# SECOND REGULAR SESSION HOUSE BILL NO. 2691

## 98TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE HAAHR.

D. ADAM CRUMBLISS, ChiefClerk

## AN ACT

To repeal section 67.410, RSMo, and to enact in lieu thereof one new section relating to ordinances for the abatement of public nuisances.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Section 67.410, RSMo, is repealed and one new section enacted in lieu 2 thereof, to be known as section 67.410, to read as follows:

67.410. 1. Except as provided in subsection 3 of this section, any ordinance enacted 2 pursuant to section 67.400 shall:

3 (1) Set forth those conditions detrimental to the health, safety or welfare of the residents
4 of the city, town, village, or county the existence of which constitutes a nuisance;

5 (2) Provide for duties of inspectors with regard to such buildings or structures and shall 6 provide for duties of the building commissioner or designated officer or officers to supervise all 7 inspectors and to hold hearings regarding such buildings or structures;

8 (3) Provide for service of adequate notice of the declaration of nuisance, which notice 9 shall specify that the property is to be vacated, if such be the case, reconditioned or removed, 10 listing a reasonable time for commencement; and may provide that such notice be served either 11 by personal service, or [by certified] mail[,] so long as a signature from the recipient is 12 required for delivery and a return receipt is requested, but if service cannot be had by either 13 of these modes of service, then service may be had by [publication] posting. The ordinances 14 shall further provide that the owner, occupant, lessee, mortgagee, agent, and all other persons having an interest in the building or structure as shown by the land records of the recorder of 15 deeds of the county wherein the land is located shall be made parties; 16

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

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17 (4) Provide that Jupon failure to commence work of reconditioning or demolition within the time specified or upon failure to proceed continuously with the work without unnecessary 18 19 delay, except in emergencies, the building commissioner or designated officer or officers shall 20 call and have a full and adequate hearing upon the matter, giving the affected parties at least ten 21 days' written notice of the hearing. Any party may be represented by counsel, and all parties shall 22 have an opportunity to be heard. After the hearings, if the evidence supports a finding that the 23 building or structure is a nuisance or detrimental to the health, safety, or welfare of the residents 24 of the city, town, village, or county, the building commissioner or designated officer or officers 25 shall issue an order making specific findings of fact, based upon competent and substantial 26 evidence, which shows the building or structure to be a nuisance and detrimental to the health, 27 safety, or welfare of the residents of the city, town, village, or county and ordering the building 28 or structure to be demolished and removed, or repaired. If the evidence does not support a 29 finding that the building or structure is a nuisance or detrimental to the health, safety, or welfare 30 of the residents of the city, town, village, or county, no order shall be issued;

31 (5) Provide that if the building commissioner or other designated officer or officers issue 32 an order whereby the building or structure is demolished, secured, or repaired, or the property 33 is cleaned up, the cost of performance shall be certified to the city clerk or officer in charge of 34 finance] by such commissioner or officer, who shall cause the certified cost to be included 35 in a special tax bill or assessment [therefor against the property to be prepared], or added to the 36 annual real estate tax bill for the property, at the collecting official's option, and collected 37 by the city collector or other official collecting taxes in the same manner and procedure for 38 collecting real estate taxes, unless the building or structure is demolished, secured or repaired 39 by a contractor pursuant to an order issued by the city, town, village, or county and such 40 contractor files a mechanic's lien against the property where the dangerous building is located. 41 The contractor may enforce this lien as provided in sections 429.010 to 429.360. Except as 42 provided in subsection 3 of this section, at the request of the taxpayer the tax bill may be paid 43 in installments over a period of not more than ten years. The tax bill from date of its issuance 44 shall be deemed a personal debt against the property owner and shall also be a lien on the 45 property until paid. If the certified cost is not paid, the tax bill shall be considered 46 delinquent, and the collection of the delinquent bill shall be governed by the laws governing delinquent and back taxes. A city not within a county or a city with a population 47 48 of at least four hundred thousand located in more than one county, notwithstanding any charter 49 provision to the contrary, may, by ordinance, provide that upon determination by the city that a 50 public benefit will be gained the city may discharge the special tax bill, including the costs of tax 51 collection, accrued interest and attorneys fees, if any.

