



**Fiscal Estimate Narratives**

**DOR 2/15/2012**

LRB Number <b>11-4069/1</b>	Introduction Number <b>SB-465</b>	Estimate Type <b>Original</b>
<b>Description</b> The definition of municipality for purposes of tax refund setoffs		

**Assumptions Used in Arriving at Fiscal Estimate**

Under current law, the Department of Revenue is authorized to intercept tax refunds in order to collect certain debts owed to counties and municipalities. The department collects the debt by subtracting the debt amount from any tax refund owed to the debtor.

This bill modifies the definition of a municipality in order to clarify that municipalities do not include private organizations. This will ensure debts owed to non-governmental organizations are not submitted for tax revenue interception.

**Long-Range Fiscal Implications**