13.0460.03000

Sixty-third Legislative Assembly of North Dakota

FIRST ENGROSSMENT with House Amendments ENGROSSED SENATE BILL NO. 2166

Introduced by

Senator Holmberg

Representative Delmore

- 1 A BILL for an Act to amend and reenact sections 28-05-09 and 35-27-25 of the North Dakota
- 2 Century Code, relating to actions for construction liens and miner's liens; and to provide for
- 3 application.

4 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- 5 **SECTION 1. AMENDMENT.** Section 28-05-09 of the North Dakota Century Code is
- 6 amended and reenacted as follows:
- 7 28-05-09. When lis pendens not required.
- A notice of the pendency of an action in a district court is not required if the action is for the
- 9 foreclosure of a mortgage or for the enforcement of a construction lien or miner's lien.
- 10 **SECTION 2. AMENDMENT.** Section 35-27-25 of the North Dakota Century Code is
- 11 amended and reenacted as follows:
- 12 **35-27-25.** Requiring suit to be commenced Demand Limitations of action.
- Upon written demand by or on behalf of the owner, that person's agent, or contractor,
- served on the person holding the lienwhich has been delivered to the lienor and filed with the
- 15 <u>county recorder</u>, suit must be commenced and filed with the clerk of courtand a lis pendens as
- 16 provided in chapter 28-05 must be recorded within thirty days thereafter after the date of delivery
- 17 of the demand or the lien is forfeited. This thirty-day requirement applies regardless of the
- 18 method of delivery and additional time may not be allowed based on the method of delivery. The
- 19 demand must contain a provision informing inform the person holding the lien lien that if suit is
- 20 not commenced and a lis pendens recorded within the thirty days required under this section,
- 21 the person holding the lien forfeits the lien is forfeited. A lien is not valid or, effective as such, nor
- 22 may be enforced in any case enforceable, unless the holder of the lien asserts the same by
- 23 complaint filed with the clerk of courtlienor commences an action and records with the county
- 24 <u>recorder a lis pendens</u> within three years after the date of recording of the lien. If a summons-

Sixty-third Legislative Assembly

- 1 and complaint asserting the validity of the lien is not filed in the office of the clerk of court of the
- 2 county in which the lien is lis pendens is not recorded within the limitations provided by this
- 3 section, the lien is deemed satisfied and the clerk of court, upon request of any interested-
- 4 person, shall certify to the recorder that no summons and complaint has been filed and the lien-
- 5 is deemed satisfied under this section, who then shall record the verified certificate.
- 6 **SECTION 3. APPLICATION.** Section 2 of this Act applies to construction liens of record on
- 7 the effective date of this Act. Section 2 of this Act does not extend the time for enforcement of
- 8 any lien of record or any right to record a lien.