SLS 13RS-261

REENGROSSED

Regular Session, 2013

SENATE BILL NO. 51

BY SENATORS LONG, GALLOT, RISER AND THOMPSON

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

CIVIL PROCEDURE. Provides relative to municipal and parish actions, liens, and proceedings for blighted or abandoned property and for violations of public health, housing and certain other ordinances. (gov sig)

1	AN ACT
2	To amend and reenact R.S. 13:2575(A), (B), (C)(2), (D), (F) and (H) and
3	2576(A)(introductory paragraph) and to enact R.S. 13:2576(A)(7), relative to
4	administrative adjudication procedures for blighted or abandoned property, public
5	health, housing, fire code, environmental and other ordinance violations; to provide
6	certain municipal and parish population requirements and restrictions; to provide
7	certain terms, conditions, requirements, and procedures; to provide for the
8	enforcement of ordinances through administrative adjudication procedures and other
9	procedures, including liens, actions and tax sales; to provide for the effects of such
10	procedures and judgments; and to provide for related matters.
11	Be it enacted by the Legislature of Louisiana:
12	Section 1. R.S. 13:2575(A), (B), (C)(2), (D), (F) and (H) and 2576(A)(introductory
13	paragraph) are hereby amended and reenacted and R.S. 13:2576(A)(7) is hereby enacted to
14	read as follows:
15	§2575. Municipalities with populations in excess of three hundred thousand;
16	Blighted or abandoned property; public health, housing, fire code,
17	building code and certain other ordinance and environmental

Page 1 of 9 Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

REENGROSSED SB NO. 51

1 violations; administrative adjudication; procedure; appeal; penalties 2 A.(1) Any municipality or parish may prescribe civil fines for blighted property, abandoned property, or violation of public health, housing, fire code, 3 environmental, and historic district ordinances in the municipality or parish by 4 5 owners of immovable property, their agents, tenants, or representatives pursuant to the procedures for administrative adjudication provided in this Chapter. For the 6 7 purposes of this Chapter, "housing violations" shall encompass only those conditions 8 in privately owned structures which are determined to constitute a threat or danger 9 to the public health, safety or welfare and/or, to the environment, or a historic 10 district. In municipalities with a population of seventy thousand or more according to the latest federal decennial census, the term "housing violation" as used in this 11 Chapter shall also encompass building codes, zoning, vegetation, and nuisance 12 13 ordinances. However, nothing in this Section shall be construed to affect activities which occur on the premises of manufacturing facilities and which are regulated by 14 Title 30 of the Louisiana Revised Statutes of 1950. 15

16(2) For purposes of this Chapter, except in any parish with a population17of more than three hundred thousand and less than four hundred thousand18according to the latest federal decennial census, "blighted property" shall have19the same meaning as provided in R.S. 33:1374, and "abandoned property" shall20have the same meaning as provided in R.S. 33:4720.59.

21 B.(1) Any municipality or parish may adopt an ordinance or ordinances establishing an administrative adjudication hearing procedure under the provisions 22 of this Chapter. The ordinance or ordinances shall provide for a time period for 23 persons charged with owning blighted or abandoned property, or violating a 24 public health, housing, fire code, environmental, and historic district ordinance to 25 have a hearing under the provisions of this Chapter. The ordinance shall provide for 26 27 the appointment of one or more hearing officers who may be the director of health of the municipality or parish or the health officer of the parish in which the 28 29 municipality is located or the designee of such official or, in the discretion of the

Page 2 of 9 Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

gover	ming authority, who may be a person who shall have been licensed to practice
law ii	n Louisiana for two years.
	(2) Except in any parish with a population of more than three hundred
thous	and and less than four hundred thousand according to the latest federal
decer	mial census, any municipality or parish that adopts an ordinance
<u>estab</u>	lishing an administrative adjudication hearing procedure for determining
prop	erty to be blighted or abandoned, shall provide notice to the property
owne	rs and to all mortgage holders as provided in Paragraphs $(D)(2)$ and $(F)(2)$
<u>of thi</u>	s Section.
	(3) Each municipality or parish shall have the authority to empower the
hearin	ng officer with authority to:
	* * *
	C. (1)
	* * *
	(2) Any liens placed against such immovable property shall be included in
the ne	ext annual ad valorem tax bill and shall be paid along with such taxes, subject,
howe	ver, to any valid homestead exemption. Failure to pay the liens shall cause the
immo	ovable property in or on which the violation occurred to be subject to the same
provi	sions of law as govern tax sales of immovable property, except that in
muni	cipalities with populations in excess of three hundred thousand according to the
latest	federal decennial census, when the immovable property has been declared
blight	ted or a public nuisance by an administrative hearing officer acting in

