

## News Release Nampa & Meridian Irrigation District

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## Local Properties Risk Pennies-on-the-Dollar Auction Sale Due To Four Years of Unpaid Irrigation District Taxes

For Immediate Release Nampa, Idaho – Aug. 18, 2015 For Media Information Contact: Daren Coon - (208) 466-7861

Failure to pay their irrigation taxes for the past several years may prove extremely costly to six Treasure Valley property owners whose properties are set to be sold at auction August 25 by the Nampa & Meridian Irrigation District for just pennies on the dollar of their assessed value, District officials announced today.

In one example, a Boise residence with an assessed value of \$215,500 could be sold for \$449.30 in unpaid taxes, approximately 2-tenths of 1 percent (0.002%) of its assessed value. Four of the six Ada County properties have a total assessed value of \$691,100 according to Ada County tax assessor records. The four properties have a combined tax bill due of \$1,460.91 which represents just 2-tenths of 1 percent (0.002%) of their total assessed value.

The remaining two properties are common areas in residential subdivisions and have no assessed value, although their property owners still owe a total of \$1,784.31 in irrigation district taxes.

The tax deed auction comes because the owners have failed to pay their irrigation taxes for the years 2011 through 2014. The properties include residences, vacant building lots and common areas in residential subdivisions. There are 4 properties in Boise and 2 in Meridian.

The tax deed sale, mandated under Idaho law, sets the minimum bid for each property at the amount of taxes owed plus expenses related to the delinquency. However, the property owners can avoid their property being sold by paying the taxes due prior to the opening of the bids, according to Daren Coon, NMID Secretary/Treasurer. Most property owners do pay with just a few properties actually being sold over the past several years, Coon said.

Local residents can find out if they have unpaid NMID irrigation taxes by visiting the District website at <a href="mailto:nmid.org">nmid.org</a>. They can also check with the District office at 466-7861

"These extreme cases represent just a tiny fraction of the more than 37,000 patrons in our District. But the failure to pay the annual assessments has put the properties in jeopardy. We go to great lengths to try to avoid these types of tax deed sale situations but it's out of our hands. Idaho law is very specific about what steps the District is required to take to recover the tax money owed on the property," according to Coon.

A certified letter warning of the pending tax deed action was mailed in June to the property owners in addition to several other written notices. Legal notices listing the properties were also published in the two local daily newspapers.

Although it is not required, NMID officials typically take an extra step by trying to find and personally notify the property owners by a final hand delivered notice.

The problem arises in some instances because the property owner information is not changed with NMID when the property is sold. That means the annual tax assessment notice goes to the previous owners. In other cases property owners mistakenly believe they do not need to pay the annual NMID assessment because they do not receive or use irrigation water, Coon added.

"Idaho law specifies that all property owners in the district are to help pay the costs of maintaining the irrigation system, whether they use water or not. Also, some property owners wrongly believe the irrigation tax payment is part of their escrow tax payment being made by the mortgage company" Coon said.

The taxes are used to pay for operation and maintenance of the canals, laterals, drains and dams that make up the District's water delivery system. Levies also are assessed against individual subdivision parcels using pressurized irrigation systems in subdivisions around the valley.

NMID delivers irrigation water to 69,000 acres of farm, residential and commercial land in the Treasure Valley including pressurized irrigation to more than 15,000 residential and commercial lots including 379 residential subdivisions. For information about the District call 466-7861. Information is also available on its Internet website: <a href="www.nmid.org">www.nmid.org</a>.

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