as a principle residence, excluding property taxes assessed as commercial or business occupancy, or strictly resource with no dwelling occupied by the homeowner, a second home, or a cottage, or a mobile home which is on land not owned by the applicant.
7. The total cumulative value of all taxes and local improvement charges deferred under this by-law shall not exceed 75% of the assessed property value as determined by the Property Services Valuation Corporation. Should the deferred taxes reach 75% of the assessed property value, payment is required, either in full of the deferred portion or through an active payment plan.

## **REPAYMENT**

8. Taxes deferred pursuant to Section 5 shall be repaid to the Municipality in full upon the conveyance of the property or upon the death of the person granted the deferral provided that the deferral may continue if the property is conveyed to the widow or widower of the deceased person and the widow or widower meets the criteria set forth in section 3.
9. Taxes deferred pursuant to Section 5 may be repaid in full or in part at any time without loss of eligibility for future application to the by-law.
10. The postponement shall terminate and all taxes postponed during the current and any preceding years and interest thereon shall immediately become payable when an applicant's income exceeds the maximum amount stipulated in period
11. A person whose taxes have been postponed shall not be deemed to cease occupancy of the property solely by moving into a hospital or nursing care facility, unless that person has not slept at the property for a period of two (2) years.

## **INTEREST**

12. Interest shall be charged on deferrals at the rate set by Council. Local improvement (Capital) charges and sewer charges that are otherwise subject to interest are not subject to additional interest under this By-law.

## **APPLICATION FORM**

13. An application to the Treasurer shall contain proof to the satisfaction of the Treasurer that the application has met the conditions required to be granted a deferral.
14. The applicant and spouse shall be required to submit required income tax returns, forms and documents including any relevant corporate or business information.
15. Subject to subsection 16, if an applicant does not re-apply for a deferral pursuant to this By-Law or for a residential property tax exemption within the year following the fiscal year in which the last application for a tax deferral or tax exemption was made, all amounts to taxes previously deferred shall become payable and collectable in accordance with the Municipality's official collection policy without deferral.
16. Amounts deferred can remain deferred although applicants no longer qualify for the program due to changes in circumstances if they have an active mutually agreeable payment plan with the Municipality in respect of the deferred amount

on which payments remain current, until payment of the deferred amount has been made in full.

17. All applicants to the Property Tax Deferral Program and the Deferral of Local Improvement Charges Program are required to make an annual application.

## **DEFERRAL OF LOCAL IMPROVEMENT CHARGES**

18. This by-law applies to deferrals of real property tax and Local Improvement Charges and Trunk Sewer Charges. Deferrals will not be applied retro-actively on property taxes, local improvement charges or trunk sewer charges. Notwithstanding this by-law, any past due amounts are payable in full.
19. Notwithstanding any other provision of this bylaw, no postponement is conferred from obligations to avoid or remedy unsightly or dangerous premises or to avoid or remedy any other infractions against a statute, regulation or bylaw, and any charges imposed upon a property arising from enforcement of such provisions shall not be subject to postponement pursuant to this bylaw.

**THIS IS TO CERTIFY** that the foregoing is a true copy of a by-law duly adopted by the Municipal Council for the Municipality of the county of Pictou at a duly called meeting of the Council held on the 4<sup>th</sup> day of July, 2011-07-07

**GIVEN** under the hands of the Municipal Clerk and under the corporate seal of the Municipality this 7<sup>th</sup> day of July, 2011.

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BRIAN CULLEN, MUNICIPAL CLERK

<u>Advertising:</u>	<u>1<sup>st</sup> Reading</u>	<u>2<sup>nd</sup> Reading</u>
The News	06/15/11	07/13/11
Pictou Advocate	06/15/11	07/13/11