

**NOTICE PURSUANT TO GOVERNMENT CODE SEC. 2254.1036**

WHEREAS, the City of Crockett, will consider a contingent fee contract with the law firm of Perdue, Brandon, Fielder, Collins & Mott, L.L.P. ("Firm") and hereby posts this notice pursuant to Sec. 2254.106 of the Government Code.

WHEREAS, this notice shall be posted before or at the time of giving the written notice required by Government Code Sec. 551.041 for a meeting described by Sec. 2254.1036(2) of the Government Code and shall announce the following:

A. The City of Crockett is entering into a contract with the Firm for the collection of delinquent fines and fees owed to the City of Crockett and through this contract the City of Crockett seeks to increase recovery of its delinquent debts in as expeditious a manner as possible. GOVT. CODE § 2254.1036(1)(A).

B. The City of Crockett believes the Firm has the competency, qualifications, and experience necessary to fulfill this contract. GOVT. CODE § 2254.1036(1)(B). The Firm has collected delinquent government receivables for 51 years. The Firm currently has 14 primary offices and multiple satellite offices throughout Texas, Oklahoma and Florida. It employs more than 350 individuals, including 56 attorneys. It uses a multi-office, fully integrated team approach allowing the City of Crockett access to all its offices and resources. Its collection team consists of long-term Firm employees, including attorneys, call center associates, paralegals, law clerks, legal secretaries, collection support personnel and information technology experts. The Firm utilizes proprietary collection software that can be tailored to meet any special need the City of Crockett may have.

C. The nature of any relationship between the City of Crockett and the Firm is as follows. GOVT. CODE § 2254.1036(1)(C).

The Firm has no previous relationship with the City of Crockett.

D. The City of Crockett is unable to collect its delinquent fines and fees. GOVT. CODE § 2254.1036(1)(D). The City of Crockett currently does not have adequate support staff, computer software/programming, or experience to internally conduct these collection services and acquiring these will result in substantial expense to the City of Crockett.

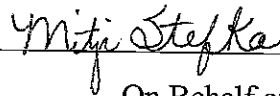
E. These collection services cannot be provided for an hourly fee. GOVT. CODE § 2254.1036(1)(E). The Criminal Procedure/Transportation Codes allow the assessment of a percentage-based fee to recover the costs of collecting delinquent fines and fees/tolls. These percentage-based fees are assessed only against the debtor and not the City of Crockett or taxpayers of the City of Crockett. The collection of delinquent fines and fees/tolls is a high-volume practice, requiring a significant amount of research, mailing, and handling of outbound/inbound calls. An hourly fee for such work will likely exceed amounts of delinquent fines and fees/tolls due. Moreover, the City of Crockett will bear the cost of these hourly fees and not the debtor, because

the Criminal Procedure/Transportation Codes do not expressly authorize the City to pay for collection services based on an hourly fee.

F. The City believes this contingent fee contract is in its best interest. GOVT. CODE § 2254.1036(1)(F). Under the contingent fee contract, the Firm will be paid the amount of the percentage-based collection fee, regardless the number of hours the Firm spends researching, contacting and mailing to collect the delinquent debt. Additionally, the percentage-based collection penalty is a pass-through expense to the debtor and not an expense to the City of Crockett or taxpayers in the City of Crockett.

NOW THEREFORE, be it resolved, this City Council, for the reasons stated above, hereby seeks entry of the contingent fee contract between the City of Crockett and the law firm of Perdue, Brandon, Fielder, Collins and Mott, LLP for the collection of delinquent fines and fees.

Executed this the 30<sup>th</sup> day of July 2021.



On Behalf of the City Council

City of Crockett

Houston County, Texas