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SENATE BILL NO. 283

BY SENATOR MARTINY

| 2 | To amend and reenact R.S. 33:1423.1(B), (C) and (D), relative to the collection and |
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| 3 | disposition of bonds, fines, fees, licenses, and taxes by sheriffs and ex officio tax |
| 4 | collectors; to authorize sheriffs and ex officio tax collectors to contract with certain |
| 5 | parties to aid in the collection of certain delinquent taxes and obligations; to provide |
| 6 | for the payment for collection services on a fee basis; to limit the amount of the fee; |
| 7 | and to provide for related matters. |
| 8 | Be it enacted by the Legislature of Louisiana: |
| 9 | Section 1. R.S. 33:1423.1(B), (C) and (D) are hereby amended and reenacted to read |
| 10 | as follows: |
| 11 | §1423.1. Collection and disposition of bonds, fines, fees, licenses, taxes; acceptance |
| 12 | of credit card or electronic check payment; expenses of collection |
| 13 | borne pro rata by affected tax recipient bodies |
| 14 | * * * |
| 15 | B. In addition to any other authority provided by law, sheriffs and ex officio |
| 16 | tax collectors of the various parishes, including the chief administrative officer for |
| 17 | the city of New Orleans may employ an agency or private counsel to assist in the |
| 18 | collection of any due delinquent ad valorem taxes, any penalties or interest thereon, |
| 19 | and any other payment which may be legally collected by a sheriff or tax collector |
| 20 | or director of finance for the city of New Orleans. |
| 21 | C. The sheriff or ex officio tax collector or director of finance for the |
| 22 | city of New Orleans shall may enter into a contract with such agency or private |
| 23 | attorney. which shall provide the hourly rate of payment for services. The |
| 24 | hourly rate shall not exceed the attorney general's fee schedule. The contract |
| 25 | shall include the method of compensation to be paid, which shall be either |
| 26 | by an hourly rate for services or a specific fee. The hourly rate shall not |
| 27 | exceed the attorney general's fee schedule. If the method of compensation |

AN ACT

SB NO. 283 ENROLLED

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is a fee, it shall not exceed ten percent of the amount collected, which percentage shall be calculated on the total amount collected inclusive of any monies due as a result of a fine, bond, tax, license fee, or any other payment to be collected. The compensation due to the private attorney or agency shall be payable to the tax recipient body by the taxpayer. The sheriff or ex officio tax collector or director of finance for the city of New Orleans shall obtain approval of the hourly rate or fee to be paid the private attorney or agency by the tax recipient bodies, which are owed in the aggregate, at least seventy-five percent of the revenues to be collected prior to contracting with the attorney or agency. The sheriff or ex officio tax collector or chief administrative officer shall give advance notice to the tax recipient bodies prior to employing counsel or an agency and shall provide an estimate of anticipated expenses. The affected tax recipient bodies shall each contribute its pro rata or equitable share of the fees and expenses of the attorney or agency. The sheriff or ex officio tax collector or director of finance for the city of New Orleans shall furnish an itemized expense voucher to all affected tax recipient bodies, which shall be due and payable upon receipt by the tax recipient body.

D. If as a result of any judgment or settlement, monies attributable to attorney **or agency** fees and expenses are paid to the sheriff or ex officio tax collector or director of finance for the city of New Orleans in an amount in excess of the amount owed to the attorney **or agency** under contract, the sheriff or ex officio tax collector or director of finance for the city of New Orleans shall rebate such excess to the affected tax recipient bodies based upon their pro rata payments for the cost of the attorney **or agency**.

| PRESIDENT OF THE SENATE |
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| SPEAKER OF THE HOUSE OF REPRESENTATIVES |
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| COVEDNOD OF THE CTATE OF LOUISIANA |

| APPROVED: |
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