LEGISLATURE OF NEBRASKA

ONE HUNDRED FIFTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 256

FINAL READING

Introduced by Briese, 41; Blood, 3.

Read first time January 11, 2017

Committee: Urban Affairs

- 1 A BILL FOR AN ACT relating to cities and villages; to adopt the Vacant
- 2 Property Registration Act; and to provide a duty for the Revisor of
- 3 Statutes.
- 4 Be it enacted by the people of the State of Nebraska,

1 Section 1. Sections 1 to 8 of this act shall be known and may be

- 2 cited as the Vacant Property Registration Act.
- 3 Sec. 2. The Legislature finds and declares that:
- 4 (1) Vacant properties have the potential to create a host of
- 5 problems for Nebraska communities, including a propensity to foster
- 6 criminal activity, create public health problems, and otherwise diminish
- 7 quality of life;
- 8 (2) Vacant properties have the potential to reduce the value of area
- 9 properties, increase the risk of property damage through arson and
- 10 vandalism, and discourage neighborhood stability;
- 11 (3) Vacant properties represent unrealized economic growth in
- 12 Nebraska communities;
- 13 (4) A vacant property registration ordinance allows a municipality
- 14 to discourage property vacancy, maintain unoccupied buildings, provide a
- 15 <u>data base of vacant properties and their owners, and assess fees for the</u>
- increased public costs associated with vacant properties;
- 17 <u>(5) Fees imposed under a vacant property registration ordinance have</u>
- 18 the potential to benefit the owners of vacant properties by helping to
- 19 <u>finance additional government services to protect the value and security</u>
- 20 of such properties; and
- 21 <u>(6) Enactment of a vacant property registration ordinance is a</u>
- 22 proper exercise of governmental authority to protect the public health,
- 23 safety, and welfare of community residents and a valid regulatory scheme.
- 24 Sec. 3. The purposes of the Vacant Property Registration Act are to
- 25 promote the health, safety, and welfare of Nebraska residents by
- 26 <u>providing authority for municipalities to enact vacant property</u>
- 27 <u>registration ordinances. Such ordinances will allow communities to</u>
- 28 identify and register vacant properties, collect fees to compensate for
- 29 the public costs of vacant properties, plan for the rehabilitation of
- 30 vacant properties, and encourage the occupancy of vacant properties.
- 31 Sec. 4. <u>For purposes of the Vacant Property Registration Act:</u>

- 1 (1) Evidence of vacancy means any condition or circumstance that on
- 2 its own or in combination with other conditions or circumstances would
- 3 lead a reasonable person to believe that a residential building or
- 4 commercial building is vacant. Such conditions or circumstances may
- 5 include, but are not limited to:
- 6 (a) Overgrown or dead vegetation, including grass, shrubbery, and
- 7 other plantings;
- 8 (b) An accumulation of abandoned personal property, trash, or other
- 9 waste;
- 10 (c) Visible deterioration or lack of maintenance of any building or
- 11 <u>structure on the property;</u>
- 12 <u>(d) Graffiti or other defacement of any building or structure on the</u>
- 13 property; or
- 14 (e) Any other condition or circumstance reasonably indicating that
- 15 the property is not occupied for residential purposes or being used for
- 16 the operation of a lawful business;
- 17 (2) Municipality means a city of the first class, city of the second
- 18 class, or village;
- 19 <u>(3) Owner means the person or persons shown to be the owner or</u>
- 20 <u>owners of record on the records of the register of deeds;</u>
- 21 (4) Residential building means a house, a condominium, a townhouse,
- 22 an apartment unit or building, or a trailer house; and
- 23 (5) Vacant means that a residential building or commercial building
- 24 exhibits evidence of vacancy.
- 25 Sec. 5. Under the Vacant Property Registration Act, a municipality
- 26 <u>may adopt a vacant property registration ordinance which applies to any</u>
- 27 type of either residential or commercial buildings or both, located
- 28 within the corporate limits of the municipality, except that a vacant
- 29 property registration ordinance shall not apply to property owned by the
- 30 federal government, the State of Nebraska, or any political subdivision
- 31 thereof. A vacant property registration ordinance shall create a city-

