2016 Regular Session

HOUSE BILL NO. 659

## BY REPRESENTATIVE JAMES

COURTS: Provides with respect to court costs

1	AN ACT	
2	To amend and reenact R.S. 13:1898(C) and to enact R.S. 13:1898(D), relative to the	
3	collection of certain fees; to provide for a maximum collection fee on unpaid fines,	
4	forfeitures, penalties, or costs; and to provide for related matters.	
5	Be it enacted by the Legislature of Louisiana:	
6	Section 1. R.S. 13:1898(C) is hereby amended and reenacted and R.S. 13:1898(D)	
7	is hereby enacted to read as follows:	
8	§1898. Collection and disposition of fines, forfeitures, penalties, and costs in city	
9	court	
10	* * *	
11	C. The clerk of the city court or the marshal may accept payment by credit	
12	card or electronic check for all fines, forfeitures, penalties, and costs. The clerk of	
13	the city court or the marshal shall collect a fee for processing the payments in an	
14	amount that is reasonably related to the expense incurred by the clerk or marshal in	
15	processing the payment by credit card, not to exceed five percent of the amount of	
16	taxes and any penalties or interest being paid. The fee shall be in addition to the	
17	amount of fines, forfeitures, penalties, or costs.	
18	D. If the fines, forfeitures, penalties, or costs are not paid when due, a private	
19	collection agency may charge a collection fee not to exceed twenty-five percent of	
20	the balance owed.	

CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

## DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 659 Engrossed	2016 Regular Session	James
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Abstract: Increases the maximum fee that can be collected by a collection agency for the payment of certain overdue fines, forfeitures, penalties, and costs.

<u>Present law</u> authorizes the clerk of a city court, a marshal, or a private collection agency as authorized by contract to collect all fines, forfeitures, penalties, and costs, and provides that all funds so collected, excluding costs, shall be paid into the city treasury or parish treasury, depending on whose behalf the money is being collected.

<u>Present law</u> authorizes the clerk of the city court or the marshal to accept payment by credit card or electronic check for all fines, forfeitures, penalties, and costs, and authorizes the collection of a processing fee not to exceed 5% of the amount of taxes and any penalties or interest being paid.

Proposed law retains present law.

<u>Proposed law</u> authorizes a private collection agency to charge a collection fee on unpaid fines, forfeitures, penalties, or costs not to exceed 25% of the balance owed.

(Amends R.S. 13:1898(C); Adds R.S. 13:1898(D))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by <u>House Committee on Judiciary</u> to the <u>original</u> bill:

- 1. Removes <u>proposed law</u> provisions regarding the 25% processing fee on fines, forfeitures, penalties, or costs paid by credit card or electronic check, and reinstates the <u>present law</u> 5% fee.
- 2. Provides that if fines, forfeitures, penalties, or costs are overdue, a private collection agency may charge a collection fee not to exceed 25% of the balance owed.