## Local Government Mandate Statement Kentucky Legislative Research Commission 2023 Regular Session

**Part I: Measure Information** 

Bill Request #: 1566	
Bill #: HB 583	
<b>Document ID #:</b> 4411	
Bill Subject/Title:	AN ACT relating to real property purchased at a master commissioner's sale.
Sponsor: Representative Dainel Grossberg	
Unit of Government:	XCityXCountyXUrban-CountyXCharter CountyXConsolidated LocalXGovernment
Office(s) Impacted:	Proverty Valuation Administrator, Sheriff
Requirement: X	Mandatory Optional
	Modifies Existing X Adds New Eliminates Existing

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

HB 583 requires a purchaser of real property that has been occupied at any time during the three years prior to receiving title shall return the property to a state of occupancy within 18 months of receiving the title.

Failure to comply will result in a fine of \$100 per day for each day of the violation payable to the chief financial officer of the local government responsible for issuing certificates of occupancy. This may also result in an order of sale of the property.

The fiscal impact of HB 583 on local governments is indeterminable. We don't know the number of properties sold or will be sold falling into this specific category. However, it is expected HB 583 will provide some insurance that a property that was occupied prior to sale, or occupied at the time of sale, should remain in a condition suitable for occupancy and not allowed to fall into disrepair. In turn, this will keep properties at or above historical values and ensure property taxes will remain constant or increase over time from the

baseline. County, city, schools, fire, and any other taxing jurisdiction the property is in, will benefit. Likewise, the sheriff who is responsibility for collecting ad valorem taxes will receive 4.25% commission on the tax collected and 10% compensation on delinquent taxes collected.

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

Part II refers to HB 583 as introduced. There are no prior versions.

**Data Source(s):** LRC Staff

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 Reviewer:
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 Date:
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