Ordinance No. 1462-2015

Bill No. 19-2015

ORDINANCE

ORDINANCE AMENDING THE CITY CODE AND CHAPTER 108 THEREOF GOVERNING "FEES" TO ADD A NEW SECTION 108.1 L (5) ENTITLED "COLLECTION OF TRASH FEES", APPROVING COLLECTION PROCEDURES AND ADOPTING INTEREST AND A SCHEDULE OF ATTORNEY FEES AND CHARGES TO BE ADDED TO THE AMOUNT COLLECTED AS PART OF UNPAID TRASH FEES FOR DELINQUENT ACCOUNTS

WHEREAS, the City of Coatesville is a Third Class City situated in Chester County, Pennsylvania, operating under its Home Rule Charter and the Third Class City Code (hereinafter the "City"; and,

WHEREAS, the City of Coatesville (the "City") has found it necessary to recover promptly unpaid, delinquent trash fees (the "Unpaid Claims"), if necessary, by legal proceedings; and

WHEREAS, the Municipal Claims and Tax Liens Act, 53 P.S. § 7101, et seq. (the "Act"), authorizes the addition of attorney fees, charges, costs, expenses, commissions and fees to the total payable with respect to the Unpaid Claims, but only if the municipality involved has approved by Ordinance a schedule of such fees; and

WHEREAS, the City has determined that it is in the best interest of all property owners and other residents to have vigorous enforcement of all delinquent and other unpaid charges, utilizing the procedures set forth in the Act, except in cases of serious hardship, which the City will address on a case-by-case basis pursuant to uniform policies; and

WHEREAS, the City has reviewed the subject of interest and attorney fees for collection matters, and has determined that the fees set forth in the schedule hereby adopted are reasonable in amount for the services herein described and should be added to the City Code at Section 108-1 L. (5) "Collection of Trash Fees".

NOW, THEREFORE, in consideration of the forgoing, and its authority under the Third Class City Code and its Charter, the City of Coatesville City Council does hereby pass this Ordinance adopting the Fee Schedule as follows:

Section 108.1 L of the City Code in Chapter 108 Governing "Fees" is amended by the addition of a new subsection (5) entitled "Collection of Trash Fees" stating as follows:

- 1. **Fees to be Added to the Unpaid Claims.** The City hereby approves the following fee schedule for the collection of the Unpaid Claims, which fees shall be added to the Unpaid Claims.
 - (a) Notice Expense. A charge of \$40.00 plus applicable postage shall be added to the

Unpaid Claims for providing notice of delinquency pursuant to § 7106 of the Act. The City may hire a private company to perform this service and add the amount of this charge to the Unpaid Claims.

(b) Legal Fees.

Initial review and sending first demand letter	\$160.00
File lien and prepare satisfaction	\$250.00
Prepare Writ of Scire Facias	\$250.00
Obtain re-issued writ	\$ 30.00
Prepare and mail letter under Pa. R.C.P. 237.1	\$ 30.00
Prepare Motion for Alternate Service	\$250.00
Obtain vehicle identification number (VIN) for mobile home	\$ 35.00
Prepare discovery in preparation for trial	\$100.00
Prepare Pre-Trial Memorandum	\$150.00
Prepare Motion for Judgment for Want of Sufficient Affidavit of Defense pursuant to 53 P.S. § 7271	\$150.00
Prepare Default Judgment	\$175.00
Prepare Writ of Execution	\$800.00
Attendance at sale; review schedule of distribution and resolve distribution issues	\$400.00
Continue sheriff sale	\$ 50.00
Prepare Petition to Assess Damages	\$ 50.00
Prepare Petition for Free and Clear Sale	\$400.00
Services not covered above	At an hourly rate between \$60.00-\$275.00 per hour
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(c) Collection Fees.

Bookkeeping fee for payment plan of 3 months or less \$ 25.00

Bookkeeping fee for payment plan of more than 3 months \$ 50.00

Guaranteed payoff fee \$ 25.00

Handling fee for returned check Bank charge, if any

- 2. Costs to be Added to the Unpaid Claims. In addition to the fees set forth in paragraph 1 above, the reasonable and necessary out-of-pocket charges, costs, expenses, commissions and fees incurred in collection, including, but not limited to, postage, title searches, VIN searches, prothonotary fees and charges, and sheriff fees, shall be added to the Unpaid Claims.
- 3. Credit Card and Debit Card Charges. The City authorizes any attorney or private collector collecting the Unpaid Claims on behalf of the City to accept payment of the Unpaid Claims by credit card or debit card. Where payment is made by credit card or debit card, any fees charged by the credit card or debit card company and/or the credit card or debit card servicing agent shall be charged immediately to the credit card or debit card used to make payment. This applies to credit card-or debit card payments made by mail, telephone, over the internet, or in person.
- **4. Interest**. Interest will be assessed upon the Unpaid Claims at a rate of 10% per annum and added to the Unpaid Claims.
- **5. Collection Procedures**. The following collection procedures are hereby established in accordance with the Act:
- (a) At least thirty (30) days prior to assessing or imposing attorney fees in connection with the collection of an Unpaid Claim account, the City or its designee shall mail or cause to be mailed, by certified mail, return receipt requested, a notice of such intention to the property owner or other entity liable for the account (the "Property Owner").
- (b) If the certified mail notice is undelivered, then, at least ten (10) days prior to assessing or imposing such attorney fees, the City or its designee shall mail or cause to be mailed, by first class mail, a second notice to the Property Owner.
- (c) All notices required by this Ordinance shall be mailed to the Property Owner's last known post office address as recorded in the records or other information of the City or such other address obtained by the City from the county tax assessment office.
 - (d) Each notice as described above shall include the following:
- (i) The type of municipal claim or other charge, the year that it became due and the amount owed, including penalty and interest;

- (ii) A statement of the City's intent to impose or assess attorney fees no earlier than thirty (30) days after receipt of the first notice, or no earlier than ten (10) days after receipt of the second notice;
- (iii) The manner in which the assessment or imposition of attorney fees may be avoided by payment of the account; and
- (iv) The place of payment for accounts and the name and telephone number of the City's representative designated as responsible for collection matters.
- 6. Related Action. The proper officials of the City are hereby authorized and empowered to take such additional action as they may deem necessary or appropriate to implement this Ordinance.
- 7. **Appointment of Solicitor**. The City appoints Michelle R. Portnoff, Esquire, as Solicitor for the limited purpose of collecting the Unpaid Claims and hereby authorizes her, and attorneys under her supervision, to sign any and all documents, including municipal claims and liens, on behalf of the City.

Should any section, paragraph, clause or phrase of this Ordinance be declared unconstitutional or invalid by a court of competent jurisdiction, the remainder of said Ordinance shall not be affected thereby, and shall remain in full force and effect.

This Ordinance shall become effective thirty (30) days after publication following final adoption in accordance with the City Charter and the Third-Class City Code.

ENACTED AND ORDAINED THIS 12 DAY OF October, 2015.

Linda Lavender-Norris, President, City Council ATTEST:

Michael T. Trio, City Manager

CERTIFICATION

I HEREBY CERTIFY that the foregoing Ordinance was introduced on the lay day of September ______, 2015 and was duly enacted by the Council of the City of Coatesville, Chester County, Pennsylvania, on the day of Cobber, 2015, that the vote upon the said Ordinance has been recorded in the Minutes of the City Council and that the Ordinance has been fully recorded.

Michael T. Trio, City Manager