

H.F. 1809

As introduced

Subject Uncollectable debt**Authors** Davis**Analyst** Colbey Sullivan**Date** March 5, 2025**Summary**

Under current law, Minnesota Management and Budget must submit a report to the legislature by October 31 each year summarizing the number and dollar amount of tax and other debts owed to the state that state agencies have determined are uncollectable. H.F. 1809 would move this date back to November 30.

Under current law and this bill, state agencies may determine that a debt is uncollectable and reduce accounts receivable accordingly only when any one of the following occurs: (1) all reasonable collection efforts have been exhausted; (2) the cost of further collection action would exceed the amount recoverable; (3) the debt is legally without merit or cannot be substantiated; (4) the debtor cannot be located; (5) the debtor's available assets or income available for payment of the debt are insufficient; (6) the debt has been discharged in bankruptcy; (7) the applicable statute of limitations for collection of the debt has expired; or (8) it is not in the public interest to pursue collection of the debt.