

Des Moines County Treasurer's Office

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NOTICE TO TAX SALE PURCHASERS OF THE TERMS AND CONDITIONS GOVERNING THE ANNUAL TAX SALE OF JUNE 17, 2024 AND ADJOURNMENTS OR ASSIGNMENTS THEREOF

The 2024 annual Tax Sale will be held by the Des Moines County Treasurer on Monday, June 17, 2024, in the Supervisors' Board Room on the second floor of the Des Moines County Courthouse, 513 N. Main St., Burlington, Iowa beginning at 9:00 a.m. Bidders will place their bids online. The auction site can be accessed by going to www.iowataxauction.com. Adjourned tax sales are held on the 3rd Monday in August, October, December, February, and April at 10:00 a.m. in the Treasurer's office if there are bidders present and there are parcels still available for sale.

The following information is provided to assist in the purchase of delinquent taxes during the tax sale.

1. To be eligible to bid at the Des Moines County Tax Sale, all tax sale bidders must complete the following steps:
 - Register online at www.iowataxauction.com. No mailed or emailed registrations will be accepted. Registration will begin Monday, May 20, 2024, and end Thursday, June 13, 2024. All steps in the registration process must be completed by 11:59 p.m. on June 13, 2024.
 - Pay a non-refundable \$36.00 registration fee via ACH debit.
 - Complete the online W-9 form.
 - Assistance with registration and the auction site is available at (877) 243-9997 or support@iowataxauction.com.

A Tax Sale Certificate of Purchase and/or a Treasurer's Deed can be set aside by the courts if it is determined that the tax sale purchaser was ineligible to bid at the tax sale. The general rule is a tax sale purchaser should never have an interest or lien in the parcel offered for sale. You should consult with your legal counsel to determine your right to bid and become a tax sale purchaser.

If the bidder is an entity, not an individual, the entity must have a federal tax identification number and either a designation of agent for service of process on file with the Iowa Secretary of State or a verified

statement of trade name on file with the Des Moines County Recorder. Contact the Iowa Secretary of State by phone at (515) 281-5204 or the Des Moines County Recorder by phone at (319) 753-8221.

All bidders must be 18 years of age or older as of June 17, 2024.

A W-9 form must be completed electronically by the registration deadline. This information is required to issue an accurate 1099-INT form to each certificate holder earning cumulative interest equal to, or more than \$600.00 during the calendar year. This information will also be submitted to the Internal Revenue Service and may be needed when filing your Federal and State Income Tax returns.

2. The Delinquent Tax List for Des Moines County will be published the week of June 3rd in the following newspaper:

The Hawk Eye Newspaper
P.O. Box 10
Burlington, IA 52601
(319) 754-8461

Parcels on the published list will also be available for review on the auction site by Tuesday, June 4, 2024. The auction site can be accessed by going to www.iowataxauction.com. You must complete the registration process to access the data.

3. All parcels shown in the publication are offered for sale except those that have been paid after the publication and those withheld due to bankruptcy laws prohibiting the sale.

Bids can be uploaded prior to the start of the sale but will not be applied until the sale opens at 9:00 a.m. on Monday, June 17th, 2024. The auction site can be accessed by going to www.iowataxauction.com. All parcels will be listed in the order in which they were published. The delinquent taxes on each parcel will be offered for sale to all bidders beginning with a 100% undivided interest. "Bid downs" will range in whole percentage points from 99% to 1%. Des Moines County will not be utilizing batches.

When the sale closes at 10:30 a.m., a tax sale certificate for each parcel will be awarded to the bidder that designates the smallest percentage for the total amount due. If two or more bidders have placed an equal bid and the bids are the smallest percentage offered, the successful bidder will be selected by using a random selection process.

All bids must be in good faith. All bids placed, whether intentional or not, are the responsibility of the bidder and may not be withdrawn.

