As Introduced

135th General Assembly Regular Session 2023-2024

H. B. No. 153

Representative Hillyer

Cosponsors: Representatives Carruthers, Seitz, Schmidt, Dean

A BILL

| To amend sections 323.71, 323.78, and 5721.20 of | 1 |
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| the Revised Code to limit which abandoned land | 2 |
| may be subject to certain expedited foreclosure | 3 |
| proceedings. | 4 |

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

| Section 1. That sections 323.71, 323.78, and 5721.20 of | 5 |
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| the Revised Code be amended to read as follows: | 6 |
| Sec. 323.71. (A)(1) If the county board of revision, upon | 7 |
| its own motion or pursuant to a hearing under division (A)(2) of | 8 |
| this section, determines that the impositions against a parcel | 9 |
| of abandoned land that is the subject of a complaint filed under | 10 |
| section 323.69 of the Revised Code exceed the fair market value | 11 |
| of that parcel as currently shown by the latest valuation by the | 12 |
| auditor of the county in which the land is located, then the | 13 |
| board may proceed to hear and adjudicate the case as provided | 14 |
| under sections 323.70 and 323.72 of the Revised Code. Upon entry | 15 |
| of an order of foreclosure, the parcel may be disposed of as | 16 |
| prescribed by <u>section 323.78 or division</u> (G) of section 323.73 | 17 |
| of the Revised Code. | 18 |

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If the board of revision, upon its own motion or pursuant 19 to a hearing under division (A)(2) of this section, determines 20 that the impositions against a parcel do not exceed the fair 21 market value of the parcel as shown by the county auditor's 22 then-current valuation of the parcel, the parcel shall not be 23 disposed of as prescribed by section 323.78 or division (G) of 24 section 323.73 of the Revised Code, but may be disposed of as 25 otherwise provided in section 323.73, 323.74, 323.75, or 323.77, 26 or 323.78 of the Revised Code. 27

(2) By a motion filed not later than seven days before a 28 29 final hearing on a complaint is held under section 323.70 of the Revised Code, an owner or lienholder may file with the county 30 board of revision a good faith appraisal of the parcel from a 31 licensed professional appraiser and request a hearing to 32 determine whether the impositions against the parcel of 33 abandoned land exceed or do not exceed the fair market value of 34 that parcel as shown by the auditor's then-current valuation of 35 that parcel. If the motion is timely filed, the board of 36 revision shall conduct a hearing and shall make a factual 37 finding as to whether the impositions against the parcel exceed 38 or do not exceed the fair market value of that parcel as shown 39 by the auditor's then-current valuation of that parcel. An owner 40 or lienholder must show by a preponderance of the evidence that 41 the impositions against the parcel do not exceed the auditor's 42 then-current valuation of the parcel in order to preclude the 43 application of division (G) of section 323.73 of the Revised 44 Code. 45

(B) Notwithstanding sections 323.65 to 323.79 of the
Revised Code to the contrary, for purposes of determining in any
proceeding under those sections whether the total of the
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impositions against the abandoned land exceed the fair market
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value of the abandoned land, it is prima-facie evidence and a 50 rebuttable presumption that may be rebutted to the county board 51 of revision that the auditor's then-current valuation of that 52 abandoned land is the fair market value of the land, regardless 53 of whether an independent appraisal has been performed. 54

Sec. 323.78. (A) Notwithstanding anything in Chapters 55 323., 5721., and 5723. of the Revised Code, a county treasurer 56 may elect to invoke the alternative redemption period in any 57 petition for foreclosure of abandoned lands under section 58 323.25, sections 323.65 to 323.79, or section 5721.18 of the 59 Revised Code. If the treasurer makes that election, and if the 60 court or board of revision determines that the impositions 61 against the parcel that is the subject of the petition exceed 62 the fair market value of the parcel as shown by the county 63 auditor's then-current valuation of the parcel, the parcel shall 64 be disposed of as prescribed in division (B) or (C) of this 65 section. 66

(B) If a county treasurer invokes the alternative 67 redemption period pursuant to this section, and if a municipal 68 corporation, township, county, school district, community 69 development organization, or county land reutilization 70 corporation has requested title to the parcel, then upon 71 adjudication of foreclosure of the parcel, the court or board of 72 revision shall order, in the decree of foreclosure or by 73 separate order, that the equity of redemption and any statutory 74 or common law right of redemption in the parcel by its owner 75 shall be forever terminated after the expiration of the 76 alternative redemption period and that the parcel shall be 77 transferred by deed directly to the requesting municipal 78 corporation, township, county, school district, community 79 development corporation, or county land reutilization 80

corporation without appraisal and without a sale, free and clear 81 of all impositions and any other liens on the property, which 82 shall be deemed forever satisfied and discharged. The court or 83 board of revision shall order such a transfer regardless of 84 whether the value of the taxes, assessments, penalties, 85 86 interest, and other charges due on the parcel, and the costs of the action, exceed the fair market value of the parcel. No 87 further act of confirmation or other order shall be required for 88 such a transfer, or for the extinguishment of any statutory or 89 common law right of redemption. 90

91 (C) If a county treasurer invokes the alternative redemption period pursuant to this section and if no community 92 development organization, county land reutilization corporation, 93 municipal corporation, county, township, or school district has 94 requested title to the parcel, then upon adjudication of 95 foreclosure of the parcel, the court or board of revision shall 96 order the property sold as otherwise provided in Chapters 323. 97 and 5721. of the Revised Code, and, failing any bid at any such 98 sale, the parcel shall be forfeited to the state and otherwise 99 disposed of pursuant to Chapter 5723. of the Revised Code. 100

101 Sec. 5721.20. Except in cases where the property is transferred without sale to a municipal corporation, township, 102 county, community development organization, or county land 103 reutilization corporation pursuant to the alternative redemption-104 period procedures contained in section 323.78 of the Revised 105 Code, any Any residue of moneys from the sale or foreclosure of 106 lands remaining to the owner on the order of distribution, and 107 unclaimed by such owner within sixty days from its receipt, 108 shall be paid into the county treasury and shall be charged 109 separately to the county treasurer by the county auditor, in the 110 name of the supposed owner. The treasurer shall retain such 111

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| excess in the treasury for the proper owner of such lands upon | 112 |
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| which the foreclosure was had, and upon demand by such owner, | 113 |
| within three years from the date of receipt, shall pay such | 114 |
| excess to the owner. If the owner does not demand payment of the | 115 |
| excess within three years, then the excess shall be forfeited to | 116 |
| the delinquent tax and assessment collection fund created under | 117 |
| section 323.261 321.261 of the Revised Code, or in counties that | 118 |
| have established a county land reutilization corporation fund | 119 |
| under section 323.263 <u>321.263</u> of the Revised Code, to the county | 120 |
| land reutilization corporation fund. | 121 |
| Section 2. That existing sections 323.71, 323.78, and | 122 |

5721.20 of the Revised Code are hereby repealed.

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