Local Government Mandate Statement Kentucky Legislative Research Commission 2022 Regular Session

Part I: Measure Information

Bill Request #: _	2107
Bill #: HB 765	GA
Document ID #:	8604
Bill Subject/Title	AN ACT relating to notices for collecting delinquent tax bills.
Sponsor: Repre	esentative David Osborne
Unit of Governme	ent: City X County Urban-County Unified Local
	X Charter County X Consolidated Local X Government
Office(s) Impacted	d: County Attorney
Requirement:	X Mandatory Optional
Effect on Powers & Duties:	Modifies Existing X Adds New Eliminates Existing

Part II: Bill Provisions and the Estimated Fiscal Impact Relating to Local Government

HB 765 GA amends KRS 134.490 to require notices be sent from third party purchasers of delinquent property taxes to delinquent taxpayers by certified mail with a copy sent to each mortgagee who holds a mortgage on the property. The notice shall inform the taxpayer that enforcement action is imminent, advise the taxpayer that substantial administrative costs and fees may be added to the certificate of delinquency, and that collection actions may include foreclosure.

HB 765 GA also amends KRS 134.504 to require bold print in at least a 12-point font be used for notices of certificates of delinquency sent by the Department of Revenue or the county attorney in which the real property is located. This is an example of bold 12-point font: **Bold 12-point font.** The example shown is 'Times New Roman'. Since style of font is not mandated, variances regarding actual 12-point size may occur, but shall be no less than 12-point.

The fiscal impact of HB 765 GA on local governments is expected to be minimal. The changes to KRS 134.490 and any costs related to the required notices are the responsibility of the third party purchaser. The change enacted by KRS 134.504 will be the responsibility of the county attorney if the Department of Revenue has entered into a contract with the county attorney for collection. The only change is the font size on notices already required by current statute.

Part III: Differences to Local Government Mandate Statement from Prior Versions

Part II refers to HB 765 GA.

HB 765 GA keeps all the provisions of HB765 HCS 1 and is amended by HCA 1 (Title Amendment).

HB 765 HCS 1 removed the language of HB 765 as introduced. The introduced version had no fiscal impact on local governments.

Data Source(s): LRC Staff

Preparer: Wendell F. Butler (ms) **Reviewer:** KHC **Date:** 3/22/22