

INSTRUCTIONS FOR PREPARING FORM 62A368-A

Prepare original and three copies (one each for state, county and school) before the 10th of the month for all collections from Certificates of Delinquency and delinquent personalty bills for the previous month. A report must be submitted even though there were no collections during the month. The information requested on this form should have been computed at the time the taxpayer paid the bill.

The tax bill number, taxpayer's name and Columns 1 through 4 are copied from the face of the tax bill that was paid. The date of sale is to be copied from the reverse side of the tax bill or the Certificate of Delinquency. Columns 5 through 10 are to be completed as follows:

Column 5: Penalty (10 Percent)

KRS 134.020(4)

The amount to be entered in this column is 10 percent of the total tax amount in Column 4. It is also recorded on the reverse side of the tax bill (Certificate of Delinquency). Check to ascertain that these two totals agree.

Column 6: Sheriff's Fees

KRS 134.440(2)

The amount to be entered in this column equals the sum of the sheriff's fee of \$1 plus 6 percent of the sum of Columns 4 and 5, or:

$$\text{Sheriff's Fee} = \$1 + \left\{ \begin{array}{l} \text{Total Tax} \\ \text{Column 4} \end{array} + \begin{array}{l} \text{Penalty (10 Percent)} \\ \text{Column 5} \end{array} \times 0.06 \right\}$$

Please note that this amount is all that the sheriff is entitled to unless there has been a distraint of personal property, in which case all expenses incurred shall be collectable from the delinquent taxpayer. The 6 percent fee does not apply to the personalty bills.

Column 7: Fiscal Court Costs

KRS 134.440(2)

The fiscal court costs to be entered in this column consist of the advertising costs as shown on the Certificate of Delinquency.

Column 8: Interest

KRS 134.460(1)

(1) Certificate of Delinquency (Real Estate)

Interest accumulates by law at the rate of 12 percent per year, or 1 percent per month. The percent of interest is therefore based upon the number of months which have elapsed between the date of sale and the date of collection, inclusive. This percentage is multiplied times the sum of Columns 4 through 7, or the total tax, penalty, sheriff's fees and fiscal court costs (see example). The percent of interest and dollar amount should be entered under the appropriate headings in Column 8.

(2) Delinquent personalty tax bill interest rate starts the date of the sheriff's tax settlement each year, the back of the tax bill is not used for these bills.

Assuming 12 months have elapsed since the date of the sheriff's tax sale, the interest rate would be 12 percent and the total amount of interest to charge would be computed as follows:

Amount of Interest

$$0.12 \times \left\{ \begin{array}{l} \text{Total Tax} \\ \text{Column 4} \end{array} + \begin{array}{l} \text{Penalty (10 Percent)} \\ \text{Column 5} \end{array} + \begin{array}{l} \text{Sheriff's Fees} \\ \text{Column 6} \end{array} + \begin{array}{l} \text{Fiscal Court Costs} \\ \text{Column 7} \end{array} \right\}$$

Column 9: County Attorney's Fees

KRS 134.500(2)(e) authorizes postage fees incurred to be added to a Certificate of Delinquency. KRS 134.500(4) authorizes the 20 percent fee due to the county attorney to be added to the amount of the tax claim. This section also provides that when the county attorney files court action which results in contested litigation an additional county attorney's fee of 13 percent of the total tax and 10 percent penalty due may be added to the certificate or bill and shall become part of the claim. If the Department of Revenue performs the duties of the county attorney, this fee shall be paid to the Department of Revenue in addition to the state's share of the delinquent tax and penalty collected.

Column 10: Total Amount Collected

This column is the sum of the dollar amounts in Columns 4 through 9, or the total tax plus penalty, sheriff's fees, fiscal court costs, interest and county attorney's fees. Do not include clerk's fees.

After all receipts have been posted as indicated above, the columns should be totaled and the computation completed in the lower left side of Form 62A368-A. The division indicated in line D should be carried out to four decimal places for accuracy.