# As Reported by the House Housing and Urban Revitalization Committee

128th General Assembly Regular Session 2009-2010

Sub. H. B. No. 323

## **Representative Murray**

Cosponsors: Representatives Chandler, Letson, Okey, Phillips, Koziura, Yuko, Domenick, Foley, Pillich, Driehaus, Luckie, Winburn, Stewart, Heard

## A BILL

To amend sections 317.13, 323.47, 2303.20, 2323.07,	1
2329.01, 2329.02, 2329.09, 2329.191, 2329.26,	2
2329.31, 2329.33, 2329.36, 3767.41, and 5723.01	3
and to enact sections 2308.01 to 2308.05,	4
2308.051, and 2308.06 to 2308.15 of the Revised	5
Code relative to foreclosure actions and certain	б
related nuisance abatement actions.	7

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

Section 1. That sections 317.13, 323.47, 2303.20, 2323.07,	8
2329.01, 2329.02, 2329.09, 2329.191, 2329.26, 2329.31, 2329.33,	9
2329.36, 3767.41, and 5723.01 be amended and sections 2308.01,	10
2308.02, 2308.03, 2308.04, 2308.05, 2308.051, 2308.06, 2308.07,	11
2308.08, 2308.09, 2308.10, 2308.11, 2308.12, 2308.13, 2308.14, and	12
2308.15 of the Revised Code be enacted to read as follows:	13

sec. 317.13. (A) Except as otherwise provided in division (B) 14
of this section, the county recorder shall record in the proper 15
record, in legible handwriting, typewriting, or printing, or by 16
any authorized photographic or electronic process, all deeds, 17

mortgages, plats, or other instruments of writing that are 18 required or authorized by the Revised Code to be recorded and that 19 are presented to the recorder for that purpose. The recorder shall 20 record the instruments in regular succession, according to the 21 priority of presentation, and shall enter the file number at the 22 beginning of the record. On the record of each instrument, the 23 recorder shall record the date and precise time the instrument was 24 presented for record. All records made, prior to July 28, 1949, by 25 means authorized by this section or by section 9.01 of the Revised 26 Code shall be deemed properly made. 27

(B) The county recorder may refuse to record an instrument of 28 writing presented to the recorder for recording if the instrument 29 is not required or authorized by the Revised Code to be recorded 30 or the recorder has reasonable cause to believe the instrument is 31 materially false or fraudulent. This division does not create a 32 duty upon a recorder to inspect, evaluate, or investigate an 33 instrument of writing that is presented for recording. 34

(C) If a person presents an instrument of writing to the 35 county recorder for recording and the recorder, pursuant to 36 division (B) of this section, refuses to record the instrument, 37 the person may commence an action in or apply for an order from 38 the court of common pleas in the county that the recorder serves 39 to require the recorder to record the instrument. If the court 40 determines that the instrument is required or authorized by the 41 Revised Code to be recorded and is not materially false or 42 fraudulent, it shall order the recorder to record the instrument. 43

(D) The county recorder shall not record a deed for the sale44or transfer of any residential property if the county auditor's45delinquent tax records show that the real property taxes for that46property are delinquent for one year or more unless the board of47county commissioners exempts the property from this provision48when, at its discretion, it concludes that the transfer would be49

beneficial with respect to nuisance abatement and redevelopment efforts.

sec. 323.47. (A) If land held by tenants in common is sold 52 upon proceedings in partition, or taken by the election of any of 53 the parties to such proceedings, or real estate is sold by 54 administrators, executors, guardians, or trustees, the court shall 55 order that the taxes, penalties, and assessments then due and 56 payable, and interest on those taxes, penalties, and assessments, 57 that are or will be a lien on such land or real estate at the time 58 the deed is transferred following the sale, be discharged out of 59 the proceeds of such sale or election. For purposes of determining 60 such amount, the county treasurer shall estimate the amount of 61 taxes, assessments, interest, and penalties that will be payable 62 at the time the deed of the property is transferred to the 63 purchaser. If the county treasurer's estimate exceeds the amount 64 of taxes, assessments, interest, and penalties actually payable 65 when the deed is transferred to the purchaser, the officer who 66 conducted the sale shall refund to the purchaser the difference 67 between the estimate and the amount actually payable. If the 68 amount of taxes, assessments, interest, and penalties actually 69 payable when the deed is transferred to the purchaser exceeds the 70 county treasurer's estimate, the officer shall certify the amount 71 of the excess to the treasurer, who shall enter that amount on the 72 real and public utility property tax duplicate opposite the 73 property; the amount of the excess shall be payable at the next 74 succeeding date prescribed for payment of taxes in section 323.12 75 of the Revised Code. 76

