As Introduced

135th General Assembly Regular Session 2023-2024

H. B. No. 554

Representatives Dean, Peterson

A BILL

То	amend sections 1311.71, 1311.72, 1311.73,	1
	1311.75, 1311.76, 1311.77, and 4561.01 and to	2
	enact sections 1311.721, 4561.26, and 4561.27 of	3
	the Revised Code to establish a process by which	4
	an abandoned or derelict aircraft may be sold.	5

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

Section 1. That sections 1311.71, 1311.72, 1311.73,	6
1311.75, 1311.76, 1311.77, and 4561.01 be amended and sections	7
1311.721, 4561.26, and 4561.27 of the Revised Code be enacted to	8
read as follows:	9
Sec. 1311.71. As used in sections 1311.71 to 1311.80 of	10
the Revised Code:	11
(A) "Aircraft" has the same meaning as in section 4561.01	12
of the Revised Code and includes any part or equipment of the	13
aircraft. "Aircraft" includes an abandoned aircraft, unless	14
otherwise specified.	15
(B) "Abandoned aircraft" means an aircraft to which both of the following apply:	16 17
(1) It is located on the premises of a public-use airport.	18

(2) The owner or operator has not paid any tie-down,	19
hangar, rent, or storage costs for use of the premises for at	20
least ninety consecutive days.	21
(C) "Director" means the director or other chief executive	22
officer of a public-use airport. "Director" includes the	23
director's or chief's designee.	24
(D) "Labor" means to repair, service, store, or maintain	25
an aircraft.	26
$\frac{(C)}{(E)}$ "Materials" means all products and substances,	27
including gasoline, oil, lubricants, accessories, parts, and	28
equipment, that are furnished for an aircraft.	29
(F) "Public-use airport" has the same meaning as in	30
section 4563.30 of the Revised Code.	31
(G) "Stores" means to keep an aircraft on real property	32
owned by a person that is not the owner of the aircraft.	33
"Stores" includes any necessary transportation of the aircraft	34
to an appropriate location for its storage.	35
Sec. 1311.72. (A) Except as provided in division (B) of	36
this section, any person who performs labor upon, stores, or	37
furnishes materials for an aircraft has a lien upon the aircraft	38
to secure payment for the labor, storage, and materials. Except	39
as provided in division (B) of this section, any person who owns	4 C
or operates an airport or repair shop and whose employee	41
performs labor upon, stores, or furnishes materials for an	42
aircraft has a lien upon the aircraft to secure payment for the	43
labor, storage, and materials.	44
(B) No Unless the aircraft is an abandoned aircraft, no	45
person shall have a lien pursuant to division (A) of this	46
section if the person has possession of the aircraft or if the	47

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cost of the storage, the labor performed, or the materials	48
furnished for the aircraft is greater than or equal to one	49
thousand dollars and the owner of the aircraft has not requested	50
or consented to the performance of the storage, labor, or	51
furnishing of the materials.	52
(C) A lien that arises under this section is valid against	53
any person except a purchaser or encumbrancer who in good faith,	54
without notice, and for value acquired rights prior to the	55
recording of an affidavit for lien pursuant to section 1311.73	56
of the Revised Code.	57
Sec. 1311.721. (A) Before perfecting a lien that arises	58
under section 1311.72 of the Revised Code for an abandoned	59
aircraft, the director of a public-use airport shall search the	60
appropriate records of the airport and contact both of the	61
following entities to determine the name and address of the last	62
registered owner:	63
(1) The federal aviation administration's aircraft	64
registration branch;	65
(2) The office of aviation.	66
(B)(1) Within twenty business days after receipt of the	67
information obtained under division (A) of this section, the	68
director shall send notice to the owner of the abandoned	69
aircraft that was identified in accordance with division (A) of	70
this section that includes all of the following information:	71
(a) A description of the abandoned aircraft that includes	72
its federal aviation administration n-number, manufacturer name,	73
model designation, and serial number;	74
(b) The location of the abandoned aircraft on the airport	75
nremises:	76

