Ordinance No. 2016.12 Village of Salado County of Bell May 19, 2016

#### **ORDINANCE NO. 2016.12**

# ORDINANCE PROVIDING FOR A FEE TO DEFRAY COSTS OF COLLECTING DELINQUENT FINES, FEES, COURT COSTS, AND OTHER DEBTS PURSUANT TO ARTICLE 103.0031 OF THE TEXAS CODE OF CRIMINAL PROCEDURE

- WHEREAS, Article 103.0031 of the Texas Code of Criminal Procedure authorizes the Village of Salado to contract with a private attorney for the collection of the fees listed above and to impose an additional fee in the amount of thirty percent on each debt or account receivable that is more than sixty days past due and which has been referred to an attorney for collection; and
- WHEREAS, the Village of Salado as determined that it is in the public interest to ensure the prompt payment of delinquent court-imposed fines, fees, court costs, and other debts as provided by said statute; and
- WHEREAS, the Village of Salado, pursuant to Article 103.0031, Texas Code of Criminal Procedure, has entered into a contract with a private firm, Perdue, Brandon, Fielder, Collins & Mott L.L.P. (Perdue), to provide services for the collection of debts and accounts receivables, i.e.: fines, fees, court costs, restitution, and other debts ordered to be paid by a court serving the Village of Salado;
- WHEREAS, the Village of Salado deems it in the public interest to pass this ordinance authorizing an additional collection fee for the collection of delinquent fines, fees, court costs, and other debts;

# NOW THEREFORE BE IT RESOLVED BY THE VILLAGE BOARD OF ALDERMEN FOR THE VILLAGE OF SALADO, TEXAS THAT:

### Section 1. Findings of Fact

The foregoing recitals are hereby found to be true and correct and are hereby adopted by the Village of Salado and made a part of this ordinance for all purposes and findings of fact.

### Section 2. Collection Fee

In accordance with Article 103.0031 of the Texas Code of Criminal Procedure, there is hereby imposed an additional fee of thirty percent (30%) on all debts and accounts receivable, i.e.: fines,

fees, court costs, restitution, and other debts that are more than sixty (60) days past due and have been referred to a private firm (Perdue) for collection.

### Section 3. Effective Date

This ordinance shall be effective from and after its date of publication.

#### Section 4. Authorization

The Village of Salado is hereby authorized to enter into a contract with the Perdue Firm to provide services for the collection of fines, fees, court costs, and other debts substantially in the form of the attached contract which is made a part of this ordinance for all purposes.

#### Section 5. Severability

If any provision of this ordinance is found to be invalid for any reason by a court of competent jurisdiction, the validity of the remaining provisions shall not be affected.

#### Section 6. Open Meetings

It is hereby found and determined that the meetings at which this ordinance is considered are open to the public and that notice of the time, place and purpose thereof was given in accordance with the provisions of the Texas Government Code – Chapter 551, as amended, and that a quorum of the Village Council was present.

**PASSED AND APPROVED** on the  $\frac{194}{5}$  day of  $\frac{194}{5}$  day of \frac{194}{5} day of  $\frac{194}{5}$  day of \frac{194}{5} day of \frac{194}{5}

Village of Salado, Texas

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ATTEST:

Mary Ann Ray, Village Secretary

# **CONTRACT FOR COURT FINES AND FEES COLLECTION SERVICES**

STATE OF TEXAS § S COUNTY OF BELL §

# SECTION I. PARTIES TO THE CONTRACT

THIS CONTRACT, hereinafter called "Contract", is made and entered into by and between the Village of Salado, Texas, acting herein by and through its governing body, hereinafter called "the Village" and **Perdue, Brandon, Fielder, Collins & Mott, L.L.P.,** hereinafter called "Perdue".

THIS CONTRACT supersedes all prior oral and written agreements between the parties, and can only be amended if done so in writing and signed by all parties. Furthermore, this Contract cannot be transferred or assigned by either party without the written consent of all parties.

The Village agrees to employ and does hereby employ Perdue to enforce the collection of delinquent court fines, fees, and court costs pursuant to the terms and conditions described in this Contract.

NOW, THEREFORE, in consideration of the covenants, conditions and agreements hereinafter set forth, the adequacy of which is hereby acknowledged, the Village and Perdue agree as follows:

### SECTION II. VILLAGE'S COLLECTION OBLIGATIONS

A. The Village agrees to refer all delinquent accounts, as defined below, to Perdue for collection on or about the first (1<sup>st</sup>) or the fifteenth (15<sup>th</sup>) of each month. The Village shall refer all delinquent accounts by electronic or magnetic medium, if available, or in any other way that is most favorable to the Village. All delinquent accounts should be in a specified format that will allow Perdue to process the account data.

B. An account is considered delinquent when not paid within sixty (60) days of the scheduled appearance date (if the defendant failed to appear), or from any granted extension, or from the date of conviction or judgment, or other court specified due date.

C. The Village will provide Perdue with copies of, or access to, the information and documentation necessary to collect the fines, fees, and court costs that are subject to this Contract.

