HLS 21RS-427 ORIGINAL

2021 Regular Session

HOUSE BILL NO. 385

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BY REPRESENTATIVE BEAULLIEU

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

HOUSING/MANUFACTURED: Provides for the removal of abandoned manufactured housing units

AN ACT

2	To enact R.S. 9:3259.3 and Code of Civil Procedure Article 4912(A)(3), relative to
3	privileges on certain movable property; to provide for a privilege on certain
4	abandoned movable property; to provide for possession and sale of abandoned
5	movable property; to provide procedures for enforcement of the privilege; to provide
6	for notice; to provide for court approval; to provide for redemption by the lessee; to
7	provide for recognition of the judgment of ownership; to provide for definitions; and
8	to provide for related matters.
9	Be it enacted by the Legislature of Louisiana:
10	Section 1. R.S. 9:3259.3 is hereby enacted to read as follows:
11	§3259.3. Privilege for unpaid lease payments; abandoned manufactured homes and
12	movable property; enforcement of privilege by owner of immovable
13	property; definitions
14	A. As used in this Section, the following terms shall have the following
15	meanings:
16	(1) "Abandoned movable property" means movable property, including a
17	manufactured home not exceeding five thousand dollars in value, placed upon
18	immovable property of another subject to a lease agreement, when the lessee has
19	notified the owner of the immovable property that the lessee no longer intends to
20	remain in the manufactured home and intends to abandon the remaining movable

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

1	property, or when a reasonable person would conclude from all appearances that the
2	lessee no longer intends to occupy the manufactured home or claim ownership to any
3	of the remaining movable property.
4	(2) "Manufactured home" means a mobile home or residential mobile home
5	as defined by R.S. 9:1149.2.
6	(3) "Movable property" means movable property as defined by Civil Code
7	Article 475, and a manufactured home, regardless of whether the manufactured home
8	is considered an immovable pursuant to R.S. 9:1149.4 or if it has become attached
9	to an immovable to become a component part of that immovable.
10	B. The owner of immovable property shall have a privilege on any
11	abandoned movable property, including a manufactured home not exceeding five
12	thousand dollars in value, placed upon the immovable property pursuant to a lease
13	agreement.
14	C. In the event of default by the lessee and abandonment of the movable
15	property, and after compliance with the provisions of R.S. 9:3259.1, if applicable,
16	the owner of the immovable property may enforce judicially all of his rights under
17	the lease agreement, and to enforce his privilege for the debt due him, as follows:
18	(1) The owner of the immovable property shall be authorized to remove any
19	lock on the manufactured home located on the immovable property in order to
20	compile a brief and general description of the movable property, including the serial
21	number and vehicle identification number of the manufactured home, if available,
22	upon which a privilege is claimed and shall be entitled to place his own lock upon
23	such manufactured home until his privilege is satisfied.
24	(2) The lessee shall be notified of the owner's intention to enforce his
25	privilege.
26	(3) The notice shall be delivered in person to the lessee or sent by certified
27	mail to the last known address of the lessee. A copy of the notice shall also be sent
28	by certified mail to any known holder of any security interest in the manufactured
29	home, including a mortgagor or secured party having the right to take possession of
30	the manufactured home pursuant to R.S. 9:5363.1.

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(4) The notice shall include:

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1	(a) The name of the owner of the manufactured home, if known, and a brief
2	and general description of the movable property, including the serial and vehicle
3	identification numbers of the manufactured home, if known, reasonably adequate to
4	permit its identification as provided by Subparagraph (4)(c) of this Subsection.
5	(b) The address of the immovable property upon which the manufactured
6	home is located and the name of the lessee.
7	(c) The time, place, and manner of the sale or other disposition.
8	(6) The sale or other disposition of the movable property shall take place not
9	sooner than thirty days following publication as required by this Section.
10	D.(1) Upon completion of the procedures required by Subsection C of this
11	Section, the owner of the immovable property may file suit for possession or
12	ownership of the movable property pursuant to Code of Civil Procedure Article
13	<u>4912.</u>
14	(2) The owner of the immovable property shall attach to the petition
15	evidence of the lease agreement, copies of the notice and advertisement required by
16	Subsection C of this section, and evidence that the movable property is valued at less
17	than five thousand dollars. If the serial or vehicle identification numbers are not
18	known, the owner of the immovable property shall provide certification of a physical
19	inspection of the movable property for the purpose of vehicle identification number
20	verification by a law enforcement officer trained and certified by the Department of
21	Public Safety and Corrections to inspect motor vehicles as provided in Chapter 4 of
22	Title 32 of the Louisiana Revised Statutes of 1950. The certification shall certify
23	that the serial or vehicle identification numbers are not known.
24	(3) Upon finding that the owner of the immovable property has satisfied the
25	requirements of this Section, the court shall authorize the sale of the movable
26	property by the petitioner.
27	E.(1) Upon obtaining approval from the court, the owner of the immovable
28	property may proceed to sell the movable property. Any sale or other disposition of
29	the movable property shall conform to the terms of the notification as provided by
30	this Section.

	(2) Any sale or other disposition of the movable property shall be held at the
addres	ss of the immovable property where the manufactured home is located, as
indica	ated in the notice required by this Section. The owner shall sell the movable
prope	rty to the highest bidder, if any. If there are no bidders, the owner may
purch	ase the movable property for a price at least sufficient to satisfy his claim for
lease j	payments due and all other charges, or he may donate the movable property to
charit	<u>y.</u>
	(3) Prior to any sale or other disposition of movable property to enforce the
privile	ege granted by this Section, the lessee may pay the amount necessary to satisfy
the pr	rivilege, including all reasonable expenses incurred under this Section, and
thereb	by redeem the movable property. Upon receipt of such payment, the owner
shall l	have no liability to any person with respect to such movable property.
	(4) A purchaser in good faith of movable property sold by an owner to
enforc	ce the privilege granted by this Section takes the property free of any claims or
rights	of persons against whom the privilege was valid, despite noncompliance by
the ov	wner with the requirements of this Section.
	(5) In the event of a sale held pursuant to the provisions of this Section, the
owner	r may satisfy his privilege from the proceeds of the sale, but shall hold the
<u>balanc</u>	ce, if any, as a credit in the name of the lessee whose property was sold. The
lessee	may claim the balance of the proceeds within two years of the date of sale,
witho	ut any interest thereon, and if unclaimed within the two-year period, the credit
shall b	become the property of the owner, without further recourse by the lessee. If the
sale o	r other disposition of movable property made pursuant to the provisions of this
Section	on does not satisfy the owner's claim for lease payments due and other charges,
the ov	wner may proceed by ordinary proceedings to collect the balance owed.
	(6) After conclusion of the sale, the act of sale of the manufactured home
may b	be filed with the court, and a judgment recognizing the sale shall be rendered
by the	e court and recognized by the Department of Public Safety and Corrections
pursua	ant to Code of Civil Procedure Article 4912.

1 Section 2. Code of Civil Procedure Article 4912(A)(3) is hereby enacted to read as 2 follows: 3 Art. 4912. Possession or ownership of movable property; eviction proceedings; 4 justice of the peace courts 5 A. 6 7 (3) The provisions of this Paragraph shall also be applicable to suits for possession and ownership of a manufactured home, as defined by R.S. 9:1149.2, not 8 9 exceeding five thousand dollars in value, regardless of whether the manufactured 10 home is considered an immovable pursuant to R.S. 9:1149.4, or if it has become 11 attached to an immovable to become a component part of that immovable. 12

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 385 Original

2021 Regular Session

Beaullieu

Abstract: Provides for a privilege on certain movable property located on immovable property of another and provides for enforcement of the privilege.

<u>Proposed law</u> defines "abandoned movable property", "manufactured home", and "movable property".

<u>Proposed law</u> provides that the owner of immovable property shall have a privilege on any abandoned movable property, including a manufactured home not exceeding \$5,000 in value, placed upon the immovable property pursuant to a lease agreement.

<u>Proposed law</u> provides that in the event of default by the lessee and abandonment of the movable property, the owner of the immovable property may enforce judicially all of his rights under the lease agreement.