(c) The amount of any fees and charges for the use of the	77
airport by the abandoned aircraft that have accrued;	78
(d) That the airport may seek to perfect a lien in	79
accordance with section 1311.73 of the Revised Code if, within	80
thirty calendar days after the date of receipt of such notice or	81
notification that delivery was not possible, the owner does not	82
remove the abandoned aircraft from the airport and pay all_	83
accrued fees and charges.	84
(2) The notice described in division (B)(1) of this	85
section may be sent by any of the following methods:	86
(a) Certified or express mail with return receipt	87
requested;	88
<u>=-4======</u>	
(b) Certified mail with electronic tracking;	89
(c) A commercial carrier service utilizing any form of	90
delivery requiring a signed receipt;	91
(d) Personal service.	92
(C) The director may proceed in accordance with section	93
1311.73 of the Revised Code if the owner of the abandoned	94
aircraft does not pay the accrued fees and charges in full and	95
does not remove the abandoned aircraft within thirty days of the	96
acknowledged receipt, or notification that the delivery was not	97
possible, of a notice sent in accordance with division (B) of	98
this section.	99
(D) Failure of the owner to receive a notice of removal	100
does not invalidate a lien perfected under section 1311.73 of	101
the Revised Code if the director complies with division (B) of	102
this section.	103
Sec. 1311.73. $\frac{A}{A}$ (A) (1) To perfect a lien that arises	104

under section 1311.72 of the Revised Code, the person claiming	105
the lien shall make and file for record with the United States	106
federal aviation administration an affidavit verified under oath	107
that includes <u>all of the following information:</u>	108
(a) The amount owed to the lien claimant for the labor,	109
<pre>storage, or materials, a;</pre>	110
(b) A description of the aircraft that reasonably	111
identifies it including the manufacturer, model, serial number,	112
and registration number of the aircraft, the;	113
(c) The name of the person for whom the labor was	114
performed, the storage was provided, or the materials were	115
furnished, the if applicable;	116
(d) The name of the owner of the aircraft, if known, the;	117
(e) The name and address of the lien claimant, the;	118
(f) The date that the lien claimant or histhe lien	119
<pre>claimant's employee last performed any labor upon, stored, or</pre>	120
furnished any materials for the aircraft, theor if the storage	121
<pre>is ongoing;</pre>	122
(g) The date that the lien claimant surrendered possession	123
of the aircraft, if hethe lien claimant surrendered it, and the;	124
(h) The name and address of the person who prepared the	125
affidavit.	126
(2) The omission or inaccuracy of any address in the	127
affidavit does not invalidate the affidavit. The lien claimant	128
may verify the affidavit before any person authorized to	129
administer oaths, including an agent for the owner, the lien	130
claimant, or any other interested party. An agent of the lien	131
claimant may sign the affidavit for the lien claimant, provided	132

that the agent state	s <u>histhe agent's</u> capacity with respect to	133
the lien claimant. A	lien claimant is considered to have filed	134
for record with the	United States federal aviation	135
administration an af	fidavit upon receipt of the affidavit by the	136
United States federa	l aviation administration as evidenced by a	137
certified mail retur	n receipt.	138
(B) The affidar	vit may be in the following form:	139
"Affidavi	it for Artisan's Lien on Aircraft	140
State of Ohio,		141
County of	, ss:,	142
	of	143
		144
being first duly swo	rn, says that he such lien claimant or	145
hissuch lien claiman	t's employee performed labor, repairs,	146
services, or mainten	ance upon, provided storage, or furnished	147
storage, materials,	products, substances, accessories, parts, or	148
equipment for a cert	ain aircraft or part or equipment of a	149
certain aircraft at	the request of, whose	150
address is	, and of which	151
	is the titled owner.	152
The owner's address	is	153
The aircraft up	pon which labor, repairs, services, or	154
maintenance were per	formed, or storage was provided, or	155
materials, products,	substances, accessories, parts, or	156
equipment were furni	shed is identified as follows:	157
Manufacturer:		158
Model:		159

Serial number	160
Registration number	161
The last date that labor, repairs, services, or	162
maintenance were performed upon $_{L}$ or storage was provided, or	163
materials, products, substances, accessories, parts, or	164
equipment were furnished for the aircraft herein identified,	165
including any part or equipment of that aircraft, was	166
,, or alternatively,	167
storage is still ongoing as of the following date:	168
	169
The lien claimant states there is justly and truly due,	170
over and above all legal setoffs, the sum of dollars,	171
for which the lien claimant claims a lien on the aircraft	172
identified herein.	173
The lien claimant states that he the lien claimant is (is	174
not) currently in possession of the aircraft. (The lien claimant	175
states that <u>hethe lien claimant</u> surrendered possession of the	176
aircraft on the day of,)	177
	178
Lien claimant	179
	180
Capacity with respect to lien	181
claimant	182
Sworn to before me and subscribed in my presence this	183
day of,	184
	185
Notary public	186