- 1 wide vacant property registration data base and clearly designate a
- 2 program administrator.
- 3 Sec. 6. (1) Owners of vacant property subject to a vacant property
- 4 registration ordinance adopted pursuant to section 5 of this act shall be
- 5 <u>required to register such property with the program administrator if the</u>
- 6 property has been vacant for one hundred eighty days or longer. A vacant
- 7 property registration ordinance registration form shall be in either
- 8 paper or electronic form, and the following information shall be
- 9 required:
- 10 (a) The name, street address, mailing address, telephone number,
- 11 and, if applicable, the facsimile number and email address of the
- 12 property owner and his or her agent;
- 13 (b) The street address and parcel identification number of the
- 14 <u>vacant property;</u>
- 15 (c) The transfer date of the instrument conveying the property to
- 16 <u>the owner; and</u>
- 17 <u>(d) The date on which the property became vacant.</u>
- 18 (2)(a) A vacant property registration ordinance may require payment
- 19 of a fee one hundred eighty days after initial registration of the vacant
- 20 property pursuant to subsection (1) of this section or three hundred
- 21 sixty days after the property becomes vacant, whichever is sooner, and
- 22 may require the payment of supplemental registration fees at intervals
- 23 not more frequently than every six months thereafter for as long as the
- 24 property remains on the vacant property registration data base. The
- 25 initial registration fee shall be not more than two hundred fifty dollars
- 26 for a residential property and not more than one thousand dollars for a
- 27 commercial property. A supplemental registration fee shall be not more
- 28 than double the previous fee amount, with a maximum supplemental
- 29 registration fee of ten times the initial registration fee amount.
- 30 Registration fees may be refundable for the year preceding the date on
- 31 which the property is no longer vacant.

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1 (b) A vacant property registration ordinance shall provide an

- 2 exemption to the registration and fee requirements for vacant property
- 3 <u>that is advertised in good faith for sale or lease.</u>
- 4 (c) A vacant property registration ordinance may provide exemptions
- 5 to the registration and fee requirements, including, but not limited to,
- 6 for vacant property:
- 7 (i) Only considered to be a seasonal residence;
- 8 (ii) Damaged by fire, weather, an act of God, or vandalism;
- 9 <u>(iii) Under construction or renovation;</u>
- 10 (iv) Where the owner is temporarily absent, but who has demonstrated
- 11 <u>his or her intent to return; and</u>
- 12 <u>(v) Which is subject to divorce, probate, or estate proceedings.</u>
- Sec. 7. (1) A vacant property registration ordinance shall:
- 14 (a) Provide that a subsequent owner or owners of property subject to
- 15 the ordinance will assume the obligations of the previous owner or
- 16 owners;
- 17 <u>(b) Provide for removal of the property from the vacant property</u>
- 18 registration database when the property is no longer vacant;
- 19 (c) Require submission of an owner plan for occupancy of the
- 20 property; and
- 21 (d) Provide that owners have the right to prior notice and to appeal
- 22 adverse decisions of the municipality or the program administrator. Such
- 23 notice shall be sent by certified mail to the registered owner at the
- 24 address maintained in the register of deeds' office at least ten days
- 25 prior to such adverse decision.
- 26 (2) A vacant property registration ordinance may allow the program
- 27 administrator or his or her designee to inspect the interior and exterior
- 28 of the vacant property upon registration and at one-year intervals
- 29 thereafter for so long as the property remains on the vacant property
- 30 registration data base. A vacant property registration ordinance may
- 31 provide for municipal fines for failure to comply with its requirements.

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- 1 A municipality may enforce the collection of vacant property registration
- 2 fees by civil action in any court of competent jurisdiction. Unpaid
- 3 vacant property registration fees and unpaid fines for any violation of a
- 4 vacant property registration ordinance shall become a lien on the
- 5 applicable property upon the recording of a notice of such lien in the
- 6 office of the register of deeds of the county in which the applicable
- 7 property is located. The lien created under this subsection shall be
- 8 <u>subordinate to all liens on the applicable property recorded prior to the</u>
- 9 time the notice of such lien under this subsection is recorded.
- 10 Sec. 8. <u>The provisions of the Vacant Property Registration Act</u>
- 11 shall be supplemental and in addition to any other laws of the State of
- 12 <u>Nebraska relating to vacant property.</u>
- 13 Sec. 9. The Revisor of Statutes shall assign sections 1 to 8 of
- 14 this act to Chapter 19.