

2020 Designated Industrial Property Requisition Tax Rate Quick Facts

Highlights - 2020 Designated Industrial Property Tax Requisition

In 2020, the province is requisitioning \$13 million in Designated Industrial (DI) property taxes from DI property owners, through a separate tax rate applied to every DI Property owner's municipal tax notice.

How is the Designated Industrial property tax rate/requisition determined?

The DI property uniform tax rate is determined by the total cost incurred by the Provincial Assessor's office to prepare the assessment divided by the total provincial DI property assessment (including Linear Property).

The 2020 DI property uniform tax rate is \$0.0760 per \$1,000 of DI property assessment.

This uniform tax rate is applied as a separate line item to each DI Property owner's tax notice by each municipality.

Example: $((25,000,000 \times 0.0760)/1,000) = \$1,900.00$

Payment of DI Property Requisition by Municipalities

Municipalities collect DI property taxes from DI property owners, (including Linear Property), to pay the requisitions. Municipalities are required to remit payment of the requisition to the provincial assessor, thirty (30) days after the due date for municipal taxes. This includes amounts resulting from amendments/revisions or supplementary assessments.

How are over/underpayments handled?

If DI property assessments change as a result of amendments or revisions to DI property assessments and this results in an over or underpayment scenario, an adjustment will be made to the following year's requisition payable by the municipality. The uniform rate set by the Minister must be the rate applied to each property owners tax notice.

How is Machinery & Equipment exempt from taxation handled?

Only taxable DI property is subject to the DI requisition. If machinery and equipment has been exempted from taxation by a municipality under Section 364(1.1) of the Municipal Government Act it is not subject to the DI Property Requisition Tax Rate.

Does the DI requisition apply to Grant in Place of taxes (GIPOT) Properties?

GIPOT properties are not subject to the DI requisition tax rate.

How are uncollectable requisitions being handled such as bankruptcies or receiverships?

The PERC/DIRC Guidelines outlines the procedures related to un-collectables and can be found at the link below:

<https://open.alberta.ca/publications/property-tax-credit-guidelines-perc-dirc>

Small Balance Requisitions

If the 2020 total requisition payable by a municipality is less than \$1000.00, the DI tax rate must still be applied to the DI property owner's tax notice, but there will be no requirement to remit it to the province.

Where to send payments?

Payment should be made payable to:
The Government of Alberta

Mailed to:
The Provincial Assessors Office
Attention: Ken Anderson
Manager, Finance & Administration
Assessment Services Branch
15th Floor Commerce Place
10155-102 Street
Edmonton, AB T5J-4L4