

PRELIMINARY STAFF MEASURE SUMMARY

House Committee On Revenue

Fiscal: May have fiscal impact, but no statement yet issued

Revenue: May have revenue impact, but no statement yet issued

Action Date:

Action:

Meeting Dates: 02/03

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WHAT THE MEASURE DOES:

Requires financial institutions to develop data match agreements with the Department of Revenue. The purpose of these agreements is to conduct quarterly matches to identify assets held by delinquent debtors. The bill also allows the Department of Revenue to enter into agreements with the Department of Justice's Division of Child Support to access employer data on newly hired workers. Finally the bill creates criminal provisions for misuse of matched data.

ISSUES DISCUSSED:

EFFECT OF COMMITTEE AMENDMENT:

-5 amendment replaces original bill.

BACKGROUND:

The Secretary of State's Audit Division issued a report on the state's management of its delinquent debt collection. Among the recommendations in report was the development of data matching agreements with banks and other financial institutions. According to the Legislative Fiscal Office annual delinquent and liquidated accounts report, the state has 95,337 debtor accounts subject to bank garnishments.