



Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

Fiscal Note

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| Drafting Number: | LLS 21-1028 | Date: | May 21, 2021 |
| Prime Sponsors: | Sen. Story; Simpson Rep. Roberts | Bill Status: | Senate Finance |
| | | Fiscal Analyst: | Josh Abram 303-866-3561 Josh.Abram@state.co.us |

Bill Topic: **DELINQUENT INTEREST PAYMENTS PROPERTY TAX**

Summary of Fiscal Impact:

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| <input type="checkbox"/> State Revenue | <input type="checkbox"/> TABOR Refund |
| <input type="checkbox"/> State Expenditure | <input checked="" type="checkbox"/> Local Government |
| <input type="checkbox"/> State Transfer | <input type="checkbox"/> Statutory Public Entity |

The bill allows a board of county commissioners or a city council to reduce or waive delinquent property tax interest payments for any period of time between June 16, 2021, and September 30, 2021. The bill may result in a reduction of local property tax revenue.

Appropriation Summary: No appropriation is required.

Fiscal Note Status: The fiscal note reflects the introduced bill.

Summary of Legislation

The bill allows a board of county commissioners or a city council to reduce or waive delinquent property tax interest payments for any period of time between June 16, 2021, and September 30, 2021. A board or city council must notify a local taxing jurisdiction of the intent to reduce, waive, or suspend payments. If a local taxing jurisdiction would be unable to meet its bond payment obligations after the proposed reduction, waiver, or suspension, the local taxing jurisdiction must notify the board or city council.

A county treasurer may advance property tax amounts to enable a local taxing jurisdiction to help pay for bonded indebtedness if the jurisdiction has notified the board or council and has collected 90 percent of property tax revenue as of the time of the notification.

Local Government

By allowing boards of county commissioners or city councils to reduce, waive or suspend the collection of delinquent property tax interest payments, this bill may result in less property tax revenue collected by a county, municipality, or other local taxing jurisdictions. The other provisions of the bill concerning the advancement of property tax to a local taxing jurisdiction may shift the timing of some revenue distributions, but will not affect the total amounts of local government revenue or expenditures.

Effective Date

The bill takes effect upon signature of the Governor, or upon becoming law without his signature.

State and Local Government Contacts

Counties
Property Tax Division - Local Affairs

Municipalities
Special Districts