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S.F. No. 2764 – Modifying Interest Rate on Delinquent Property Taxes

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SF 2764 modifies the interest rate charged on delinquent property taxes. Under current law, the interest rate charged on delinquent property taxes and the unpaid balance on any repurchase contract is tied to the prime rate charged by banks during the preceding year, but it cannot be less than 10 percent or greater than 14 percent.

This proposal eliminates the 10% minimum and authorizes county boards to establish, by resolution, a lower interest rate.

Effective for property taxes, penalties, and costs determined to be delinquent on or after January 1, 2023.