Sixty-fifth Legislative Assembly of North Dakota

## **SENATE BILL NO. 2160**

Introduced by

Senators Bekkedahl, Armstrong, Kannianen, G. Lee

Representatives Hatlestad, Longmuir

- 1 A BILL for an Act to amend and reenact sections 11-18-01 and 57-28-04 of the North Dakota
- 2 Century Code, relating to the duties of a recorder and providing notice of foreclosure of tax
- 3 liens; and to provide an effective date.

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

5 SECTION 1. AMENDMENT. Section 11-18-01 of the North Dakota Century Code is

6 amended and reenacted as follows:

## 7 11-18-01. Recorder's duties - Recording and filing instruments - Abstracts

- 8 The recorder shall:
- 9 1. Keep a full and true record, in proper books or other storage media provided for that
- 10 purpose, of each patent, deed, mortgage, bill of sale, security agreement, judgment,
- 11 decree, lien, certificate of sale, and other instrument required to be filed or admitted to
- record, if the person offering the instrument for filing or recording pays to the recorder
  the fees provided by law for the filing or recording.
- 14 2. Endorse upon each instrument filed with the recorder for record or otherwise the date15 and the hour and minute of the day of the filing or recording.
- 3. When the instrument is recorded or filed, endorse on the instrument the book and
  page or document number, the date, and the hour and minute of the date when it was
  recorded or filed with the recorder.
- 4. Prepare a security agreement abstract whenever any person requests the agreement and pays the required fee.

21 SECTION 2. AMENDMENT. Section 57-28-04 of the North Dakota Century Code is

22 amended and reenacted as follows:

Sixty-fifth Legislative Assembly

- 1 57-28-04. Service of notice of foreclosure of lien.
- 2 If the current assessment records show that a residential building is located on the 1. 3 property, the county auditor shall deliver the notice of foreclosure of tax lien to the 4 sheriff who shall serve it or cause it to be served personally upon the owner, if known 5 to be a resident of this state. If the owner is a nonresident of this state, the county 6 auditor shall serve the notice by certified mail addressed to the owner at the owner's 7 last-known post-office address and determine whether personal service upon any 8 person is required under subsection 3. If the current assessment records show that no 9 residential building is located on the property, the auditor shall serve the notice by 10 certified mail addressed to the owner at the owner's last-known post-office address.
- 11 2. By March first, the county auditor shall request from the recorder and the clerk of the 12 district court a certified list giving the names and addresses of all persons who appear 13 to be interested as owners, mortgagees, lienholders, or otherwise in the property-14 except a person whose only interest is injudgment creditors. Ownership does not 15 include an easement or right of way recorded, or a mineral interest that was severed 16 from the surface estate, before filing of any unsatisfied lien or mortgage or before-17 January first of the year following the year for which the taxes were levied and to 18 which the tax lien relates, upon whom the notice of foreclosures must be served. The 19 recorder and the clerk of the district court shall provide the county auditor with the 20 requested lists by April fifteenth following the request.
- 3. The notice must be servedBy June first, the county auditor shall serve the notice of tax
   lien foreclosure personally upon any person actually residing upon the property
   subject to tax lien and by certified mail upon any tenant or other person entitled to the
   possession of the property as may appear from the records of the recorder or clerk of
   the district court.
- 26 4. The county auditor shall serve the notice of foreclosure of tax lien upon each
- 27 mortgagee, lienholder, and other person with an interest in the property except a
- 28 person whose only interest is in a mineral interest that was severed from the surface
- 29 estate before the filing of any unsatisfied lien or mortgage or before January first of the
- 30 year following the year for which the taxes were levied and to which the notice of
- 31 foreclosure of tax lien relates, and upon whom personal service is not required by this-

Sixty-fifth Legislative Assembly

1	section, as shown by the records of the recorder or the clerk of the district court of the
2	county. The notice must be served by certified mail.

3 <del>5.</del> The expense of service of the notice, publication, and other foreclosure costs under 4 this chapter in the amount of fifty dollars or actual costs whichever is higher must be 5 added to the amount required to satisfy the tax lien. The auditor or sheriff shall make 6 proof of service by mail by affidavit showing the names and addresses of all parties 7 upon whom the notice was served with the date of mailing in each case and shall 8 attach the registry, certification, and return receipts and file the affidavit and receipts 9 with the original notice of foreclosure of tax lien. Service by publication under this 10 chapter must be shown of record by filing of an affidavit of publication. 11 SECTION 3. EFFECTIVE DATE. This Act is effective for taxable years beginning after

12 December 31, 2016.