(B) (1) If real estate is sold at judicial sale, the court 77 shall order that the total of the following amounts shall be 78 discharged out of the proceeds of the sale but only to the extent 79 of such proceeds:

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50 51

(a)(1) Taxes and assessments the lien for which attaches	81
before the confirmation of sale but that are not yet determined,	82
assessed, and levied for the year in which confirmation occurs,	83
apportioned pro rata to the part of that year that precedes	84
confirmation, and any penalties and interest on those taxes and	85
assessments, the amount of which shall be based on the date of the	86
<u>sale</u> ;	87
(b)(2) All other taxes, assessments, penalties, and interest	88
the lien for which attached for a prior tax year but that have not	89
been paid on or before the date of confirmation.	90
(2) Upon the request of the officer who conducted the sale,	91
the county treasurer shall estimate the amount in division	92
(B)(1)(a) of this section. If the county treasurer's estimate	93
exceeds that amount, the officer who conducted the sale shall	94
refund to the purchaser the difference between the estimate and	95
the actual amount. If the actual amount exceeds the county	96
treasurer's estimate, the officer shall certify the amount of the	97
excess to the treasurer, who shall enter that amount on the real	98
and public utility property tax duplicate opposite the property;	99
the amount of the excess shall be payable at the next succeeding	100
date prescribed for payment of taxes in section 323.12 of the	101
Revised Code.	102

Sec. 2303.20. Under the circumstances described in sections 103 2969.21 to 2969.27 of the Revised Code, the clerk of the court of 104 common pleas shall charge the fees and perform the other duties 105 specified in those sections. In all other cases, the clerk shall 106 charge the following fees and no more: 107

(A) Twenty-five dollars for each cause of action which shall108include the following:109

(1) Docketing in all dockets; 110

(2) Filing necessary documents, noting the filing of the 111 documents, except subpoena, on the dockets; 112 (3) Issuing certificate of deposit in foreign writs; 113 (4) Indexing pending suits and living judgments; 114 (5) Noting on appearance docket all papers mailed; 115 (6) Certificate for attorney's fee; 116 (7) Certificate for stenographer's fee; 117 118 (8) Preparing cost bill; (9) Entering on indictment any plea; 119 (10) Entering costs on docket and cash book. 120 (B) Two dollars for taking each undertaking, bond, or 121 recognizance; 122 (C) Two dollars for issuing each writ, order, or notice, 123 except subpoena; 124 (D) Two dollars for each name for issuing subpoena, swearing 125 witness, entering attendance, and certifying fees; 126 (E) Twenty-five dollars for calling a jury in each cause; 127 (F) Two dollars for each page, for entering on journal, 128 indexing, and posting on any docket; 129 (G) Three dollars for each execution or transcript of 130 judgment, including indexing; 131 (H) One dollar for each page, for making complete record, 132 including indexing; 133 (I) Five dollars for certifying a plat recorded in the county 134 recorder's office; 135 (J) Five dollars for issuing certificate to receiver or order 136 of reference with oath; 137

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(K) Five dollars for entering satisfaction or partial	138
satisfaction of each lien on record in the county recorder's	139
office, and the clerk of courts' office;	140
(L) One dollar for each certificate of fact under seal of the	141
court, to be paid by the party demanding it;	142
(M) One dollar for taking each affidavit, including	143
certificate and seal;	144
(N) Two dollars for acknowledging all instruments in writing;	145
(0) Five dollars for making certificate of judgment;	146
(P) Ten dollars for filing, docketing, and endorsing a	147
certificate of judgment, including the indexing and noting the	148
return of the certificate;	149
(Q) Twenty-five dollars for each cause of action for each	150
judgment by confession, including all docketing, indexing, and	151
entries on the journal;	152
(R) Five dollars for recording commission of mayor or notary	153
<pre>public;</pre>	154
(S) One dollar for issuing any license except the licenses	155
issued pursuant to sections 1533.101, 1533.11, 1533.13, and	156
1533.32 of the Revised Code;	157
(T) Fifteen dollars for docketing and indexing each aid in	158
execution or petition to vacate, revive, or modify judgment,	159
including the filing and noting of all necessary documents;	160
(U) Twenty-five dollars for docketing and indexing each	161
appeal, including the filing and noting of all necessary	162
documents;	163
(V) A commission of two per cent on the first ten thousand	164

