

## FISCAL NOTE

(Return original and 14 copies)

Bill/Resolution No.: SB 2334

Amendment to: \_\_\_\_\_

Requested by Legislative Council

Date of Request: 1/20/99

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, cities, and school districts. Please provide breakdowns, if appropriate, showing salaries and wages, operating expenses, equipment, or other details to assist in the budget process. In a word processing format, add lines or space as needed or attach a supplemental sheet to adequately address the fiscal impact of the measure.

**Narrative:** SB 2334, if enacted, rewrites the tax deed proceedings by eliminating tax sales and providing for a foreclosure of tax lien by the county. The revenue impact to the state (constitutional one-mill medical center levy), counties, cities, and school districts may be caused by the time difference between a private bidder receiving a tax sale certificate by paying the delinquent tax and the three years eleven months until the county sells the property obtained by tax deed. A sampling of county auditors indicates that very few tax sale certificates are issued to private purchasers, if the delinquent taxes are not paid by the owner, most tax deeds are issued to the county. The effective date of SB 2334 affects property taxes levied in 1999, and unpaid by the third Tuesday in December, 2000. There may be a slight revenue loss to the state medical center special fund, counties, cities and school districts beginning in FY 1999 - 2000.

2. **State** fiscal effect in dollar amounts:

	1997-99 Biennium		1999-2001 Biennium		2001-03 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
<b>Revenues</b>	0	0	0	<\$5,000	0	<\$5,000
<b>Expenditures</b>	0	0	0	0	0	0

What, if any, is the effect of this measure on the budget for your agency or department:

- a. For rest of 1997-99 biennium: 0

(Indicate the portion of this amount included in the 1999-2001 executive budget:)

- b. For the 1999-2001 biennium: 0

(Indicate the portion of this amount included in the 1999-2001 executive budget:)

- c. For the 2001-03 biennium: 0

4. **County, city, and school district** fiscal effect in dollar amounts:

1997-99 Biennium			1999-2001 Biennium			2001-03 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
0	0	0	<\$5,000 loss	<\$5,000 loss	<\$5,000 loss	<\$5,000 loss	<\$5,000 loss	<\$5,000 loss

If additional space is needed  
attach a supplemental sheet.

Signed: 

Typed Name: Kathryn L. Strombeck

Department: Tax

Date Prepared: January 22, 1999

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