This instrument was prepared by	187
whose address is"	188
(C) A lien claimant shall file the affidavit within one of	189
the following periods:	190
(1) Ninety days after the date on which he the lien	191
<u>claimant</u> or <u>histhe lien claimant's</u> employee last performed labor	192
upon or furnished materials for the aircraft that is subject to	193
the lien, if hethe lien claimant or histhe lien claimant's	194
employee is in possession of the aircraft at the time of filing;	195
(2) Ninety days after the date on which hethe lien	196
<u>claimant</u> or <u>histhe lien claimant's</u> employee surrendered	197
possession of the aircraft that is subject to the lien $\underline{\boldsymbol{\cdot}}$	198
(3) Ninety days after the date by which the owner of an	199
abandoned aircraft that is subject to the lien was required to	200
remove the aircraft from the lien claimant's property in	201
accordance with section 1311.721 of the Revised Code.	202
(D) Any lien claimant who files an affidavit may file a	203
copy of the affidavit in the office of the county recorder in	204
the county in which the labor was performed upon or the	205
materials were furnished for the aircraft or where the aircraft	206
was stored. The lien claimant shall pay to the county recorder	207
the fee for recording an affidavit as determined under section	208
317.32 of the Revised Code.	209
Sec. 1311.75. (A) A lien claimant who perfects a lien in	210
accordance with section 1311.73 of the Revised Code has priority	211
over all other liens, claims, or encumbrances, except wage and	212
salary claims of workers who have no ownership interests in the	213
business of the lien claimant and amounts that are owed by the	214
lien claimant to the aircraft owner and that are subject to	215

setoff against the amounts due for the labor, storage, and	216
materials that are the basis for the lien.	217
(B) If more than one lien is perfected by more than one	218
lien claimant in accordance with section 1311.73 of the Revised	219
Code on the same aircraft, liens shall be ranked in priority in	220
the order of earliest filing with the United States federal	221
aviation administration, except as provided in division (A) of	222
this section.	223
Sec. 1311.76. (A) A lien claimant may enforce a lien that	224
arises under section 1311.72 of the Revised Code by bringing an	225
action to recover the monetary amount secured by the lien in a	226
court having jurisdiction in the county in which either of the	227
<pre>following occurred:</pre>	228
(1) The storage took place, the labor that is the basis of	229
the lien was performed $_{\boldsymbol{L}}$ or the materials that are the basis of	230
the lien were furnished or in the ;	231
(2) The county in which the lien claimant's primary place	232
of business is located, if it is located within this state.	233
(B) If a lien claimant obtains a judgment or order of a	234
court having jurisdiction enforcing a lien that arises under	235
section 1311.72 of the Revised Code, the lien claimant shall	236
send a certified copy of the judgment or order to the United	237
States federal aviation administration.	238
(C) A lien that arises under section 1311.72 of the	239
Revised Code remains in effect for six years after the date an	240
affidavit is filed pursuant to section 1311.73 of the Revised	241
Code, or until one of the following occurs within that six-year	242
period:	243
(1) The lien claimant receives full payment of the amount	244

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due him-the-lien-claimant as stated in the affidavit filed	245
pursuant to section 1311.73 of the Revised Code or in the	246
judgment or order granted pursuant to this section by a court	247
having jurisdiction;	248
(2) The lien claimant accepts less than the full amount	249
secured by the lien pursuant to a written agreement with the	250
owner of the aircraft that is subject to the lien;	251
(3) The owner files a bond in accordance with section	252
1311.77 of the Revised Code;	253
(4) A final judgment is entered by a court having	254
jurisdiction in an action releasing the lien against the	255
aircraft.	256
	0.5.5
(D) Within thirty days after a lien has been satisfied or	257
released in accordance with division (C) of this section, the	258
lien claimant shall cause the lien to be released by notifying	259
the United States federal aviation administration, and by	260
notifying the county recorder in whose office the copy of the	261
affidavit or court judgment or order was filed, if the lien	262
claimant filed any of those documents with the county recorder.	263
Sec. 1311.77. The owner of an aircraft that is subject to	264
a lien that is perfected pursuant to section 1311.73 of the	265
Revised Code may release	

