

The Senate Committee on Finance offered the following substitute to HB 290:

A BILL TO BE ENTITLED  
AN ACT

1 To amend Article 6 of Chapter 5 of Title 48 of the Official Code of Georgia Annotated,  
2 relating to municipal taxation, so as to revise provisions concerning the duties of county tax  
3 commissioners with respect to the assessment and collection of municipal taxes and fees; to  
4 provide for terms and conditions; to provide for related matters; to provide for effective dates  
5 and applicability; to repeal conflicting laws; and for other purposes.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

**SECTION 1.**

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8 Article 6 of Chapter 5 of Title 48 of the Official Code of Georgia Annotated, relating to  
9 municipal taxation, is amended by revising Code Section 48-5-359.1, relating to contracts  
10 for county tax commissioners to prepare municipal tax digests and assess and collect  
11 municipal taxes, as follows:

12 "48-5-359.1.

13 (a)(1)(A) Any municipality wholly or partially located within a county may contract  
14 for any such county and its tax commissioner to prepare the tax digest for such  
15 municipality; to assess and collect municipal taxes, fees, or special assessments in the  
16 same manner as county taxes; and, for the purpose of collecting such municipal taxes,

17 fees, or special assessments to invoke any remedy permitted for collection of municipal  
18 taxes or fees.

19 (B) A municipality may only contract with a county tax commissioner under this Code  
20 section concerning the areas of the municipality represented by such county tax  
21 commissioner.

22 (2) Any contract authorized by this subsection shall:

23 (A) Be a three-party contract negotiated between and approved by the municipality, the  
24 county, and the county's tax commissioner;

25 (B) Be applicable only and limited to the county tax commissioner's current term of  
26 office plus the year immediately following it, inclusive of any period of the current term  
27 of office fulfilled by any other person serving as the county tax commissioner;

28 (C) Specify the exact services to be provided by the county tax commissioner;

29 (D) Specify an amount to be paid by the municipality to such tax commissioner's  
30 county; such amount shall substantially approximate the cost to the county of providing  
31 the services to the municipality; and

32 (E) Specify the total amount to be paid by the municipality to such county and  
33 thereafter paid by such county to its tax commissioner for conducting such services.

34 (3) In addition to the fixed salary that a county must pay to its tax commissioner by law,  
35 a county shall pay to its tax commissioner any amounts received by the county and due  
36 to the tax commissioner under any contracts approved by such county governing  
37 authority in accordance with subparagraph (E) of paragraph (2) of this subsection,  
38 provided that the aggregate amount paid to or accepted, received, or retained by the  
39 county tax commissioner for the contractual services allowed under this subsection shall  
40 not, for any year, exceed 50 percent of the minimum annual salary to be paid to such tax  
41 commissioner by the county pursuant to Code Section 48-5-183 and subsection (g) of  
42 Code Section 48-5-137, regardless of whether such county tax commissioner is paid by  
43 a fixed salary or by a fee system of compensation in lieu of a fixed salary. For any year

44 in which the amount to be paid to the county tax commissioner would exceed such annual  
45 limit, the excess funds shall be returned no later than April 1 of the following year by the  
46 county to the contracting municipalities, which paid their contractual amounts in full, in  
47 a pro rata share based upon the total number of tax parcels within each municipality  
48 relative to the combined number of tax parcels of all such contracting municipalities.

49 ~~(a)(1)(A) This paragraph shall apply to a county which has fewer than 50,000 tax~~  
50 ~~parcels within such county.~~

51 ~~(B) Any county and any municipality wholly or partially located within such county~~  
52 ~~may contract, subject to approval by the tax commissioner of the county, for the tax~~  
53 ~~commissioner to prepare the tax digest for such municipality; to assess and collect~~  
54 ~~municipal taxes in the same manner as county taxes; and, for the purpose of collecting~~  
55 ~~such municipal taxes, to invoke any remedy permitted for collection of municipal taxes.~~  
56 ~~Any contract authorized by this subsection between the county governing authority and~~  
57 ~~a municipality shall specify an amount to be paid by the municipality to the county~~  
58 ~~which amount will substantially approximate the cost to the county of providing the~~  
59 ~~service to the municipality. Notwithstanding the provisions of any other law, the tax~~  
60 ~~commissioner is authorized to contract for and to accept, receive, and retain~~  
61 ~~compensation from the municipality for such additional duties and responsibilities in~~  
62 ~~addition to that compensation provided by law to be paid to the tax commissioner by~~  
63 ~~the county.~~

