LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6772 BILL NUMBER: HB 1311

NOTE PREPARED: Dec 28, 2023 BILL AMENDED:

SUBJECT: Remediation of Tax Sale Parcels.

FIRST AUTHOR: Rep. Moed FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: GENERAL DEDICATED FEDERAL IMPACT: Local

Summary of Legislation: This bill permits a county treasurer to require purchasers of designated parcels of real property that are: (1) located in a consolidated city; and (2) subject to tax sale, and purchased at or as a separate part of a tax sale; to submit remediation plans describing how the purchasers will bring the parcels of real property into compliance with a building code or ordinance of a consolidated city after the redemption period ends.

Effective Date: July 1, 2024.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: *Marion County Treasurer*: This bill will result in an increase in the administrative workload for the Marion County Treasurer's office. The treasurer may require purchasers of tax sale properties that have building code or ordinance violations to submit a remediation plan for how the purchaser intends to rectify the violations. Additionally, the treasurer will have to designate those parcels that have building code or ordinance violations prior to the parcels being included in a tax sale.

Marion County Auditor: This bill will result in a minor, temporary increase in the administrative workload for the Marion County Auditor's office. The auditor will be required to include certain language in the tax deed for a property that has a building code or ordinance violation and that is purchased at a tax sale. The language is to state that the purchaser must remedy any building code or ordinance violations not later than 18 months after the date the tax deed is issued.

Marion County Executive: This bill will result in an increase in the administrative workload for the Marion County Executive. The county executive will be required to submit a report on an annual basis to the Legislative Council that details the remediation program for the real properties referenced in this bill.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Marion County Treasurer; Marion County Auditor; Marion County Executives.

Information Sources:

Fiscal Analyst: James Johnson, 317-232-9869.