(V) A commission of two per cent on the first ten thousand 164 dollars and one per cent on all exceeding ten thousand dollars for 165 receiving and disbursing money, other than costs and fees, paid to 166 or deposited with the clerk of courts in pursuance of an order of 167

court or on judgments, including moneys invested by order of the 168 court and interest earned on them; 169 (W) Five dollars for numbering, docketing, indexing, and 170 filing each authenticated or certified copy of the record, or any 171 portion of an authenticated or certified copy of the record, of an 172 extra county action or proceeding; 173 (X) Two dollars for each certificate of divorce, annulment, 174 or dissolution of marriage to the bureau of vital statistics; 175 (Y) Two dollars for each electronic transmission of a 176 document, plus one dollar for each page of that document. These 177 fees are to be paid by the party requesting the electronic 178 transmission. 179 (Z) One dollar for each page, for copies of pleadings, 180 process, record, or files, including certificate and seal; 181 (AA) An additional fee of twenty dollars for each filing for 182 a residential mortgage foreclosure action. 183 Sec. 2308.01. As used in this chapter: 184 (A) "Abate," "abatement," and "neighbor" have the same 185 meanings as in section 3767.41 of the Revised Code. 186 (B) "Residential area commercial property mortgage" means an 187 obligation to pay a sum of money evidenced by a note and secured 188 by a lien upon a commercial property that meets all of the 189 following criteria: 190 (1) The structure or structures on the property total less 191 than four thousand square feet. 192 (2) The property is located within five hundred feet of a 193 194 residential property. (3) The property is not a brownfield, as defined in section 195 122.65 of the Revised Code. 196

(C) "Residential mortgage" means an obligation to pay a sum	197
of money evidenced by a note and secured by a lien upon a	198
residential property.	199
(D) "Residential property" means real property located within	200
this state consisting of land and a structure on that land	201
containing four or fewer dwelling units, each of which is intended	202
for occupancy by a separate household. "Residential property"	203
includes a residential condominium unit owned by an individual,	204
notwithstanding the number of units in the structure, and a	205
manufactured or mobile home that is subject to real property taxes	206
under section 4503.06 of the Revised Code.	207
(E) "Tenant" has the same meaning as in section 5321.01 of	208
the Revised Code.	209
Sec. 2308.02. No person shall file a complaint to initiate a	210
residential mortgage foreclosure action unless that complaint	211
includes or is accompanied by all of the following:	212
(A) A writing that sets forth the name of the holder of the	213
note, asserts that the named holder is the true party in interest	214
with a right to file the action, and states whether the mortgage	215
note has been securitized and if so, the identity of any	216
mortgage-backed security that holds the loan and the name of the	217
trustee of that mortgage-backed security;	218
(B) The preliminary judicial report that section 2329.191 of	219
the Revised Code requires.	220
Sec. 2308.03. If the owner in a residential mortgage	221
foreclosure action answers or otherwise responds to the clerk's	222
summons and complaint in accordance with the Rules of Civil	223
Procedure, the plaintiff shall file with the clerk both of the	224
following within thirty days after that answer or response:	225

(A) A copy of a completed residential property status report. 226

The residential property status report shall be substantially in	227
the following form:	228
<u>"Case Number:</u>	229
COURT OF COMMON PLEAS	230
COUNTY, OHIO	231
Judge	232
Residential Property Status Report	233
To be completed to the best of the plaintiff's knowledge. If any	234
information is not known please write "Don't Know" in the space	235
provided.	236
Address:	237
Titled Owner(s):	238
Number of Units: Occupied: YES NO	239
If YES, by whom:	240
If NO, when vacated:	241
The approximate value of the property (This may be	242
your good faith estimate based on information available to you,	243
considering the property's current condition, or the county	244
auditor's most recent valuation or a formal appraisal conducted by	245
<u>a real estate professional or a licensed appraiser.)</u>	246
Current city code violations: YES NO	247
If YES, attach copy of violation notice(s)	248
Abandoned/Unlicensed Vehicles: YES NO	249
Is this property the subject of litigation in any other	250
<u>court? YES NO</u>	251
Is owner a defendant in other foreclosure cases in this	252
<u>court? YES NO</u>	253
If YES, list case number(s):	254
<u></u>	255

	256
How long has current owner owned the property?	257
<u></u>	258
If less than 5 years, list previous owners for last five	259
<u>years:</u>	260
<u></u>	261
(Please affix a color photograph of the premises not older than 30	262
<u>days here)</u>	263
I certify that the information contained herein is accurate and	264
true, to the best of my knowledge.	265
<u></u>	266
<u>Signature Date"</u>	267
(B) A writing that responds to the following questions:	268
(1) Has the plaintiff agreed to comply with the federal "Home	269
Affordable Modification Program"?	270
(2) Has the owner or a representative of the owner been in	271
contact with the plaintiff?	272
(3) Has the owner applied for a loan modification? If so, has	273
the plaintiff responded to the request? Has the request been	274
accepted or denied, or is it pending?	275
(4) Has the owner made further payments since the initiation	276
of the foreclosure action?	277
Sec. 2308.04. A court may adopt by rule forms that	278
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incorporate the information that sections 2308.02 and 2308.03 of the Revised Code require. A court may request on those forms any	279 280
	280
additional information that the court requires, at the court's	-
discretion.	282