64 ~~(2)(A) This paragraph shall apply to any county which has 50,000 or more tax parcels~~  
65 ~~within such county.~~

66 ~~(B) Any county and any municipality wholly or partially located within such county~~  
67 ~~may contract for the tax commissioner to prepare the tax digest for such municipality;~~  
68 ~~to assess and collect municipal taxes in the same manner as county taxes; and, for the~~  
69 ~~purpose of collecting such municipal taxes, to invoke any remedy permitted for~~  
70 ~~collection of municipal taxes. Any contract authorized by this subsection between the~~

71 county governing authority and a municipality shall specify an amount to be paid by the  
72 municipality to the county which amount will substantially approximate the cost to the  
73 county of providing the service to the municipality. Notwithstanding the provisions of  
74 any other law, the tax commissioner is authorized to accept, receive, and retain  
75 compensation from the county for such additional duties and responsibilities in addition  
76 to that compensation provided by law to be paid to the tax commissioner by the county.  
77 ~~(3)(A) This paragraph shall apply to any county which contains 14 or more~~  
78 ~~municipalities, in whole or in part, within such county, and paragraphs (1) and (2) of~~  
79 ~~this subsection shall not apply to such counties.~~  
80 ~~(B) Any county and any municipality wholly or partially located within such county~~  
81 ~~may contract for the county tax commissioner to prepare the tax digest for such~~  
82 ~~municipality; to assess and collect municipal taxes in the same manner as county taxes;~~  
83 ~~and, for the purpose of collecting such municipal taxes, to invoke any remedy permitted~~  
84 ~~for collection of municipal taxes. Such contracts shall not be subject to the approval~~  
85 ~~of any county tax commissioner. Any contract authorized by this subparagraph~~  
86 ~~between the county governing authority and a municipality shall specify an amount to~~  
87 ~~be paid by the municipality to the county which amount will substantially approximate~~  
88 ~~the cost to the county of providing the service to the municipality, as well as the cost~~  
89 ~~to the county of providing compensation to its tax commissioner, if any, with respect~~  
90 ~~to providing such service. Notwithstanding any provision of law to the contrary,~~  
91 ~~including paragraphs (1) and (2) of this subsection, the tax commissioner of any such~~  
92 ~~county shall conduct such additional duties and responsibilities, and shall be authorized~~  
93 ~~to accept, receive, and retain compensation to be determined and paid by the county for~~  
94 ~~such additional duties and responsibilities in addition to that compensation provided by~~  
95 ~~law to be paid to the tax commissioner by the county. Nothing in this subparagraph~~  
96 ~~shall require a county to compensate the county tax commissioner for such additional~~  
97 ~~duties and responsibilities.~~

98 (b) With respect to any county for which the office of tax commissioner has not been  
99 created, any reference in subsection (a) of this Code section to the tax commissioner shall  
100 be deemed to refer to the tax receiver and the tax collector."

101 **SECTION 2.**

102 This Act shall become effective upon its approval by the Governor or upon its becoming law  
103 without such approval and shall become applicable on and after such date; provided,  
104 however, that on the part of each county or municipality with an active contract executed  
105 pursuant to Code Section 48-5-359.1 as it existed prior to the effective date of this Act, this  
106 Act shall become effective upon the expiration of such active contract or the current term of  
107 office of the tax commissioner for whom such contract pertains, whichever date is earlier,  
108 and shall be applicable thereafter.

109 **SECTION 3.**

110 All laws and parts of laws in conflict with this Act are repealed.