



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: SB 55 SLS 25RS 113

Bill Text Version: ENROLLED

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: June 20, 2025	11:40 AM	Author: MILLER, G.
Dept./Agy.: Local Ad Valorem Taxing Authorities		
Subject: Clarifies and corrects tax sale provisions		Analyst: Deborah Vivien

TAX/AD VALOREM

EN SEE FISC NOTE LF RV

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Provides relative to the assessment, payment, and allocation of ad valorem taxes. (1/1/26)

Current law authorizes local taxing authorities to secure tax auctions with a lien in the amount of statutory impositions instead of property title with numerous programmatic requirements and guidelines effective for tax periods that begin on or after January 1, 2026. Act 409 of 2024 Regular Session provided the Constitutional Authority (approved at the 12/7/24 election) with Act 774 of 2024 RS providing the enabling legislation. 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 provides presumably technical changes related to Act 774 of 2024 Regular Session to ensure that the tax sale provisions passed in 2024 are accommodated correctly in law. The bill appears to disallow a local option to accept partial payments of the termination price and does not specify ranking of other liens against the tax lien property (tax lien has priority). Proposed law authorizes the 3 year redemption period to begin upon recordation of adjudication.

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	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						

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. A full analysis of the numerous changes in the bill has not been finalized by LFO due to time constraints. Thus, the technical nature of the amendments has not been verified with any degree of certainty by the LFO. The bill addresses issues related to the investor in adjudicated property and timing of redemption that may impact when or how the governing authority receives funds should activity deviate from current practice.

Senate

Dual Referral Rules

House

- ☐ 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
- ☐ 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
- ☐ 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}
- ☐ 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Alan M. Boxberger
Legislative Fiscal Officer