Session of 2015

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SENATE BILL No. 84

By Committee on Commerce

1-27

AN ACT concerning cities; relating to the qualifications and rehabilitation

of abandoned property; amending K.S.A. 2014 Supp. 12-1750 and 12-

3 1756a and repealing the existing sections. 4 5 *Be it enacted by the Legislature of the State of Kansas:* 6 Section 1. K.S.A. 2014 Supp. 12-1750 is hereby amended to read as 7 follows: 12-1750. As used in this act: 8 "Structure" means any building, wall or other structure. (a) "Enforcing officer" means the building inspector or other officer 9 (b) designated by ordinance and charged with the administration of the 10 provisions of this act. 11 12 (c) "Abandoned property" means: 13 (1) Any residential real estate for which taxes are delinquent for the 14 preceding two years and which has been unoccupied continuously by 15 persons legally in possession for the preceding 90 days; or (2) any residential real estate which has been unoccupied 16 17 continuously by persons legally in possession for the preceding 180 days 18 and which has a blighting influence on surrounding properties; or 19 (2) (3) commercial real estate for which the taxes are delinquent for 20 the preceding two years and which has a blighting influence on 21 surrounding properties. "Commercial real estate" means any real estate for 22 which the present *approved* use is other than one to four residential units 23 or for agricultural purposes. 24 (d) "Blighting influence" means conditions in such structure which 25 are dangerous or injurious to the health, safety-or, morals or welfare, 26 including, but not limited to, economic welfare, of the occupants of such 27 buildings or other residents of the municipality or which have an adverse 28 impact on properties in the area. Such conditions may include, but are not 29 limited to, the following: Defects increasing the hazards of fire, accident, 30 or other calamities; air pollution; light or sanitary facilities; dilapidation; 31 disrepair; structural defects; uncleanliness; dead and dving trees, limbs or 32 other unsightly natural growth or unsightly appearances that constitute a 33 blight to adjoining property, the neighborhood or the city; walls, sidings or 34 exteriors of a quality and appearance not commensurate with the character 35 of the properties in the neighborhood; unsightly stored or parked material, equipment, supplies, machinery, trucks or automobiles or parts thereof; 36

vermin infestation; inadequate drainage; or any violation of health, fire,
 building or zoning regulations.

3 (e) "Organization" means any nonprofit corporation organized under 4 the laws of this state and which has among its purposes the improvement 5 of housing.

6 (f) "Rehabilitation" means the process of improving the property into 7 compliance with applicable fire, housing and building codes.

8 (g) "Parties in interest" means any owner or owners of record, 9 judgment creditor, tax purchaser or other party having any legal or 10 equitable title or interest in the property.

11 (h) "Last known address" includes the address where the property is 12 located, or the address as listed in the tax records.

Sec. 2. K.S.A. 2014 Supp. 12-1756a is hereby amended to read as follows: 12-1756a. (a) *(1)* An organization may file a petition with the district court for an order for temporary possession of property if:

16 (1) (A) The property meets the definition of abandoned as set forth in 17 K.S.A. 12-1750, and amendments thereto;

(2) (B) the organization intends to rehabilitate the property and use
 the property as housing or for community development or economic
 development purposes; and

(3) (C) the organization has sent notice to the enforcing officer and the parties in interest of the property, by certified or registered mail, mailed to their last known address and posted on the property at least 20 days but not more than 60 days before the date the petition is filed, of the organization's intent to file a petition for possession under K.S.A. 12-1750 through 12-1756e, and amendments thereto.

27 (2) The governing body of any city may file a petition with the district
28 court for an order for temporary possession of property if:

(A) The property meets the definition of abandoned as set forth in
K.S.A. 12-1750, and amendments thereto;

(B) the governing body of the city filing a petition under this section
has designated an organization to rehabilitate the property;

(C) the organization designated under subsection (a)(2)(B) intends to
 rehabilitate the property and use the property as housing or for community
 development or economic development purposes; and

(D) the governing body of the city filing the petition under this section has sent notice to the enforcing officer and the parties in interest of the property, by certified or registered mail, mailed to their last known address and posted on the property at least 20 days but not more than 60 days before the date the petition is filed, of the governing body's intent to file a petition for possession under K.S.A. 12-1750 through 12-1756e, and amendments thereto.

43 (b) The proceeding shall be commenced by filing a verified petition

1 in the district court in the county in which the property is located. The petition shall state that the conditions specified in subsection (a) exist. All 2 3 parties in interest of the property shall be named as defendants in the 4 petition. Summons shall be issued and service shall be made pursuant to 5 K.S.A. 60-303, and amendments thereto. Service may be made by 6 publication if the organization or the governing body of a city with due 7 diligence is unable to make service of summons upon a defendant pursuant 8 to subsection (a)(3) of K.S.A. 60-307(a)(3), and amendments thereto.

9 (c) Any defendant may file as part of such defendant's answer, as an affirmative defense, a plan for the rehabilitation of the property and 10 evidence of capacity and resources necessary to complete rehabilitation of 11 the property. The court shall grant the defendant 90 days to bring the 12 13 property into compliance with applicable fire, housing and building codes 14 and to pay all delinquent ad valorem property tax. For good cause shown, the court may extend the ninety-day compliance period for an additional 15 16 90 days. If the property is brought into such compliance within the ninety-17 day period or extension of time thereof, the petition shall be dismissed. If 18 the defendant fails to bring the property into such compliance within the 19 ninety-day period or extension of time thereof, or if the defendant's plan is 20 otherwise insufficient, the defendant's affirmative defense shall be 21 stricken.

22 (d) At the hearing on the organization's *a* petition *filed in accordance* 23 with subsection (a), the organization or the governing body of a city shall 24 submit to the court a plan for the rehabilitation of the property and present 25 evidence that the organization has adequate resources to rehabilitate and thereafter manage the property. For the purpose of developing such a plan, 26 27 representatives of the organization or the governing body of a city may be 28 permitted entry onto the property by the court at such times and on such 29 terms as the court may deem appropriate.

(e) The court shall make its own determination as to whether the
property is in fact abandoned consistent with the terms of K.S.A. 12-1750
through 12-1756e, and amendments thereto.

33 (f) If the court approves the petition, the court shall enter an order 34 approving the rehabilitation plan and granting temporary possession of the 35 property to the organization or the governing body of a city. The 36 organization, subject to court approval, may enter into leases or other 37 agreements in relation to the property. Whether the court approves or 38 denies the petition, the organization shall provide the governing body of a 39 city a copy of the order within 30 days of the organization's receipt or 40 knowledge of such order.

41 Sec. 3. K.S.A. 2014 Supp. 12-1750 and 12-1756a are hereby 42 repealed.

43 Sec. 4. This act shall take effect and be in force from and after its

1 publication in the statute book.