Page 3 of 9

Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

accordance with this Section, the property owners and other parties having interests

in the property shall not have a right of redemption. However, if the immovable

property has been sold for nonpayment of taxes to a tax sale purchaser other than the

municipality, and if the right of redemption from the tax sale has not elapsed at least

one year prior to the sale pursuant to this Section, the tax sale purchaser shall have

a right of redemption from the sale pursuant to this Section until one year after the

right of redemption from the tax sale elapses. In addition, in municipalities with

populations in excess of three hundred thousand according to the latest federal decennial census, failure to pay the liens shall also cause such liens and privileges to be subject to enforcement in accordance with R.S. 13:2576. Any liens placed against immovable property that has a legal homestead exemption from taxes will become payable ninety days after the death of the owner thereof or immediately upon recordation of any conventional mortgage on the immovable property or transfer of title to a new owner, whichever occurs first.

8 D.(1) Prior to holding an administrative hearing for public health, housing, 9 fire code, environmental, and historic district violations, the municipality or parish 10 shall notify the property owner at least fifteen days in advance of the date that such 11 a hearing is scheduled. This notification shall state the time, date, and location of the 12 hearing, the alleged violations, and it shall be sent by certified or registered United 13 States mail to the violator or personally served on the violator at the address as listed in the assessor's office of the municipality or parish. The date of the postmark shall 14 be deemed to be the date of delivery. Any notification so sent and returned by the 15 16 United States Post Office shall be considered as having fulfilled the notification requirement. Failure of any person charged with a violation to appear at the hearing 17 shall be considered an admission of liability for the charged violation. Any order 18 19 compelling the attendance of witnesses or the production of documents may be 20 enforced by the city or municipal court of the municipality or the parish court in 21 whose jurisdiction the municipality is located, or in the parish court of the parish 22 initiating the action.

23(2) Except in any parish with a population of more than three hundred24thousand and less than four hundred thousand according to the latest federal25decennial census, prior to holding an administrative hearing for the26determination of blight or abandonment of property, the municipality or parish27shall notify the property owner and each mortgagee of record in the parish28mortgage records, at least fifteen days in advance of the date of the29administrative hearing. The notification shall state the time, date, and location

1	of the hearing, the location of the subject property, and an explanation that the
2	hearing is for the purpose of making a determination whether the subject
3	property is blighted or abandoned. The notice shall be sent by certified or
4	registered United States mail or personally served on the property owner at the
5	address listed in the assessor's office of the municipality or parish, and on each
6	mortgage holder at the address provided in the recorded mortgage.
7	* * *
8	F.(1) The hearing officer shall issue an order within thirty days, excluding
9	legal holidays, of the hearing stating whether or not the person charged is liable for
10	the violation, and the amount of any fine, penalty, costs, or fee assessed against him,
11	and a date by which the violation shall be corrected. In addition to the enforcement
12	procedure and authority set forth in Paragraph (B)(2) of this Section, any order

procedure and authority set forth in Paragraph (B)(2) of this Section, any order 13 assessing a fine, penalty, costs, or fee or stipulating a correction date may be enforced by the city or municipal court of the municipality or the parish court in 14 whose jurisdiction the municipality is located, or in the parish court of the parish 15 initiating the action. 16

(2) Except in any parish with a population of more than three hundred 17 18 thousand and less than four hundred thousand according to the latest federal 19 decennial census, within thirty days, excluding legal holidays, after the hearing to determine whether a property is blighted or abandoned, the hearing officer 20 21 shall send written post hearing notice to the property owner and each mortgagee of record explaining whether the hearing officer determined the 22 subject property to be blighted or abandoned and state whether any fine, 23 24 penalty, costs, or fees are assessed. The post hearing notice shall be sent to the property owner and current mortgage holders in the manner provided for in 25 Paragraph (D)(2) of this Section. 26