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2. If there are proceeds of any insurance policy based upon a covered claim payment made for damage or loss to a building or other structure caused by or arising out of any fire, explosion, or other casualty loss, the ordinance may establish a procedure for the payment of up to twenty-five percent of the insurance proceeds, as set forth in this subsection. The order or ordinance shall apply only to a covered claim payment which is in excess of fifty percent of the face value of the policy covering a building or other structure:

58 (1) The insurer shall withhold from the covered claim payment up to twenty-five percent 59 of the covered claim payment, and shall pay such moneys to the city to deposit into an 60 interest-bearing account. Any named mortgagee on the insurance policy shall maintain priority 61 over any obligation under the order or ordinance;

62 (2) The city or county shall release the proceeds and any interest which has accrued on 63 such proceeds received under subdivision (1) of this subsection to the insured or as the terms of 64 the policy and endorsements thereto provide within thirty days after receipt of such insurance 65 moneys, unless the city or county has instituted legal proceedings under the provisions of 66 subdivision (5) of subsection 1 of this section. If the city or county has proceeded under the 67 provisions of subdivision (5) of subsection 1 of this section, all moneys in excess of that 68 necessary to comply with the provisions of subdivision (5) of subsection 1 of this section for the 69 removal, securing, repair and cleanup of the building or structure, and the lot on which it is 70 located, less salvage value, shall be paid to the insured;

(3) If there are no proceeds of any insurance policy as set forth in this subsection, at the
request of the taxpayer, the tax bill may be paid in installments over a period of not more than
ten years. The tax bill from date of its issuance shall be a lien on the property until paid;

(4) This subsection shall apply to fire, explosion, or other casualty loss claims arisingon all buildings and structures;

(5) This subsection does not make the city or county a party to any insurance contract,
and the insurer is not liable to any party for any amount in excess of the proceeds otherwise
payable under its insurance policy.

3. The governing body of any city not within a county and the governing body of any city with a population of three hundred fifty thousand or more inhabitants which is located in more than one county may enact their own ordinances pursuant to section 67.400 and are exempt from subsections 1 and 2 of this section.

4. Notwithstanding the provisions of section 82.300, any city may prescribe and enforce and collect fines and penalties for a breach of any ordinance enacted pursuant to section 67.400 or this section and to punish the violation of such ordinance by a fine or imprisonment, or by both fine and imprisonment. Such fine may not exceed one thousand dollars, unless the owner of the property is not also a resident of the property, then such fine may not exceed two thousand dollars.

89 5. The ordinance may also provide that a city not within a county or a city with a 90 population of at least three hundred fifty thousand located in more than one county may seek to 91 recover the cost of demolition prior to the occurrence of demolition, as described in this 92 subsection. The ordinance may provide that if the building commissioner or other designated 93 officer or officers issue an order whereby the building or structure is ordered to be demolished, 94 secured or repaired, and the owner has been given an opportunity for a hearing to contest such 95 order, then the building commissioner or other designated officer or officers may solicit no less 96 than two independent bids for such demolition work. The amount of the lowest bid, including 97 offset for salvage value, if any, plus reasonable anticipated costs of collection, including 98 attorney's fees, shall be certified to the city clerk or officer in charge of finance, who shall cause 99 a special tax bill to be issued against the property owner to be prepared and collected by the city 100 collector or other official collecting taxes. The municipal clerk or other officer in charge of 101 finance shall discharge the special tax bill upon documentation by the property owner of the 102 completion of the ordered repair or demolition work. Upon determination by the municipal clerk 103 or other officer in charge of finance that a public benefit is secured prior to payment of the 104 special tax bill, the municipal clerk or other officer in charge of finance may discharge the 105 special tax bill upon the transfer of the property. The payment of the special tax bill shall be held 106 in an interest-bearing account. Upon full payment of the special tax bill, the building 107 commissioner or other designated officer or officers shall, within one hundred twenty days 108 thereafter, cause the ordered work to be completed, and certify the actual cost thereof, including 109 the cost of tax bill collection and attorney's fees, to the city clerk or other officer in charge of 110 finance who shall, if the actual cost differs from the paid amount by greater than two percent of 111 the paid amount, refund the excess payment, if any, to the payor, or if the actual amount is 112 greater, cause a special tax bill or assessment for the difference against the property to be 113 prepared and collected by the city collector or other official collecting taxes. If the building 114 commissioner or other designated officer or officers shall not, within one hundred twenty days 115 after full payment, cause the ordered work to be completed, then the full amount of the payment, 116 plus interest, shall be repaid to the payor. Except as provided in subsection 2 of this section, at 117 the request of the taxpayer the tax bill for the difference may be paid in installments over a 118 period of not more than ten years. The tax bill for the difference from the date of its issuance 119 shall be deemed a personal debt against the property owner and shall also be a lien on the 120 property until paid.

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