RESOLUTION PROVIDING FOR ADDITIONAL PENALTY FOR TAX COLLECTION COSTS

WHEREAS, Elm Ridge Water Control and Improvement District of Denton County (the "District") desires to impose an additional penalty to defray costs incurred in the collection of delinquent taxes pursuant to Sections 33.07, 33.08, and 33.11 of the Texas Property Tax Code, as amended; and

WHEREAS, the District has contracted with Denton County to collect the District's ad valorem taxes; and

WHEREAS, Denton County has contracted with a delinquent tax attorney to enforce the collection of delinquent taxes pursuant to Section 6.30 of the Texas Property Tax Code, as amended; Now, Therefore,

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF ELM RIDGE WATER CONTROL AND IMPROVEMENT DISTRICT OF DENTON COUNTY THAT:

<u>Section 1</u>: The District adopts an additional penalty in the percentage determined by Denton County to defray the costs of collection of delinquent taxes by the District as authorized by Texas Property Tax Code, Sections 33.07, 33.08, and 33.11, as amended, for the current year and each succeeding year hereafter. This penalty shall be in addition to any penalty and interest owed the District for the delinquent taxes pursuant to Section 33.01 of the Texas Property Tax Code, as amended.

<u>Section 2</u>: The District's tax assessor and collector shall deliver a notice of delinquency and of the penalty imposed in accordance with this Resolution to the property owner in accordance with the requirements of Sections 33.07, 33.08, and 33.11 of the Texas Property Tax Code, as amended.

<u>Section 3</u>: This Resolution constitutes official action of the governing body of the District to impose an additional penalty for tax collection costs as provided in Sections 33.07, 33.08, and 33.11 of the Texas Property Tax Code, as amended.

PASSED AND APPROVED on February 25

President, Board of Directors

ATTEST:

Secretary, Board of Director,

(SEAL)

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