Sec. 2308.05. (A) If the owner in a residential mortgage 283

foreclosure action does not answer or otherwise respond to the

clerk's summons and complaint in accordance with the Rules of	285
Civil Procedure, within ten days after the last due date for any	286
defendant who was served with a summons and complaint, the clerk	287
shall notify the plaintiff of that failure to respond and inform	288
the plaintiff that if the property is not occupied, the plaintiff	289
shall either file a motion for default judgment with the court or	290
submit a statement showing cause sufficient to the court why the	291
plaintiff is not filing such a motion. The plaintiff shall file	292
such a motion or statement within sixty days after the date of the	293
clerk's notice.	294
(B) If a plaintiff fails to comply with division (A) of this	295
section, the court shall dismiss the residential mortgage	296
foreclosure action without prejudice.	297
Sec. 2308.051. (A) Notwithstanding any other provision of the	298
Revised Code, a plaintiff may request, at the time the plaintiff	299
files a motion for a default judgment pursuant to section 2308.05	300
of the Revised Code, the court deem that the title of the property	301
transferred directly and immediately to the plaintiff in lieu of	302
sale and in lieu of a right to a deficiency judgment. A plaintiff	303
may make such a request, and a court may grant such a request,	304
only if all of the following apply:	305
(1) In the plaintiff's prayer and complaint to initiate the	306
residential mortgage foreclosure action, the plaintiff	307
specifically reserved the right to request the additional relief	308
of a transfer in lieu of sale and in lieu of a right to a	309
deficiency judgment in the event that the plaintiff filed a motion	310
for a default judgment in the course of the foreclosure action.	311
(2) All liens attached to the property, other than liens for	312
real property taxes, are those of the plaintiff.	313

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(3) The owner did not answer or otherwise respond to the	314
clerk's summons and complaint in accordance with the Rules of	315
<u>Civil Procedure.</u>	316
(B)(1) Upon receiving a motion for a default judgment	317
accompanied by a request for the additional relief of a transfer	318
in lieu of sale and in lieu of a right to a deficiency judgment	319
that meets the requirements of division (A) of this section, a	320
court immediately shall provide written notice to the owner of	321
that motion and request for additional relief. In that notice, the	322
court shall order the owner to show cause why the court should not	323
enter a default judgment and transfer the property directly and	324
immediately to the plaintiff in lieu of sale and in lieu of a	325
right to a deficiency judgment. An owner shall show cause within	326
thirty days of the court's order or shall be deemed to not oppose	327
the default judgment and transfer of the property to the	328
<u>plaintiff.</u>	329
(2) When a court grants a request for a transfer in lieu of	330
sale and in lieu of a right to a deficiency judgment pursuant to	331
this section, the plaintiff shall provide the information section	332
2329.271 of the Revised Code requires as if the plaintiff were the	333
successful purchaser at sale, and the officer who would have made	334
the sale shall prepare the deed as section 2329.31 of the Revised	335
Code requires. The court shall confirm the transfer in lieu of	336
sale and in lieu of a right to a deficiency judgment in the same	337
manner as the court confirms sales under section 2329.31 of the	338
Revised Code. Such transfer shall be deemed a release of the	339
owner's liability on the underlying debt to the plaintiff, and the	340
value of the property shall be deemed to equal the amount of the	341
underlying debt.	342

Sec. 2308.06. (A) No court may order the sale of a property343that is the subject of a residential mortgage foreclosure action344

