

SB 523 A STAFF MEASURE SUMMARY

House Committee On Revenue

Prepared By: Kaitlyn Harger, Economist

Meeting Dates: 4/30, 5/21

WHAT THE MEASURE DOES:

Allows Department of Revenue (DOR) to post information about debtors on DOR's website, including information on debtor's name, city and state, lien identification numbers, type of debt, and amount of debt due. Requires removal of name from DOR's website within 14 days of any debt resolution. Takes effect on the 91st day following adjournment sine die.

ISSUES DISCUSSED:

- Revenue gain from pilot program
- Application of public posting to businesses and/or individuals

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Some states attempt to increase delinquent tax collections by publicly posting information about delinquent taxpayers. As of 2015, roughly 23 states posted online lists of tax delinquents in a public manner. In 2016, the Department of Revenue (DOR) ran a pilot publicized debtor program, the TOP 100 pilot. This pilot program resulted in additional voluntary (non-garnished) collections of \$420,000 on debt publicly posted during the time period the program operated.