

Wisconsin Department of Administration
Division of Executive Budget and Finance

Fiscal Estimate - 2021 Session

Original Updated Corrected Supplemental

LRB Number **21-5508/1** Introduction Number **SB-829**

Description
distributing the proceeds from the sale of tax delinquent property to the former owner

Fiscal Effect

State:

No State Fiscal Effect

Indeterminate

Increase Existing Appropriations Increase Existing Revenues Increase Costs - May be possible to absorb within agency's budget

Decrease Existing Appropriations Decrease Existing Revenues Yes No

Create New Appropriations Decrease Costs

Local:

No Local Government Costs

Indeterminate

1. Increase Costs 3. Increase Revenue 5. Types of Local Government Units Affected

Permissive Mandatory Permissive Mandatory Towns Village Cities

2. Decrease Costs 4. Decrease Revenue Counties Others

Permissive Mandatory Permissive Mandatory School Districts WTCS Districts

Fund Sources Affected **Affected Ch. 20 Appropriations**

GPR FED PRO PRS SEG SEGS

Agency/Prepared By	Authorized Signature	Date
DOR/ Craig Steinfeldt (608) 266-5705	Ann DeGarmo (608) 266-7179	1/14/2022

Fiscal Estimate Narratives

DOR 1/14/2022

LRB Number	21-5508/1	Introduction Number	SB-829	Estimate Type	Original
Description					
distributing the proceeds from the sale of tax delinquent property to the former owner					

Assumptions Used in Arriving at Fiscal Estimate

Under current law, a county distributes the net proceeds of the sale of tax delinquent property to the former owner of the property if the former owner requests payment and if the former owner used the property as his or her homestead at any time during the five years preceding the county's acquisition of the property. Under the bill, the county pays the net proceeds to any former owner of tax delinquent property, regardless of whether the former owner requests payment and regardless of whether the former owner used the property as his or her homestead.

The local fiscal estimate is indeterminate. The department does not have specific tax delinquent sale data. Based on FY 2021 real estate transfer data, there were 506 county transactions, and three transactions were noted as tax foreclosures or tax deeds in the miscellaneous note field. Additional transactions could have occurred since 238 transactions had blank miscellaneous note fields.

The department does not have any administrative costs.

Long-Range Fiscal Implications