

City of Valdez

Agenda Statement

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Title: Report: Delinquent Property Taxes and Foreclosure Process

Sponsors: City Council

Indexes:

Code sections:

Attachments: 1. 2010-2012 Updated Delinquencies

Date	Ver.	Action By	Action	Result
2/10/2010	4	City Council	received and filed	_

3/19/2019 1 City Council received and filed

<u>ITEM TITLE:</u>

Report - Delinquent Property Taxes and Foreclosure Process

SUBMITTED BY: Brian Carlson, Finance Director

FISCAL NOTES:

Expenditure Required: n/a Unencumbered Balance: n/a

Funding Source: n/a

RECOMMENDATION:

Receive and file

SUMMARY STATEMENT:

This report apprises Council of the status of property tax delinquencies and the related foreclosure procedures.

Initiated Foreclosures: 2010-2012

See attachment: 2010-2012 Updated Delinquencies

- Seven distinct properties; total delinquent amount \$71K
- These delinquencies are filed with the Third Judicial District Court, and are awaiting the filing of a "motion and memorandum for transfer and entry of judgment of foreclosure", following Finance staff verification of delinquent amounts.
- Next steps in filing are estimated to be concluded by end of March, 2019. Staff has

delayed this filing pending review of data following ransomware, software updates, and staff turnover.

- Next delinquency/foreclosure filing: 2013-2018
 - Estimated 174 properties totaling \$474K in delinquent taxes
 - Staff anticipates initial filings by end of May, 2019.
 - Initial motions and pre-publication notices typically clear 70% to 90% of delinquent balances.
 - Staff will provide Council with a detailed list following, or concurrent with, formal publication of same.
- Timeline for regular annual foreclosure process
 - Staff will initiate regular, annual filings in November, 30 days following final due-date for payment (October 15), beginning in 2019.
 - Staff anticipates \$5K to \$8K in annual legal fees for regular foreclosure proceedings.
 Services are provided by Levesque Law Group, and are billed to Finance Department, professional services.