4. Successful bidders will receive an invoice when the sale has closed. **An ACH debit for the total amount due will automatically be initiated from the account designated for the payment of registration fees.** The total amount due will include all delinquent taxes, special assessments, interest, special assessment collection fees, publishing costs, and a certificate fee in the amount of \$20.00 for each certificate purchased.

If a tax sale bidder's payment is not honored, the bidder will have three business days following notification from the Treasurer to repay with guaranteed funds or the tax sale certificate(s) purchased will be canceled. A \$30.00 service fee will be assessed on any payments returned due to insufficient funds.

The County Treasurer reserves the right to require guaranteed funds for any future payments from the tax sale bidder.

5. Please allow 7 to 15 days to receive your certificate(s). This allows the Treasurer's staff time to complete posting of records, editing of certificates, and balancing of the proceeds received from the tax sale. The tax sale certificate is assignable by endorsement and entry in the county system in the office of the County Treasurer from which the certificate was issued. For each assignment transaction, the Treasurer shall charge the assignee an assignment transaction fee of \$100.00 to be deposited to the county general fund. The assignment transaction fee shall not be added to the amount necessary to redeem.
6. The tax sale certificate of purchase does not convey title to the purchaser. The titleholder of record or other interested party retains the right to redeem within a specified amount of time, depending on the type of tax sale. If the tax sale remains unredeemed after this period has expired, the purchaser may begin the process to obtain a Tax Deed to the parcel.

REGULAR TAX SALE

The 90-day Notice of Right of Redemption may be issued after one year and nine months from the date of the tax sale. (Parcels eligible for regular tax sale have been advertised only once.)

PUBLIC BIDDER TAX SALE

The 90-day Notice of Right of Redemption may be issued nine months from the date of the tax sale. (Parcels eligible for public bidder tax sale have more than one year of delinquent taxes, have been advertised for two years and are indicated with an asterisk (*) on the published tax sale list.)

FAILURE TO OBTAIN DEED – CANCELLATION OF SALE

After three years have elapsed from the time of the tax sale, and the holder of a certificate has not filed an affidavit of service under Iowa Code Section 447.12, the Treasurer will cancel the tax sale certificate.

7. The Treasurer is required to notify the titleholder of record of the tax sale acquisition.
8. A tax sale purchaser may pay subsequent taxes and special assessments on the same parcel on which s/he holds the tax sale certificate. **Please note, the Des Moines County Treasurer's Office allows subsequent payments to be made in the office or online at www.iowatreasurers.org.**

To access the subsequent tax payment module, select "Login to Pay Subsequent Tax" from the Property Tax menu at www.iowatreasurers.org. After logging in, you will be able to access a list of parcels on which you hold a tax sale certificate. It is the investor's responsibility to review the list and confirm all applicable parcels are included in the online portfolio. You can select the items you want to pay for and submit payment by ACH debit. A non-refundable fee of \$0.25 per parcel applies. Online tax payments not completed through the online subsequent tax payment module will be treated as voluntary payments and will be omitted from redemption calculations. Please contact our office if you need additional assistance.

Taxes for a subsequent year may be paid beginning one month and fourteen days following the date from which an installment becomes delinquent. Only items delinquent in the current fiscal year or prior may be paid as a "subsequent payment". Special assessments due in future years cannot be paid until the fiscal

year in which they become due. Failure to report subsequent payments will result in their omission from the redemption calculation.

9. Redemption is not valid unless received by the Treasurer prior to the close of business on the 90th day from the date of completed service (except County held certificates). A redeemed tax sale will include the following:
- a) The original tax sale amount, including the certificate fee paid by the purchaser at the time of the sale.
 - b) Interest in the amount of 2% per month calculated against the amount for which the parcel was sold, including the amount paid for the certificate or purchase. Each fraction of a month is counted as a whole month.
 - c) Subsequent tax payments paid by the purchaser and added to the amount of the sale, with interest in the amount of 2% per month. Each fraction of a month is counted as a whole month.
 - d) For certificates sold on or after June 1, 2005, the cost of serving the notice, including the cost of sending certified mail notices, and the cost of publication under section 447.10, if publication is required, shall be added to the amount necessary to redeem. The cost of a record search, not to exceed \$300.00, shall also be added to the amount necessary to redeem if the search is performed by an abstractor who is an active participant in the title guaranty program under section 16.91 or by an attorney licensed to practice law in the State of Iowa. Costs filed with the Treasurer after redemption has been made shall not be collected by the Treasurer. However, the certificate holder may pursue collection through a court action against the parcel owner.

