

**CITY OF SANDY OAKS, TEXAS**

**ORDINANCE NO. 2019-137**

**AN ORDINANCE OF THE CITY OF SANDY OAKS, TEXAS  
ESTABLISHING PERCENTAGE OF UNCOLLECTIBLE  
TAXES.**

**WHEREAS**, the City of Sandy Oaks (“City”) adopts an annual tax rate pursuant to Chapter 26 of the Property Tax Code; and

**WHEREAS**, Chapter 33 of the Property Tax Code provides for delinquent taxes; and

**WHEREAS**, the City’s auditor presented the Fiscal Year 2016-2017 Annual Audit to the City Council and advised the City to adopt an ordinance establishing the percentage of uncollectible taxes pursuant to Statements on Auditing Standard No. 122;

**NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SANDY OAKS, TEXAS THAT:**

**Section 1.** All Ad Valorem Taxes levied by the City shall be due October 1<sup>st</sup> of the year they are due, and if not paid on or before January 31<sup>st</sup> of the year they are due, shall immediately become delinquent. Pursuant to section 33.01 of the Property Tax Code, the City Council hereby declares a delinquent tax incurs a penalty and interest on the 1st day of each month as follows:

**February:** 6% + 1% = 7%

**March:** 7% + 2% = 9%

**April:** 8% + 3% = 11%

**May:** 9% + 4% = 13%

**June:** 10% + 5% = 15%

**July:** 12% + 6% = 18%

**Section 2.** Pursuant to the authority granted by Section 33.07 of the Property Tax Code, in the event that taxes levied become delinquent on or after February 1<sup>st</sup> but not later than May 1<sup>st</sup> of the year in which they become delinquent, and in the event such delinquent taxes are referred to an attorney for collection, an additional amount of twenty percent (20%) of the total amount of tax, penalty and interest then due shall be added as collection costs to be paid by the taxpayer for all taxes delinquent on or after July 1<sup>st</sup>.

**Section 3.** Pursuant to the authority granted by Section 33.08 of the Property Tax Code, the City further provides that all taxes that become delinquent on or after June 1 of the year in which they become delinquent shall, in order to defray the cost of collection, incur an additional twenty percent (20%) of the delinquent tax, penalty and interest.

**Section 4.** All property tax receivables are shown net of an allowance for uncollectibles. The property tax receivable allowance is equal to 1 percent of current outstanding property taxes at September 30, 2017, and 10 percent of delinquent outstanding property taxes at September 30, 2017.

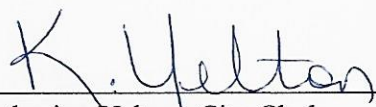
**Section 5.** This Ordinance shall take effect immediately from and after the passage and approval of this Ordinance.

**PASSED AND APPROVED** on this 11<sup>th</sup> day of July 2019.

**CITY OF SANDY OAKS, TEXAS**

  
Micki L. Ball, Mayor

**ATTEST:**

  
Katherine Yelton, City Clerk