or a residential area commercial property mortgage foreclosure	345
action, and no county recorder shall accept for recording any deed	346
based on such a sale, if a court has found probable cause that the	347
property constitutes a public nuisance as defined in section	348
3767.41 of the Revised Code and the finding of probable cause was	349
not effectively rebutted, reversed, or the nuisance abated.	350
(B) A court may stay a foreclosure action and hold a probable	351
cause hearing pursuant to this section on its own accord or upon a	352
request made pursuant to section 2308.11 of the Revised Code. At	353
any such hearing, the court shall consider whether there is	354
probable cause of a public nuisance on the basis of any of the	355
<u>following:</u>	356
(1) Information the plaintiff provides or information	357
contained in the residential property status report;	358
(2) Information in a public record that indicates the	359
existence of a building with air pollution, sanitation, health,	360
fire, zoning, or safety code violations or other conditions that	361
<u>constitute a public nuisance;</u>	362
(3) A court ordered inspection of the property, or a	363
voluntary authorization of inspection of the property under any	364
right of the plaintiff to enter the property.	365
(C) A court's determination that there is probable cause to	366
believe that the property is a public nuisance is a rebuttable	367
presumption.	368
(D) If a court finds probable cause that the residential	369
property constitutes a public nuisance, the plaintiff shall file	370
notice of that finding with the agency that is responsible for	371
enforcement of housing codes within the municipal corporation or	372
county in which the residential property is located, if there is	373
such an agency. An agency inspecting the residential property as a	374
result of receiving such a notice may charge the owner a	375

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reasonable fee to cover the costs of the inspection. 376
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Sec. 2308.07. (A) Prior to any probable cause hearing held	377
pursuant to section 2308.06 of the Revised Code, the court shall	378
provide the plaintiff and any lienholder who has appeared in the	379
foreclosure action with notice of the time, date, place, and	380
purpose of the hearing. The notice shall inform the plaintiff and	381
such lienholders of an opportunity to appear at the hearing and	382
shall set forth the procedures for requesting such an appearance.	383
(B) A plaintiff, any other lienholder, or the owner in the	384
foreclosure action may appear at any probable cause hearing held	385
pursuant to section 2308.06 of the Revised Code for any of the	386
following purposes:	387
(1) To present information that the property is not a public	388
nuisance;	389
(2) To request permission to abate the nuisance pursuant to	390
section 2308.08 of the Revised Code while the foreclosure action	391
<u>continues;</u>	392
(3) To pledge to enter a bid on the property at the sheriff's	393
sale and to abate the nuisance subsequent to gaining title to the	394
property pursuant to section 2308.09 of the Revised Code.	395
(C) A plaintiff, other lienholder, or owner may request an	396
appearance at a probable cause hearing by submitting a written	397
request for such an appearance to the court within ten days after	398
receiving the court's notice of the hearing.	399
Sec. 2308.08. (A) At a probable cause hearing held pursuant	400
to section 2308.06 of the Revised Code, a plaintiff or other	401
lienholder may request the court to lift the stay on the	402

foreclosure proceedings and permit the plaintiff or other403lienholder to abate the alleged nuisance while the foreclosure404action continues. The court may grant such a request and require405

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the party to make an initial report to the court within thirty	406
days on the progress in abating the alleged nuisance. The court	407
may request subsequent reports at its discretion.	408
(B) The court shall continue with the foreclosure proceedings	409
upon receiving any initial or subsequent report of progress if the	410
court determines that the party abating the alleged nuisance is	411
making reasonable progress. At any time the court determines that	412
the party is not making reasonable progress in abating the alleged	413
nuisance or does not report as required, the court immediately	414
shall stay the foreclosure proceedings and resume the probable	415
cause hearings and may approve any request made pursuant to	416
section 2308.11 of the Revised Code to stay the proceedings so	417
that an interested party may file with the court a motion for the	418

abatement of a public nuisance.

Sec. 2308.09. (A) At any time prior to or during a probable 421 cause hearing, the plaintiff or other lienholder may submit to the 422 court a written pledge to purchase the property at the sale and to 423 abate the alleged nuisance subsequent to taking title to the 424 property. In the writing, the plaintiff or other lienholder shall 425 pledge to bid at least the principal balance owed on its lien on 426 the property and, if the successful bidder at the sale, to abate 427 the nuisance. A plaintiff or other lienholder may present the 428 written pledge at the hearing if the plaintiff or other lienholder 429 requests an appearance pursuant to section 2308.08 of the Revised 430 Code. 431

(B) The court shall stay any probable cause hearing on an432alleged nuisance condition and continue with the foreclosure433proceedings upon receiving from a plaintiff or other such434lienholder a written pledge made pursuant to this section. The435court shall require that the plaintiff or other such lienholder436

provide a written report of progress within thirty days after	437
taking title to the property. The court shall maintain continuing	438
jurisdiction over the property pursuant to section 2308.10 of the	439
Revised Code and may require any subsequent reports at the court's	440
discretion.	441
(C) The court shall resume any probable cause hearing and may	442
approve any request to bring a nuisance abatement action if either	443
of the following occur:	444
(1) It receives information from the officer making the sale	445
that the plaintiff failed to bid as pledged at the auction.	446
(2) The plaintiff or other lienholder who pledged to abate a	447
nuisance failed to provide the court with a written report of	448
progress in abating the alleged nuisance condition within thirty	449
days after taking title to the property.	450
Sec. 2308.10. In any foreclosure action in which the court	451
approves the abatement of an alleged nuisance pursuant to section	452
2308.08 or 2308.09 of the Revised Code, the court shall maintain	453

