

ARTICLE 51.001 DISHONORED CHECKS

SECTION I. COLLECTION FEE

When any person shall give the City of Mabank a personal check that is not honored by the financial institution on which it is drawn, that person shall pay an additional \$20.00* as a collections fee.

SECTION II. PROBATIONARY PERIOD FOR DISHONORED CHECKS

- A. When any person shall give two (2) dishonored checks within twelve (12) calendar months, that person shall be notified by certified mail, that if a third dishonored check is given within the succeeding four (4) calendar months, that person and/or that person's account shall be on probation for a period of six (6) calendar months.
- B. During the six (6) months probationary period, no personal checks will be accepted from that person, or to pay that person's account.
- C. The probationary period shall not apply to a new owner or occupant of property with an account on probation.

SECTION III. DISCONTINUATION OF SERVICE

If a dishonored check is given for a continuing City service or product, then notice, by certified mail, shall be given to the issuer of the check to pay the amount due within ten (10) days, if the amount due is not paid within ten (10) days, such service or product shall be discontinued by the City until the amount is paid.

* NSF Check fee updated Ordinance # 2005-11 dated October 4, 2005

ORDINANCE NO. 920305

AN ORDINANCE ESTABLISHING POLICY AND FEES FOR DISHONORED CHECKS GIVEN TO THE CITY OF MABANK, TEXAS.

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MABANK, TEXAS:

That the Code of Ordinances, City of Mabank, Texas, is hereby amended by adding Article 51.001 to read as follows:

ARTICLE 51.001 DISHONORED CHECKS

SECTION I. COLLECTION FEE

When any person shall give the City of Mabank a personal check that is not honored by the financial institution on which it is drawn that person shall pay an additional \$15.00 as a collection fee.

SECTION II. PROBATIONARY PERIOD FOR DISHONORED CHECKS

A. When any person shall give two (2) dishonored checks within ~~three (3)~~^{two (2)} calendar months, that person shall be notified, by certified mail, that if a third dishonored check is given within the succeeding four (4) calendar months, that person and/or that person's account shall be on probation for a period of six (6) calendar months.

B. During the six (6) months probationary period no personal checks will be accepted from that person, or to pay that person's account.

C. The probationary period shall not apply to a new owner or occupant of property with an account on probation.

SECTION III. DISCONTINUATION OF SERVICE

If a dishonored check is given for a continuing City service, or product, then notice, by certified mail, shall be given to the issuer of the check to pay the amount due within ten (10) days, and if the amount due is not paid within ten (10) days such service or product shall be discontinued by the City until the amount is paid.

This ordinance shall take effect and be in force from the date of its passage and publication as provided by law.

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PASSED AND APPROVED by the City Council on this 3rd day of
March, 1992.

MAYOR

ATTEST:

CITY SECRETARY