SENATE FILE BY COMMITTEE ON LOCAL GOVERNMENT

(SUCCESSOR TO SF 2005)

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## A BILL FOR

1 An Act providing a method for the acquisition of title to

2 abandoned vacant lots by cities.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 4 TLSB 5052SV  $82\,$ 

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Section 1. Section 657A.1, subsection 1, Code 2007, is 1 1 1 2 amended to read as follows: 1. "Abandoned" or "abandonment" means one or more of the 1 3 following: 4 1 5 <u>a.</u> that That a building has remained vacant and has been 1 6 in violation of the housing code of the city in which the 7 property is located or the housing code applicable in the 1 8 county in which the property is located if outside the limits 1 9 of a city for a period of six consecutive months. 1 1 10 <u>That a building has been declared by a court to be</u> b. abandoned or in an unsafe condition pursuant to section 657A.2 11 12 or that a building has been declared by a court to be 13 abandoned pursuant to section 657A.10A. 1 14 c. That a vacant lot has been declared by a court to be 15 abandoned pursuant to section 657A.10B. 16 Sec. 2. Section 657A.1, Code 2007, is amended by adding 1 16 1 17 the following new subsection: 1 18 <u>NEW SUBSECTION</u>. 8. "Vacant lot" means a lot or parcel of 1 19 property that is located within the limits of a city, that 1 20 contains no buildings or structures, and that is zoned to 1 21 allow for residential or commercial structures. "Vacant lot" 1 22 does not include property zoned for residential or commercial 1 23 use currently in use as farmland. 1 24 Sec. 3. <u>New Section</u>. 657A.10B PETITION BY CITY FOR TITLE 1 25 TO ABANDONED VACANT LOT. 1. A city in which an abandoned vacant lot is located may 1 26 1 27 petition the court to enter judgment awarding title to the 1 28 vacant lot to the city. The owner of the vacant lot, 1 29 mortgagees of record, lienholders of record, or other known 1 30 persons who hold an interest in the vacant lot shall be named 1 31 as respondents on the petition. 1 32 The petition shall be filed in the district court of the 1 33 county in which the vacant lot is located. Service on the 1 34 owner and any other named respondents shall be by certified 35 mail. The city shall also cause a notice to be published in a 1 newspaper of general circulation in the city where the vacant 1 2 2 lot is located once each week for three consecutive weeks 2 2 3 following the filing of the petition. The action shall be in 2 4 equity. 2 5 2. Not sooner than sixty days after the filing of the 2 6 petition, the city may request a hearing on the petition. 7 3. In determining whether the vacant lot has been 2 2 8 abandoned, the court shall consider the following: 2 a. Whether any property taxes or special assessments on 9 10 the property were delinquent at the time the petition was 2 2 11 filed. 2 12 b. Whether any utilities are currently being provided to 2 13 the property. 2 14 c. Whether local authorities have received complaints from 2 15 neighboring landowners regarding the appearance or condition 2 16 of the property. 2 17 d. Whether the condition of the property violates a city

2 18 ordinance and how long the vacant property has been in 2 19 violation of the ordinance. 2 20 e. Whether conditions exist on the property which create 2 21 an unreasonable risk to public health or safety. f. The presence of vermin, accumulation of debris and 2 22 2 23 garbage, and uncut vegetation. 2 24 g. The effort expended by the petitioning city to maintain 2 25 the vacant lot. 2 26 h. Past and current compliance with orders of local 2 27 government authorities pertaining to the vacant lot. Any other evidence the court deems relevant.
In lieu of the considerations in subsection 3, if the 2 28 2 29 2 30 city can establish to the court's satisfaction that all 31 parties with an interest in the vacant lot have received 32 proper notice and either consented to the entry of an order 2 2 2 33 awarding title to the vacant lot to the city or have had an 2 34 opportunity to alleviate those conditions alleged by the city 2 35 and have failed to do so, the court shall enter judgment against the respondents granting the city title to the vacant 3 1 3 2 lot. 3 If the court determines that the vacant lot has been 3 4 abandoned or that subsection 4 applies, the court shall enter 3 3 5 judgment awarding title to the city. The title awarded to the 3 6 city shall be free and clear of any claims, liens, or 3 7 encumbrances held by the respondents. 3 EXPLANATION 8 3 9 Currently, Code section 657A.10A allows a court to transfer 3 10 title to a parcel of property containing an abandoned building 3 11 to a petitioning city if the court finds the property to be 3 12 abandoned under the factors listed in Code section 3 13 657A.10A(3). This bill enacts new Code section 657A.10B 3 14 allowing cities to petition the court to acquire title to 3 15 certain abandoned vacant lots. The bill defines vacant lot as 3 16 property that contains no buildings or structures and that is 3 17 zoned to allow for residential or commercial structures. The bill provides that a petition for title to an abandoned 3 18 3 19 vacant lot is an action in equity and must be filed in the 3 20 district court in which the property is located. The owner of 3 21 the vacant lot and persons who hold an interest in the vacant 3 22 lot will be given notice of the petition and be named as 23 respondents. Not sooner than 60 days after the filing of the 24 petition, the city may request a hearing on the petition. New 3 3 New 3 25 Code section 657A.10B(3) lists factors that the court is to 3 26 consider when determining whether the vacant lot has been 3 27 abandoned. 3 28 The bill provides that if all parties with an interest in 29 the vacant lot have received proper notice and either 3 30 consented to the entry of an order awarding title to the 31 vacant lot to the city or did not alleviate the conditions 3 3 3 32 alleged by the petitioning city within 60 days after the 33 filing of the petition, the court shall grant the city title 34 to the vacant lot. 3 3 The bill further provides that if the court determines that 3 35 1 the vacant lot has been abandoned, under Code section 2 657A.10B(3), the court shall enter judgment awarding title to 3 the city, and the title awarded to the city is free and clear 4 4 4 4 4 of any claims, liens, or encumbrances held by the respondents. 5 LSB 5052SV 82 4 4 6 md/sc/8