### SECTION III. PERDUE'S COLLECTION OBLIGATIONS

A. Perdue agrees to refer all payments and correspondence directly to the court that has assessed or levied the fines, fees, and court costs being collected pursuant to this Contract. Perdue reserves the right to return any accounts not collected within one (1) year of referral by the Village. Neither party will have any obligation to the other with regard to returned accounts.

B. Perdue agrees to use its best efforts to collect the delinquent accounts received from the Village and to comply with all provisions of state and federal law and regulations promulgated pursuant thereto in the rendition of collection services contemplated by this Contract.

C. If requested by the Village, Perdue agrees to provide legal advice to the Village on its delinquent accounts.

# SECTION IV. COLLECTION FEE

The Village agrees to pay Perdue as follows:

(1) No charge for the collected fines, fees, and court costs referred to Perdue by the Village imposed on all unadjudicated offenses committed on or before June 18, 2003.

(2) Thirty percent (30%) of the collected fines, fees, and court costs referred to Perdue imposed on all adjudicated offenses committed on or before June 18, 2003; and

(3) Thirty percent (30%) of the collected fines, fees, and court costs referred to Perdue imposed on all offenses occurring after June 18, 2003.

The thirty percent (30%) collection fee shall be added to the amount owed by a defendant that is more than 60 days past due pursuant to Article 103.001, Texas Code of Criminal Procedure.

# SECTION V. EXCEPTIONS TO THE COLLECTION FEE

Pursuant to Article 103.0031(b), Texas Code of Criminal Procedure, Perdue cannot collect from a defendant the percentages referred to in Section IV. COLLECTION FEE if the defendant has been determined by the court of original jurisdiction to be indigent, or has insufficient resources or income, or is otherwise unable to pay all or part of the underlying fine or costs. The collection fee does not apply to a case that has been dismissed by a court of competent jurisdiction or to any amount that has been satisfied through time-served credit or community service.

The collection fee shall, however, be applied to any balance remaining after a partial credit for time served or community service if the balance is more than 60 days past due.

May, 2016

#### SECTION VI. METHOD OF PAYMENT

Absent an agreement otherwise, the Village shall calculate and receive the amount of any collection fee due to Perdue. Said fee shall be paid to Perdue by check on a monthly basis. All compensation shall become the property of Perdue at the time of payment.

### SECTION VII. COMMENCEMENT AND TERMINATION OF CONTRACT

This Contract shall commence on the <u>15</u> day of <u>June</u>, 2016, and end when both parties mutually agree; provided, however, that either party to this agreement shall have the right to terminate this agreement by giving the other party thirty (30) days written notice of their desire and intention to terminate this Contract. Upon termination Perdue shall have an additional six (6) months to complete work on all delinquent accounts referred from the Village prior to the notice of termination and will be entitled to compensation on such accounts if collected.

#### SECTION VIII. NOTICES

For purposes of sending notice under the terms of this Contract, all notices from the Village shall be sent to Perdue by certified United States mail, or delivered by hand or courier, and addressed as follows:

Perdue, Brandon, Fielder, Collins & Mott, LLP
Attn: Partner John Banks
BY U.S. MAIL OR BY COURIER DELIVERY:
3301 Northland Drive, Suite 505
Austin, Texas 78731
Telephone Number: 512-302-0190

All notices from Perdue shall be sent to the Village by certified United States mail, or delivered by hand or courier, and addressed as follows:

Village of Salado Attn: Kim Foutz P. O. Box 219 Salado, Texas 76571 Telephone Number: 254-947-5060

# SECTION IX. VENUE AND CONTROLLING LAW

This Contract is made and is to be interpreted under the laws of the State of Texas. Venue for any disputes involving this Contract shall be in the appropriate courts in Bell County, Texas.

May, 2016

# SECTION X. ACCEPTANCE OF EMPLOYMENT

In consideration of the terms and compensation herein stated, Perdue hereby accepts said employment and undertakes performance of said Contract as set forth above.

#### SECTION XI. SEVERABILITY

Every provision of this Contract is intended to be severable. If any term or provision hereof is hereafter deemed by a court of competent jurisdiction to be illegal, invalid, void or unenforceable, for any reason or to any extent whatsoever, such illegality, invalidity, or unenforceability shall not affect the validity of the remainder of this Contract, it being intended that such remaining provisions shall be construed in a manner most closely approximating the intention of the parties with respect to the illegal, invalid, void or unenforceable provision or part thereof.

This Contract is executed on behalf of the Village by the presiding officer of its governing body who is authorized to execute this instrument by Ordinance heretofore passed and recorded in its minutes. This Contract may be executed in any number of counterparts, and each counterpart shall be deemed an original for all purposes. Signed facsimiles or electronically signed Contracts executed on behalf of the Village by the presiding officer of its governing body authorized to execute this instrument shall be binding and enforceable.

WITNESS the signature of all parties hereto this 54 day of 14 and 2016.

Village of Sa	lado, Texas	~	
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Mayor	Villagehf	Salado	an

### PERDUE, BRANDON, FIELDER, COLLINS & MOTT, L.L.P.

By:

JES John Banks, Partner