2308.08 or 2308.09 of the Revised Code, the court shall maintain453continuing jurisdiction until the nuisance condition is abated.454The court may resume a probable cause hearing at the court's own455discretion or upon a complaint by any person named in division (A)456of section 2308.11 of the Revised Code and may approve any request457made pursuant to that section to bring a nuisance abatement action458under section 3767.41 of the Revised Code.459

Sec. 2308.11. (A) Any municipal corporation in which a460property is located, or any nonprofit corporation that is duly461organized and has as one of its primary goals the improvement of462housing conditions in the county or municipal corporation in which463the property is located, may intervene as an interested party at464any time prior to the issuance of a judgment in a foreclosure465proceeding of a residential property to request the court to stay466

the foreclosure action so the interested party may file with the	467
court a motion under section 3767.41 of the Revised Code for the	468
abatement of a public nuisance. Upon such a request that is	469
supported by sufficient evidence, a court, in its discretion, may	470
hold a probable cause hearing pursuant to section 2308.06 of the	471
Revised Code.	472
(B) If the court finds probable cause to believe that the	473
property is a public nuisance, and if neither the plaintiff nor	474
any other lienholder agreed to abate the alleged nuisance pursuant	475
to section 2308.08 or 2308.09 of the Revised Code, the court may	476
stay the foreclosure action to hold hearings pursuant to section	477
3767.41 of the Revised Code.	478
(C) An interested party who the court authorizes to abate the	479
nuisance shall apprise the court of its progress in writing not	480
later than thirty days after the court grants that permission. If	481
the court does not receive this notice within the specified time,	482
it may resume the foreclosure proceedings.	483
(D) The court may establish any guidelines it considers	484
appropriate as a condition of staying the foreclosure proceedings	485
to enable the interested party to bring an abatement action. Such	486
guidelines shall be in addition to the requirement that the court	487
find probable cause under section 2308.06 of the Revised Code that	488
the property is a public nuisance.	489
(E) Nothing in this section shall be construed as preventing	490
a court from staying a hearing when a plaintiff makes a request	491
pursuant to section 2308.08 or 2308.09 of the Revised Code.	492
Sec. 2308.12. (A)(1) The plaintiff and any other lienholder,	493

bee. 2900.12. (A/(1) the plainetti and any other itemotael,	175
within sixty days after receiving the clerk's notice of the filing	494
of the judgment of foreclosure under division (G) of section	495
2329.02 of the Revised Code, shall file for a writ of execution of	496

a judgment in a residential mortgage foreclosure action or show	497
cause for not filing. A lienholder other than the primary	498
lienholder shall file for a contingent writ of execution or show	499
cause why a contingent writ is not being sought within that same	500
sixty-day period. The court shall issue an order accordingly to	501
the owner, the plaintiff, and any other lienholder who appeared in	502
the action stating that, during that same sixty-day period, the	503
owner, the plaintiff, and any other lienholder may show cause why	504
that property should not be deemed abandoned and transferred	505
pursuant to section 2308.13 of the Revised Code. A party may	506
assert any reason that the property should not be deemed	507
abandoned, including those listed under Rule 60 of the Rules of	508
Civil Procedure.	509
(2) A plaintiff or other lienholder who fails to file for a	510
writ of execution as this section requires and who does not show	511
cause for that failure or why the property should not be deemed	512
abandoned and transferred, and an owner who fails to show cause	513
for why that property should not be deemed abandoned and	514
transferred, shall be deemed to have abandoned all interest in the	515
property and to any right of redemption. Any party who is deemed	516
to have abandoned the property is barred from seeking another	517
judgment on that property or making any claim against the	518
property, and shall not receive any proceeds from a sale of the	519
property.	520
(3) The court shall vacate any order of abandonment if the	521
plaintiff or other lienholder files a motion under Rule 60 of the	522
Rules of Civil Procedure, establishing that its failure was due to	523
mistake or inadvertence, or other good cause shown.	524
(4) If the plaintiff, all other lienholders, and the owner	525
are deemed to have abandoned the property, the property shall be	526
transferred pursuant to section 2308.13 of the Revised Code sixty	527
days after the court enters the order of abandonment, unless a	528