Costs incurred by the tax sale certificate holder may not be filed prior to the filing of the affidavit of service with the Treasurer. Electronic submission of the affidavit of service will not be accepted.

10. The purchaser is responsible for checking parcels on which s/he holds the certificate of purchase for redemption.

Upon redemption of a tax sale certificate, the treasurer's office issues a check for the redemption amount. This check will be made available upon surrender of the original tax sale certificate of purchase to the county treasurer's office either by mail or in person. Checks issued by Des Moines County become void after one year and will be canceled pursuant to Iowa Code section 331.554 (6).

If the original certificate of purchase has been lost or destroyed, a duplicate can be obtained from the Des Moines County Treasurer's office after completing the lost certificate affidavit and payment of \$20.00. This affidavit is available on our website.

In the event you have been reimbursed for a redemption, but then the tax sale redeemer's payment is not honored, you will be required to return the funds to the Treasurer's Office. The tax sale certificate will be returned to you and the redemption will be canceled. The tax sale will be reinstated as of the original sale date. A subsequent redemption will be calculated from the date of the sale to date of repayment.

11. The fee for the issuance of a Treasurer's Tax Sale Deed is \$25.00 per parcel.

12. The certificate of purchase, the \$25.00 Treasurer's Tax Sale Deed issuance fee, and recording fees shall be submitted to the Des Moines County Treasurer within 90 calendar days after the redemption period expires. The Treasurer shall cancel the certificate for any tax sale certificate holder who fails to comply.
13. If it is determined that any item was erroneously sold, the certificate of purchase will be canceled. The certificate holder shall return the certificate of purchase and shall be reimbursed the principal amount of the investment. Interest will not be paid.

The assignment will be canceled, if it is determined that a county held certificate was erroneously assigned. The certificate holder shall return the certificate of purchase and shall be reimbursed the total amount paid for the assignment. Interest from the assignment date to the date of cancellation of the certificate will not be paid.

Adjourned tax sales are held on the 3rd Monday in August, October, December, February, and April at 10:00 A.M. in the Treasurer's office. The adjourned tax sale in February will be on the 3rd Tuesday, due to a Monday holiday. If the registration process was not completed for the June 17, 2024, online tax sale, please contact our office to obtain the forms that will be necessary to bid at any future adjourned tax sales. **YOU MUST BE REGISTERED AND NOTIFY US IN WRITING OF YOUR INTENT TO ATTEND, by 4:00 P.M., on the Friday 10 days prior to the sale.** No mail, email, phone, or fax bids will be accepted. Announcements made the day of the tax sale, whether annual or adjourned, will take precedence over these printed rules.

This document has been prepared to provide general information and guidelines relative to tax sales, assignments, and tax sale redemptions. It is not an all-inclusive listing of statutory requirements, procedures, or policy, nor is it to be construed as a legal opinion of the statutes governing tax sales. The provisions of this document are severable. If any provision of this document is determined to be contrary to law, the remaining provisions shall remain in full force and effect. This document is effective for taxes sold between June 17, 2024, thru June 16, 2025, and all their assignments.

Iowa Code Chapters 446, 447, and 448 as amended are pertinent chapters to Tax Sales, Tax Redemption, and Tax Deeds. The Iowa Code is available on-line at www.legis.iowa.gov. Prospective buyers should consult with legal counsel to determine their legal rights and remedies and to protect their interest as a tax sale buyer.

Janelle Nalley-Londquist
Des Moines County Treasurer