



OFFICE OF LEGISLATIVE AUDITOR

Fiscal Note

Fiscal Note On: HB 335 HLS 07RS 152
Bill Text Version: ORIGINAL
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: May 1, 2007 7:49 AM Author: LAFLEUR
Dept./Agy.: Tax Collectors Analyst: Shawn Dietrich
Subject: Notice to Mortgagee of Delinquent Taxes

TAX/AD VALOREM TAX OR SEE FISC NOTE LF RV Page 1 of 1
Repeals the annual fee for notice of ad valorem tax delinquency to mortgagees and authorizes a new one-time fee for notice of ad valorem tax delinquency
Purpose of Bill: Current law (R.S. 47:2180.1(A)) requires tax collectors to notify mortgagees of delinquent property taxes. Mortgagees must pay the tax collector a \$5 fee per property per year to cover the costs of notification. This bill replaces the \$5 per property per mortgagee fee with a one-time \$20 per property per mortgagee fee.

Table with 7 columns: EXPENDITURES, 2007-08, 2008-09, 2009-10, 2010-11, 2011-12, 5-YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.

Table with 7 columns: REVENUES, 2007-08, 2008-09, 2009-10, 2010-11, 2011-12, 5-YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.

EXPENDITURE EXPLANATION

Local government expenditures could increase by an indeterminate amount. We contacted the Louisiana Sheriffs' Association, but they were not able to provide us with information to complete this fiscal note.

REVENUE EXPLANATION

Local government revenues could be affected by an indeterminate amount.

We contacted the Louisiana Sheriffs' Association, but they were not able to provide us with information to complete this fiscal note. However, we did receive feedback from the East Baton Rouge Sheriff's Office.

Assuming the tax collector receives the same number of requests for notification each year, revenues would not be affected for Fiscal Years 2008 through 2011. However, revenues would decrease in Fiscal Year 2012.

Assuming that the life of the mortgage ends shortly after the \$20 payment is received, this bill could generate an increase in local revenues. For example, if a mortgagee requests notification for a particular property under current law, they will pay \$5 to the sheriff in Fiscal Year 2008.

Senate Dual Referral Rules House
[] 13.5.1 >= \$500,000 Annual Fiscal Cost [] 6.8(F) >= \$500,000 Annual Fiscal Cost
[] 13.5.2 >= \$500,000 Annual Tax or Fee Change [] 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease
Michael G. Battle
Manager, Performance Audit