27 H. Any property owner or mortgage holder of property determined to 28 29 be blighted or abandoned property, or any person determined by the hearing

*

*

*

1	officer to be in violation of a public health, housing, fire code, environmental, or
2	historic district ordinance may appeal this determination to the appropriate district
3	court. Such appeal shall be instituted by filing, within thirty calendar days of the
4	hearing officer's order, a petition with the clerk of court for the district court along
5	with payment of such reasonable costs as may be required by the clerk. After filing
6	a petition for appeal, the clerk of court of the district court shall schedule a hearing
7	and notify all parties of the date, time, and place of such hearing. Service of notice
8	of appeal under this Subsection shall not stay the enforcement and collection of the
9	judgment unless the person who files the appeal furnishes security prior to filing
10	notice of appeal with the agency of the municipality or parish designated by
11	ordinance to accept such payments in the amount to be fixed by the hearing officer
12	sufficient to assure satisfaction of the finding of the hearing officer relative to the
13	fine, fee, penalty, costs of the hearing, and costs, if any, of correcting the violation.
14	* * *
15	§2576. Administrative adjudication of blighted or abandoned property , public
16	health, housing, fire code, environmental, and historic district
17	violations; municipalities with a population in excess of three
18	hundred thousand
19	A. In each any municipality having a population of three hundred thousand
20	or more according to the latest federal decennial census or parish, the failure to pay
21	the liens, privileges, and judicial mortgages, and any fines, fees, penalties, or hearing
22	costs imposed pursuant to R.S. 13:2575 shall cause the liens, privileges, and judicial
23	mortgages, and any fines, fees, penalties, or hearing costs to be enforceable pursuant
24	to the following provisions, in addition to those provided for in R.S. 13:2575:
25	* * *
26	(7) If property for which tax sale title was acquired and held by a
27	political subdivision pursuant to R.S. 47:2196 is sold pursuant to this Chapter,
28	upon recordation of such sale the property shall no longer be deemed
29	adjudicated property. For purposes of any rights of redemption required

Page 6 of 9 Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

1	pursuant to state law, the redemption period shall be deemed to have
2	commenced on the date of the recordation of the initial adjudication to the
3	political subdivision and not on the date of sale pursuant to this Chapter.
4	* * *
5	Section 2. This Act shall become effective upon signature by the governor or, if not
6	signed by the governor, upon expiration of the time for bills to become law without signature
7	by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If
8	vetoed by the governor and subsequently approved by the legislature, this Act shall become
9	effective on the day following such approval.

The original instrument was prepared by Julie J. Baxter. The following digest, which does not constitute a part of the legislative instrument, was prepared by McHenry Lee.

DIGEST

Long (SB 51)

<u>Present law</u> provides that any municipality or parish may prescribe civil fines for violation of public health, house, fire code, environmental, and historic district ordinances in the municipality or parish by owners of immovable property, their agents, tenants, or representatives pursuant to the procedures for administrative adjudication provided in the <u>present law</u>.

Proposed law retains present law and adds civil fines for blighted or abandoned property.

Proposed law provides for the definitions of blighted property and abandoned property.

<u>Proposed law</u> exempts any parish whose populations is more than 300,000 and less than 400,000 from the provisions of <u>proposed law</u>.

<u>Present law</u> provides that any municipality or parish may adopt an ordinance or ordinances establishing an administrative adjudication hearing procedure under the provisions of <u>present</u> <u>law</u>.

<u>Proposed law</u> provides that any municipality or parish may adopt an ordinance or ordinances establishing an administrative adjudication hearing procedure for blighted or abandoned property.

<u>Present law</u> provides that any liens against immovable property as a result of such violations shall be included in the next annual ad valorem tax bill and all be paid along with such taxes, subject to any valid homestead exemption. Further provides that failure to pay such liens shall cause the immovable property in or on which the violation occurred to be subject to the same provisions of law as govern tax sales of immovable property, except that, in municipalities with populations in excess of 300,000, when the immovable property has been declared blighted or a public nuisance by an administrative hearing officer, the property owners and other parties having interests in the property shall not have a right of redemption.

