

NO: _____



United Independent School District

AGENDA ACTION ITEM

TOPIC: APPROVAL OF RESOLUTION PROVIDING A 16% COLLECTION FEE ON 2012

DELINQUENT TAXES IN COMPLIANCE WITH DELINQUENT TAX ATTORNEY

CONTRACT

SUBMITTED BY: NORMA FARABOUGH OF: TAX OFFICE

APPROVED FOR TRANSMITTAL TO SCHOOL BOARD: _____

DATE ASSIGNED FOR BOARD CONSIDERATION: August 22, 2012

RECOMMENDATION:

IT IS RECOMMENDED THAT THE UISD BOARD OF TRUSTEES TAKE ACTION TO APPROVE THE RESOLUTION AUTHORIZING THE IMPOSITION OF A 16% COLLECTION FEE ON DELINQUENT TAXES IN COMPLIANCE WITH DELINQUENT TAX ATTORNEY CONTRACT.

RATIONALE:

THE ATTACHED RESOLUTION MUST BE PASSED BY OFFICIAL ACTION SO THAT 2012 TAXES THAT BECOME DELINQUENT ON FEBRUARY 1, 2013 WILL INCUR A 16% ADDITIONAL PENALTY AND DEFRAID COLLECTION COSTS ACCORDING TO DELINQUENT ATTORNEY CONTRACT.

BUDGETARY INFORMATION:

PAYS ATTORNEY FEES

BOARD POLICY REFERENCE AND COMPLIANCE:

ATTORNEY CONTRACT

RESOLUTION

WHEREAS, a significant portion of the District's ad valorem taxes are delinquent to the District's detriment; and

WHEREAS, the State of Texas pursuant to the Texas Property Tax Code, provides school districts with the authority to impose a 16% collection fee and/or charge on delinquent ad valorem taxes of the current 2012 tax year, when it has entered into a tax collection contract with an attorney; and

WHEREAS, the District has engaged a private law firm to collect its delinquent ad valorem taxes, and the contract provides for a 16% collection fee and/or charge.

**IT IS THEREFORE, HEREBY RESOLVED BY THE BOARD OF TRUSTEES OF
THE UNITED INDEPENDENT SCHOOL DISTRICT:**

1. That the District does hereby exercise its right to impose an additional 16% collection fee and/or charge on all delinquent taxes, penalties and interest due, pursuant to the terms of the Tax Code, so long as the District retains a delinquent tax attorney, and
2. That the District's Tax Collector is hereby directed to send out all required notices to delinquent taxpayers of the herein imposed additional 16% collection fee and/or charge on delinquent taxes, penalty and interest, as required by the Tax Code.

PASSED THIS THE 22nd DAY OF AUGUST 2012

Mr. Judd Gilpin, President

ATTEST:

Mr. Ricardo Rodriguez, Secretary