



**Fiscal Estimate Narratives**

**DOR 5/30/2019**

LRB Number <b>19-3027/1</b>	Introduction Number <b>AB-0243</b>	Estimate Type <b>Original</b>
<b>Description</b> application of payment for delinquent property tax debt		

**Assumptions Used in Arriving at Fiscal Estimate**

The bill requires a payment for delinquent property taxes, or a special charge, special assessment, or special tax shall be applied to first reduce the delinquent amount, with the excess amount applying to reduce the interest and penalty amount.

Applying delinquent payments to first reduce the delinquent balance could reduce local revenues pertaining to penalties and interest by an indeterminate amount. The department does not collect data on the balances specified in the bill, but in 2017, local governments collected \$44.81 million in penalties and interest on delinquent property taxes.

There is no fiscal effect on tax incremental districts.

**Long-Range Fiscal Implications**