motion to vacate the order has been filed prior to that date. If	529
the motion is denied, the property shall be transferred in	530
accordance with this division.	531
(5) When a property is deemed abandoned pursuant to this	532
section, the rights of the plaintiff and other lienholders to seek	533
to collect the debts through other means or against assets other	534
than the real property which is the subject of the foreclosure	535
action remain unaffected.	536
(B) Upon receiving a filing for a writ of execution from the	537
plaintiff, the clerk shall issue the writ of execution pursuant to	538
section 2329.091 of the Revised Code.	539
(C) At its discretion, the court may extend the time period	540
this section establishes for filing for a writ of execution or	541
issuing that writ if the plaintiff and the owner in the action so	542
request, for any reason that the court considers appropriate.	543
(D) Notwithstanding sections 2329.09 and 2329.091 of the	544
<u>Revised Code, a court may for good cause stay the issuance or</u>	545
enforcement of a writ of execution if the owner and the plaintiff,	546
along with all other lienholders, enter into a forbearance or loan	547
modification agreement that allows the owner to make payments over	548
a specified period of time and that agreement is filed with the	549
court. The stay shall be effective so long as all of the parties	550
to the agreement comply with the terms of the agreement.	551
(E) No plaintiff or other lienholder may withdraw or dismiss	552
a petition for a writ of execution or an order of sale unless the	553
plaintiff or the owner requests such a dismissal and shows good	554
cause for that dismissal.	555
Sec. 2308.13. (A) Notwithstanding any other provision of the	556

Sec. 2308.13. (A) Notwithstanding any other provision of the556Revised Code, a property upon which a residential mortgage557foreclosure action has been filed is subject to transfer under558

this section if either of the following occur:	559
(1) The plaintiff, all other lienholders, and the owner are	560
deemed to have abandoned rights to the property under section	561
2308.12 of the Revised Code and no party showed cause sufficient	562
to the court as to why the property should not be deemed	563
abandoned.	564
(2) The officer making the sale has advertised the sale three	565
times and held three auctions on the property, and at those	566
auctions no person placed a bid. Notwithstanding any other section	567
of the Revised Code, the three auctions shall be conducted with	568
the first sale requiring a minimum bid of two-thirds of the	569
appraised value, the second sale requiring a fixed price without	570
reappraisal set at two-thirds of that appraised value, and the	571
third sale being made with the minimum bid as the court sets at	572
its discretion.	573
(B) The title of a property deemed abandoned pursuant to this	574
(B) The title of a property deemed abandoned pursuant to this section vests without further action in the board of county	574 575
section vests without further action in the board of county	575
section vests without further action in the board of county commissioners in the county where the property is located. The	575 576
section vests without further action in the board of county commissioners in the county where the property is located. The clerk shall issue a notice of that vesting to the board of county	575 576 577
section vests without further action in the board of county commissioners in the county where the property is located. The clerk shall issue a notice of that vesting to the board of county commissioners. The county prosecuting attorney shall prepare a	575 576 577 578
section vests without further action in the board of county commissioners in the county where the property is located. The clerk shall issue a notice of that vesting to the board of county commissioners. The county prosecuting attorney shall prepare a deed that contains the names of the parties to the judgment and	575 576 577 578 579
section vests without further action in the board of county commissioners in the county where the property is located. The clerk shall issue a notice of that vesting to the board of county commissioners. The county prosecuting attorney shall prepare a deed that contains the names of the parties to the judgment and the owners of the foreclosed property, a reference to the volume	575 576 577 578 579 580
section vests without further action in the board of county commissioners in the county where the property is located. The clerk shall issue a notice of that vesting to the board of county commissioners. The county prosecuting attorney shall prepare a deed that contains the names of the parties to the judgment and the owners of the foreclosed property, a reference to the volume and page of the recording of the recorded instrument by or through	575 576 577 578 579 580 581
section vests without further action in the board of county commissioners in the county where the property is located. The clerk shall issue a notice of that vesting to the board of county commissioners. The county prosecuting attorney shall prepare a deed that contains the names of the parties to the judgment and the owners of the foreclosed property, a reference to the volume and page of the recording of the recorded instrument by or through which the board of county commissioners claims title, the date and	575 576 577 578 579 580 581 582
section vests without further action in the board of county commissioners in the county where the property is located. The clerk shall issue a notice of that vesting to the board of county commissioners. The county prosecuting attorney shall prepare a deed that contains the names of the parties to the judgment and the owners of the foreclosed property, a reference to the volume and page of the recording of the recorded instrument by or through which the board of county commissioners claims title, the date and the amount of the judgment, and the date on which the owner and	575 576 577 578 579 580 581 582 583
section vests without further action in the board of county commissioners in the county where the property is located. The clerk shall issue a notice of that vesting to the board of county commissioners. The county prosecuting attorney shall prepare a deed that contains the names of the parties to the judgment and the owners of the foreclosed property, a reference to the volume and page of the recording of the recorded instrument by or through which the board of county commissioners claims title, the date and the amount of the judgment, and the date on which the owner and each lienholder is deemed to have abandoned the property. The	575 576 577 578 579 580 581 582 583 583
section vests without further action in the board of county commissioners in the county where the property is located. The clerk shall issue a notice of that vesting to the board of county commissioners. The county prosecuting attorney shall prepare a deed that contains the names of the parties to the judgment and the owners of the foreclosed property, a reference to the volume and page of the recording of the recorded instrument by or through which the board of county commissioners claims title, the date and the amount of the judgment, and the date on which the owner and each lienholder is deemed to have abandoned the property. The board of county commissioners shall record the deed within	575 576 577 578 579 580 581 582 583 584 584

