

**Subject** Delinquent property tax interest rate modified

**Authors** Hertaus and Youakim

**Analyst** Jared Swanson

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## Summary

Removes the ten percent minimum on interest rates for delinquent property taxes and the unpaid balance on any contract to repurchase tax-forfeited property. Under current law, these interest rates are equal to the prime rate charged by banks in the preceding year, except that they cannot be less than ten percent or greater than 14 percent.

The bill also allows counties to establish interest rates lower than the prime rate charged by banks when determining the rates applied to delinquent property taxes and contracts to repurchase tax-forfeited property.

**Effective date:** Effective beginning January 1, 2023.