payment of any judgment that may be recovered on the lien, with	274
costs.	275
All bonds filed pursuant to this section shall be executed	276
by a corporate surety licensed by the state and authorized to	277
execute surety bonds in this state pursuant to Chapter 3929. of	278
the Revised Code.	279
Sec. 4561.01. As used in sections 4561.01 to 4561.25	280
4561.27 of the Revised Code:	281
(A) "Aviation" means transportation by aircraft; operation	282
of aircraft; the establishment, operation, maintenance, repair,	283
and improvement of airports, landing fields, and other air	284
navigation facilities; and all other activities connected	285
therewith or incidental thereto.	286
(B) "Aircraft" means any contrivance manned device used or	287
<pre>designed_intended_for navigation or_flight in the air, excepting_</pre>	288
a parachute or other contrivance for such navigation used	289
primarily as safety equipment. "Aircraft" does not include an	290
ultralight vehicle as defined by 14 C.F.R. part 103.	291
(C) "Airport" means any location either on land or water	292
which is used for the landing and taking off of aircraft.	293
(D) "Landing field" means any location either on land or	294
water of such size and nature as to permit the landing or taking	295
off of aircraft with safety, and used for that purpose but not	296
equipped to provide for the shelter, supply, or care of	297
aircraft.	298
(E) "Air navigation facility" means any facility used,	299
available for use, or designed for use in aid of navigation of	300
aircraft, including airports, landing fields, facilities for the	301
servicing of aircraft or for the comfort and accommodation of	302

air travelers, and any structures, mechanisms, lights, beacons,	303
marks, communicating systems, or other instrumentalities or	304
devices used or useful as an aid to the safe taking off,	305
navigation, and landing of aircraft, or to the safe and	306
efficient operation or maintenance of an airport or landing	307
field, and any combination of such facilities.	308
(F) "Air navigation hazard" means any structure, object of	309
natural growth, or use of land, that obstructs the air space	310
required for the flight of aircraft in landing or taking off at	311
any airport or landing field, or that otherwise is hazardous to	312
such landing or taking off.	313
(G) "Air navigation," "navigation of aircraft," or	314
"navigate aircraft" means the operation of aircraft in the air	315
space over this state.	316
(H) "Airperson" means any individual who, as the person in	317
command, or as pilot, mechanic, or member of the crew, engages	318
in the navigation of aircraft.	319
(I) "Airway" means a route in the air space over and above	320
the lands or waters of this state, designated by the Ohio	321
aviation board as a route suitable for the navigation of	322
aircraft.	323
(J) "Person" means any individual, firm, partnership,	324
corporation, company, association, joint stock association, or	325
body politic, and includes any trustee, receiver, assignee, or	326
other similar representative thereof.	327
(K) "Government agency" means a state agency, state	328
institution of higher education, regional port authority, or any	329
other political subdivision of the state, or the federal	330
government or other states.	331

Sec. 4561.26. (A) As used in sections 4561.26 and 4561.27	332
of the Revised Code:	333
(1) "Derelict aircraft" means an aircraft that meets all	334
of the following conditions:	335
(a) It is located on the premises of a public-use airport.	336
(b) It is not in a flyable condition.	337
(c) It does not comply with the United States federal	338
aviation administration regulations that would allow it to be	339
operated or flown.	340
(d) It does not have a written repair plan approved and	341
signed by either a federal aviation administration certified	342
airframe and power plant mechanic or a person otherwise	343
authorized to perform maintenance on the aircraft in accordance	344
with the federal aviation administration regulations.	345
(e) The owner or operator of the aircraft has not paid any	346
tie-down, hangar, rent, or storage costs for use of the premises	347
for at least ninety consecutive days.	348
(2) "Director" means the director or other chief executive	349
officer of a public-use airport. "Director" includes the	350
director's or chief's designee.	351
(3) "Public-use airport" has the same meaning as in	352
section 4563.30 of the Revised Code.	353
(B) The director of a public-use airport may dispose of	354
any derelict aircraft located on the premises of that airport in	355
accordance with the procedures established in this section and	356
in section 4561.27 of the Revised Code.	357
(C) Before disposing of a derelict aircraft, the director	358

shall search the appropriate records of the airport and contact	359
both of the following entities to determine the name and address	360
of the last registered owner and any person having a legal or	361
equitable interest in the derelict aircraft:	362
(1) The federal aviation administration's aircraft	363
registration branch;	364
(2) The office of aviation.	365
(D)(1) Within twenty business days after receipt of the	366
information obtained under division (C) of this section, the	367
director shall send notice to the owner and any person having a	368
legal or equitable interest in the derelict aircraft that was	369
identified in accordance with division (C) of this section, that	370
includes all of the following information:	371
(a) A description of the derelict aircraft that includes	372
its federal aviation administration n-number, manufacturer name,	373
model designation, and serial number;	374
(b) The location of the derelict aircraft on the airport	375
<pre>premises;</pre>	376
(c) The amount of any fees and charges for the use of the	377
airport by the derelict aircraft that have accrued;	378
(d) That the airport may remove, sell, scrap, or otherwise	379
dispose of the derelict aircraft in accordance with section	380
4561.27 of the Revised Code if, within thirty calendar days	381
after the date of receipt of such notice or notification that	382
delivery was not possible, the owner does not remove the	383
derelict aircraft from the airport and pay all accrued fees and	384
charges.	385
(2) The notice described in division (D)(1) of this	386

