



**OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note**

Fiscal Note On: **SB 123** SLS 21RS 346
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: April 21, 2021 3:50 PM	Author: CONNICK
Dept./Agy.: Property Tax Collectors	
Subject: Notification of Tax Sales	Analyst: Marc Deshotels

TAX/AD VALOREM OR INCREASE LF EX See Note Page 1 of 1
 Provides for notice for seizure and sale of immovable property for nonpayment of taxes. (gov sig)

Purpose of the Bill: This bill requires property tax collectors to send additional notices by first class mail to tax notice/sale parties regarding delinquent taxes, and post a notice of tax sale on the property if written notices are returned. In addition, this bill requires property taxes to be assessed to the tax debtor after tax sale rather than to the tax sale purchaser, but allows the tax sale purchaser to still pay all property taxes.

EXPENDITURES	2021-22	2022-23	2023-24	2024-25	2025-26	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	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						

REVENUES	2021-22	2022-23	2023-24	2024-25	2025-26	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	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						

EXPENDITURE EXPLANATION

This bill may increase total local fund expenditures by an indeterminable amount, but the impact on individual property tax collectors may vary.

An official with the Calcasieu Parish Sheriff's Office indicated that this bill may increase the Sheriff's expenditures by \$35,500 annually starting in 2022 and increasing to \$40,000 annually by 2025 for mailing costs and staffing costs (for one additional employee) associated with mailing out an additional 10,000 notices.

An official with the Sabine Parish Sheriff's Office indicated that this bill may increase the Sheriff's expenditures by \$1,950 starting in 2022 and increasing by 3% annually due to inflation for mailing costs associated with mailing out an additional 3,000 notices.

An official with the East Baton Rouge Sheriff's Office indicated that this bill will not impact the Sheriff's expenditures as the Sheriff is currently performing the additional procedures required by this bill.

An official with the Louisiana Municipal Association indicated that this bill may impact expenditures of municipalities that collect their own property taxes and conduct their own tax sales.

Based on information from the Louisiana Assessors' Association and Lafayette and Rapides Parish Assessors, it appears that this bill would not have a material impact on assessors.

REVENUE EXPLANATION

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

Note: Current law authorizes property tax collectors to recover certain costs related to mailing notices and posting notices at tax sale properties.

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}

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