

INTEREST SAMPLE CALCULATIONS

Sample Property for Sale:

Appraised Value	=	\$100,000
Assessment Rate	=	4%
Millage	=	.250
Taxes for 2020	=	\$1,000
Late Payment Penalty	=	\$150
Levy Fees	=	\$130
Taxes for 2021	=	<u>\$1,150</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 st quarter (3%)	\$300
2 nd quarter (6%)	\$600
3 rd quarter (9%)	\$900
4 th 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 st quarter (3%)	\$1,500
2 nd quarter (cap)	\$2,430
3 rd quarter (cap)	\$2,430
4 th quarter (cap)	\$2,430

Notes: The bid offered on behalf of the FLC was \$2,430, therefore at the beginning of the second quarter the bidder's interest was capped at \$2,430. Also, these rates are not cumulative. Each quarter line is the total interest earned dependent on when the property is redeemed.