

## INTEREST SAMPLE CALCULATION

**Sample Property for Sale:**

Appraised Value	=	\$100,000
Assessment Rate	=	4%
Millage	=	.250
<b>Taxes for 2017</b>	=	<b>\$1,000</b>
Late Payment Penalty	=	\$150
Levy Fees	=	\$130
<b>Taxes for 2018</b>	=	<u><b>\$1,150</b></u>
FLC Bid		\$2,430

**Example 1:** If Bidder #1 bids \$10,000 for this property, his potential interest earnings are as follows:

<u>Property Redeemed During</u>	<u>Interest</u>
1 <sup>st</sup> quarter (3%)	\$300
2 <sup>nd</sup> quarter (6%)	\$600
3 <sup>rd</sup> quarter (9%)	\$900
4 <sup>th</sup> quarter (12%)	\$1,200

**Example 2:** If Bidder #2 bids \$50,000 for this property, his potential interest earnings are as follows:

<u>Property Redeemed During</u>	<u>Interest</u>
1 <sup>st</sup> quarter (3%)	\$1,500
2 <sup>nd</sup> quarter (cap)	\$2,430
3 <sup>rd</sup> quarter (cap)	\$2,430
4 <sup>th</sup> quarter (cap)	\$2,430

**Note:** The bid offered on behalf of the FLC was \$2,465, therefore at the beginning of the second quarter the bidder's interest was capped at \$2,465. Also, these rates are not cumulative. Each quarter line is the total interest earned dependent on when the property is redeemed.