section may be sent by any of the following methods:	387
(a) Certified or express mail with return receipt	388
requested;	389
(b) Certified mail with electronic tracking;	390
(c) A commercial carrier service utilizing any form of	391
delivery requiring a signed receipt;	392
(d) Personal service.	393
(3) In addition to the notice sent to the owner and any	394
person having a legal or equitable interest in the derelict	395
aircraft, the director shall do both of the following:	396
(a) File a copy of the notice with the federal aviation	397
administration's aircraft registration branch;	398
(b) Post a copy of the notice on the public-use airport's	399
web site.	400
(E) The director may proceed in accordance with section	401
4561.27 of the Revised Code if the owner or any other person	402
identified under division (C) of this section as having a legal	403
or equitable interest in the derelict aircraft does not pay the	404
accrued fees and charges in full and remove the derelict	405
aircraft within thirty days of the acknowledged receipt of or	406
notification that the delivery was not possible of a notice sent	407
in accordance with division (D) of this section.	408
Sec. 4561.27. (A) If a derelict aircraft remains on the	409
property of the public-use airport longer than the thirty-day	410
period specified in division (E) of section 4561.26 of the	411
Revised Code, the director may do one of the following:	412
(1) Sell the derelict aircraft at public auction;	413

(2) Dispose of the derelict aircraft through an aircraft	414
salvage or scrap metal dealer.	415
(B) (1) If the director elects to sell the derelict	416
aircraft at public auction, the director shall give notice of	417
the date, time, and place of the sale not less than ten calendar	418
days prior to the date of the sale in a written publication of	419
general circulation in the county where the airport is located.	420
The director may provide written notice of the intended sale to	421
any person known to have an interest in purchasing the derelict	422
aircraft.	423
(2) If the director elects to dispose of the derelict	424
aircraft through an aircraft salvage or scrap metal dealer, the	425
director may negotiate with the dealer for the price to be	426
received or paid by the director, as the circumstances warrant.	427
All information pertaining to the establishment of the price and	428
justification for the price shall be prepared and maintained by	429
the director, and the negotiated price shall be considered a	430
commercially reasonable price.	431
(C)(1) If the sale price or the negotiated price under	432
division (B)(1) or (2) of this section is less than the accrued	433
fees and charges against the derelict aircraft or the director	434
is required to pay the aircraft salvage or scrap metal dealer	435
for its services, the prior owner of the derelict aircraft is	436
liable to the airport for both of the following:	437
(a) Any remaining fees and charges;	438
(b) Any costs paid to an aircraft salvage or scrap metal	439
<pre>dealer.</pre>	440
All fees, charges, and costs are recoverable against the	441
prior owner of the derelict aircraft by any remedies otherwise	442

provided by law.	443
(2) If the sale price or the negotiated price under	444
division (B)(1) or (2) of this section is more than the accrued	445
fees and charges against the aircraft, the director shall pay	446
the excess proceeds to the following individuals, as applicable:	447
(a) Any other known lienholders, according to the priority	448
of the liens;	449
(b) The owner of the aircraft, if the owner can be	450
<pre>determined and located;</pre>	451
(c) The director of commerce, to be deposited as unclaimed	452
funds into the unclaimed funds trust fund created under section	453
169.05 of the Revised Code, if the owner cannot be determined or	454
<pre>located.</pre>	455
(D) A purchaser or recipient in good faith of a derelict	456
aircraft sold or obtained under this section takes the derelict	457
aircraft free and clear of the rights or liens of any other	458
person holding any legal or equitable interest to the derelict	459
aircraft, regardless of whether that interest is recorded. The	460
purchaser or recipient shall notify the appropriate federal	461
aviation administration office and the office of aviation of the	462
change in the registered owner of the derelict aircraft.	463
Section 2. That existing sections 1311.71, 1311.72,	464
1311.73, 1311.75, 1311.76, 1311.77, and 4561.01 of the Revised	465
Code are hereby repealed.	466