



S.F. No. 308 – Modifying Interest Rate Charged on Confessions of Judgments for Homestead Property

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Under current law, the interest rate charged on confessions of judgment for residential homestead properties is the greater of 5% or 2% above the prime rate. **SF 308** sets the interest rate for these properties at the greater of 5% or the prime rate.

A confession of judgment is a payment plan whereby a property owner agrees to pay delinquent property taxes in yearly installments to prevent forfeiture.

Effective the day following final enactment.

