

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 557** HLS 25RS 964

Bill Text Version: **REENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 29, 2025	8:47 PM	Author: BRAUD
Dept./Agy.: Local taxing authorities		Analyst: Deborah Vivien
Subject: Periods for tax sale certificate and adjudication are combined		

TAX/AD VALOREM TAX RE NO IMPACT LF RV See Note Page 1 of 1
Provides relative to adjudicated tax-delinquent property and the tax sale certificate process

Current law allows ownership of adjudicated property to be transferred through a tax sale certificate if the property is not redeemed after three years. Effective January 1, 2026, current law allows adjudicated property to transfer through a tax lien certificate, which is enforceable after three years if not redeemed.

Proposed law appears to determine when the three year period begins, regardless of whether the sale is for deed or lien.

Effective for tax periods beginning on or after January 1, 2026.

EXPENDITURES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. The bill addresses issues related to the investor in adjudicated property that should not impact when or how the governing authority receives funds.

Senate

Dual Referral Rules

- 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
- 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House

- 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
- 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Alan M. Boxberger

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Legislative Fiscal Officer