

## TOWN OF MUNDARE

### Policy 12.17

#### Tax Incentive Policy

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**Date Adopted/revised:** October 20, 2020

#### Statement

To encourage development of residential housing and/or commercial/industrial businesses by providing a short term municipal property tax exemption.

#### Qualification

1. To qualify for a tax incentive, the development must be:
  - (a) New construction or:
  - (b) An addition to an existing building that increases the assessment by \$100,000.
2. The construction of accessory buildings or regular maintenance and repairs do not qualify for a tax incentive.
3. Administration will determine who qualifies for the tax exemption.
4. A property owner can appeal to council if there is a disagreement with regards to a development's qualification.

#### Exemptions

5. Exemptions only apply to the municipal taxes. Property owners will still have to pay any taxes related to requisitions and local improvements.
6. Exemptions must be approved by council every year.
7. The tax exemption rates are as follows:
  - during construction-100%
  - for three years after completion of construction-100%
8. For additions to an existing building, the tax exemption will only apply to the taxes that are related to the addition.
9. Administration is authorized to determine when the construction period ends and the three year exemption period starts.