<u>Present law</u> provides that, in municipalities with populations in excess of 300,000, failure to pay certain liens shall cause such liens and privileges to be subject to enforcement in

Page 7 of 9

Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

accordance with R.S. 13:2576.

<u>Proposed law</u> removes present reference to municipalities with populations in excess of 300,000, so that failure to pay certain liens in any municipality or parish shall cause such liens and privileges to be subject to enforcement in accordance with R.S. 13:2576.

<u>Present law</u> provides that prior to holding an administrative hearing for public health, housing, fire code, environmental, and historic district violations, the municipality or parish shall notify the property owner at least 15 days in advance of the date that such a hearing is scheduled. Further provides for the requirements of the notification.

<u>Proposed law</u> provides that, except in any parish with a population of more than 300,000 and less than 400,000 according to the latest federal decennial census, prior to holding an administrative hearing for determination of blight or abandonment of property, the municipality or parish shall notify the property owner and each mortgagee of record at least 15 days in advance of the date that such a hearing is scheduled. Further provides for the requirements of the notification.

<u>Present law</u> provides that a hearing officer will issue an order within 30 days, excluding legal holidays, of the hearing stating whether or not the person charged is liable for the violation, and the amount of any fine, penalty, costs, or fee assessed against him, and a date by which the violation shall be corrected.

<u>Proposed law</u> provides that, except in any parish with a population of more than 300,000 and less than 400,000 according to the latest federal decennial census, within 30 days, excluding legal holidays, after the hearing to determine whether a property is blighted or abandoned, the hearing officer shall send written post hearing notice to the property owner and each mortgagee of record explaining whether the hearing officer determined the subject property to be blighted or abandoned and state whether any fine, penalty, costs, or fees are assessed.

<u>Present law</u> provides that any person determined by the hearing officer to be in violation of a public health, housing, fire code, environmental, or historic district ordinance may appeal this determination to the appropriate district court and provides for the appeal process.

<u>Proposed law</u> retains <u>present law</u> and adds blighted or abandoned property determination to the <u>present law</u> appeal process.

<u>Present law</u> references administrative adjudication of public health, housing, fire code, environmental and historic district violations.

<u>Proposed law</u> adds references to administrative adjudication of blighted or abandoned property.

<u>Present law</u> provides that in each municipality having a population of 300,000 or more, the failure to pay liens, privileges, judicial mortgages and any fines, fees, penalties or hearing costs imposed pursuant to R.S. 13:2575 shall cause the lien, privileges, judicial mortgages and any fines, fees, penalties or hearing costs to be enforceable pursuant to certain provisions listed.

<u>Proposed law</u> removes reference to municipalities having a population of 300,000 or more, making <u>present law</u> applicable to any municipality or parish.

<u>Proposed law</u> provides that if property for which tax sale title was acquired and held by a political subdivision pursuant to R.S. 47:2196 is sold pursuant to the <u>present</u> and <u>proposed</u> <u>law</u>, upon recordation of such sale the property shall no longer be deemed adjudicated property. For purposes of any rights of redemption required pursuant to state law, the redemption period shall be deemed to have commenced on the date of the recordation of the initial adjudication to the political subdivision and not on the date of sale pursuant to the

Page 8 of 9

Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

present and proposed law.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Amends R.S. 13:2575(A), (B), (C)(2), (D), (F) and (H) and 2576(A)(intro para); adds R.S. 13:2576(A)(7))

Summary of Amendments Adopted by Senate

<u>Committee Amendments Proposed by Senate Committee on Senate and</u> <u>Governmental Affairs to the engrossed bill</u>

- 1. Exempts any parish whose populations is more than 300,000 and less than 400,000 from the provisions of <u>proposed law</u>.
- 2. Adds definitions.
- 3. Adds a hearing procedure for blighted or abandoned property, including prehearing notice, post-hearing determination, and appeals process.

Senate Floor Amendments to engrossed bill

- 1. Makes Legislative Bureau changes.
- 2. Makes Senate Floor Bureau technical changes.