<u>Proposed law</u> authorizes the owner to enforce his privilege for the debt due him, by following certain procedures including removing and replacing any lock on the manufactured home and compiling a brief description of the movable property, including the serial and vehicle identification numbers of the manufactured home.

<u>Proposed law</u> provides for the content and delivery of notice in person by certified mail to the lessee of the owner's intention to enforce his privilege, and requires that a copy of the notice shall also be sent by certified mail to any known holder of any security interest in the manufactured home.

<u>Proposed law</u> provides that actual receipt of the notice shall not be required, and that within 14 days after mailing of the notice, an advertisement of the sale of movable property shall be published on at least one occasion in a newspaper of general circulation where the manufactured home is located, and further provides for the content of the advertisement.

<u>Proposed law</u> provides that upon completion of the procedures established by <u>proposed law</u>, the owner of the immovable property may file suit for possession or ownership of the movable property pursuant to C.C.P. Art. 4912.

<u>Proposed law</u> requires that the owner of the immovable property shall attach to the petition evidence of the lease agreement, copies of the notice and advertisement, and evidence that the movable property is valued at less than \$5000. If the serial or vehicle identification numbers are not known, the owner of the immovable property shall attach evidence of a physical inspection of the vehicle by a Peace Officer Standards and Training (P.O.S.T.) certified law enforcement officer. Upon finding that the owner of the immovable property has satisfied the requirements of <u>proposed law</u>, the court shall authorize the sale of the movable property by the petitioner.

<u>Proposed law</u> provides that any sale or other disposition of the movable property shall be held at the address of the immovable property where the manufactured home is located, and that the owner shall sell the movable property to the highest bidder, if any.

<u>Proposed law</u> provides that if there are no bidders, the owner may purchase the movable property for a price at least sufficient to satisfy his claim for lease payments due and all other charges, or he may donate the movable property to charity.

<u>Proposed law</u> authorizes the lessee, prior to any sale or other disposition of movable property, to pay the amount necessary to satisfy the privilege, including all reasonable expenses incurred in order to redeem the movable property, and that upon receipt of such payment, the owner shall have no liability to any person with respect to such movable property.

<u>Proposed law</u> provides that a purchaser in good faith of movable property sold by an owner to enforce the privilege takes the property free of any claims or rights of persons against whom the privilege was valid, despite noncompliance by the owner with the requirements of proposed law.

<u>Proposed law</u> provides that the owner may satisfy his privilege from the proceeds of the sale, but requires the owner to hold the balance, if any, as a credit in the name of the lessee whose property was sold. Further provides that the lessee may claim the balance of the proceeds within two years of the date of sale and if unclaimed within the two-year period, the credit shall become the property of the owner.

<u>Proposed law</u> provides that if the proceeds of the sale are insufficient to satisfy the owner's claim for lease payments due and other charges, the owner may proceed by ordinary proceedings to collect the balance owed.

<u>Proposed law</u> provides that after conclusion of the sale, the act of sale of the manufactured home may be filed with the court, and a judgment recognizing the sale shall be rendered by the court and recognized by the Dept. of Public Safety and Corrections pursuant to C.C.P. Art. 4912.

<u>Present law</u> provides that a justice of the peace court shall, within its territorial jurisdiction, have jurisdiction, concurrent with the parish or district court, over suits for the possession or ownership of movable property not exceeding \$5,000 in value and over suits by landowners or lessors for the eviction of occupants or tenants of leased residential premises, regardless of the amount of monthly or yearly rent or the rent for the unexpired term of the lease.

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<u>Present law</u> provides that a judgment of ownership of a vehicle ordered by a justice of the peace court shall be recognized by the office of motor vehicles of the Dept. of Public Safety and Corrections in accordance with the provisions of Chapter 4 of Title 32 of the Louisiana Revised Statutes of 1950.

<u>Proposed law</u> provides that the provisions of <u>present law</u> shall also be applicable to suits for possession and ownership of a manufactured home not exceeding \$5,000 in value, regardless of whether the manufactured home is otherwise considered an immovable or if it has become attached to an immovable to become a component part of that immovable.

(Adds R.S. 9:3259.3 and C.C.P. Art. 4912(A)(3))