



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: **HB 256** HLS 13RS 646
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: April 19, 2013 10:31 AM	Author: WILLIAMS
Dept./Agy.: City Governments	Analyst: Theresa Chatelain
Subject: Redemption Period for Tax Sales	

TAX/PROPERTY RE SEE FISC NOTE LF EX See Note Page 1 of 1
 (Constitutional Amendment) Provides for the redemption period for blighted, abandoned, uninhabitable, or hazardous property sold at tax sale.

Purpose of Bill: This measure shortens the redemption period for property sold at a tax sale which is blighted, abandoned, uninhabitable, or hazardous to 18 months (statewide). Currently, such properties have a redemption period of 18 months in the city of New Orleans and three years in the remainder of the state. The redemption period allows the previous owner to redeem the property after it is sold at a tax sale by paying the price given, plus costs, a 5% penalty, and interest at 1% until redemption.

EXPENDITURES	2013-14	2014-15	2015-16	2016-17	2017-18	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						

REVENUES	2013-14	2014-15	2015-16	2016-17	2017-18	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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

The impact on governmental expenditures as a result of this measure is indeterminable.

According to officials with the cities of Lafayette and Shreveport, there may be a decrease in local fund expenditures in the future if more responsible property owners take full ownership of these properties within the shorter redemption period and maintain them without requiring the city to do so.

REVENUE EXPLANATION

There is no direct material effect on governmental revenues as a result of this measure.

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|---|--|--------------|
| <u>Senate</u> | <u>Dual Referral Rules</u> | <u>House</u> |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | <input type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost {S} | |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} | |

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