acquired under this section pursuant to rules it adopts. The rules 589

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shall specify that the board shall place the property in the	590
county's land bank if the county has a land bank. If the county	591
does not have a land bank, the board shall dispose of the property	592
at its discretion.	593
(D) No board of county commissioners shall be liable for	594
damages arising from a breach, or subject to equitable remedies	595
for a breach of common law duty, or for violation of sections	596
3737.87 to 3737.891 of the Revised Code or Chapter 3704., 3734.,	597
<u>3745., 3746., 3750., 3751., 3752., 6101., or 6111. of the Revised</u>	598
<u>Code or any rule adopted or order, permit, license, variance, or</u>	599
plan approval issued under any of those chapters that is or was	600
committed by another person in connection with a property the	601
board of county commissioners acquires pursuant to this section.	602
Sec. 2308.14. The officer making a sale pursuant to a	603
residential mortgage foreclosure action shall, upon the sale of	604
the lands and tenements in satisfaction of the writ of judgment,	605
prepare and submit to the court a confirmation order setting forth	606
the information confirming that sale. The information shall	607
include the name of the person making the purchase of the property	608
in sufficient detail so a court may determine if the purchaser is	609
a plaintiff who pledged to purchase then abate a nuisance pursuant	610
to section 2308.09 of the Revised Code.	611
Sec. 2308.15. (A) No plaintiff or other lienholder in a	612
residential mortgage foreclosure action may file a motion to	613
dismiss or vacate the judgment, the writ of execution, the order	614
of sale, the sale, or the confirmation of the sale, and no court	615
shall accept such a motion unless for good cause shown.	616
(B) In any residential mortgage foreclosure action in which a	617
plaintiff and an owner enter into a workout agreement or loan	618
	<b>C</b> 1 C

modification, the court shall stay the foreclosure action at any

time prior to the sale upon the filing of a motion and affidavit	620
indicating that the plaintiff and owner have entered into a	621
workout agreement or loan modification. If at any time the	622
plaintiff notifies the court that the owner did not make payments	623
as agreed, the court shall notify the owner that it will resume	624
the foreclosure action.	625

Sec. 2323.07. (A)(1) When a mortgage is foreclosed or a 626 specific lien enforced, a sale of the property, or a transfer of 627 property pursuant to sections 323.28, 323.65 to 323.78, and 628 5721.19 of the Revised Code, shall be ordered by the court having 629 jurisdiction or the county board of revision with jurisdiction 630 pursuant to section 323.66 of the Revised Code. 631

(2) No specific lien may be enforced or suit brought on a 632 note on a residential property unless that action initially is 633 brought in a judicial foreclosure proceeding. 634

(B) When the real property to be sold is in one or more 635 tracts, the court may order the officer who makes the sale to 636 subdivide, appraise, and sell them in parcels, or sell any one of 637 the tracts as a whole. 638

(C) When the mortgaged property is situated in more than one 639 county, the court may order the sheriff or master of each county 640 to make sale of the property in the sheriff's or master's county, 641 or may direct one officer to sell the whole. When it consists of a 642 single tract, the court may direct that it be sold as one tract or 643 in separate parcels, and shall direct whether appraisers shall be 644 selected for each county or one set for all; and whether 645 publication of the sale shall be made in all the counties, or in 646 647 one county only.

Sec. 2329.01. (A) Lands and tenements, including vested legal 648 interests therein, permanent leasehold estates renewable forever, 649

and goods and chattels, not exempt by law, shall be subject to the 650 payment of debts, and liable to be taken on execution and sold as 651 provided in sections 2329.02 to 2329.61, inclusive, of the Revised 652 Code. 653

(B) As used in sections 2329.02 to 2329.61 of the Revised654Code, "residential mortgage" and "residential property" have the655same meanings as in section 2308.01 of the Revised Code.656

sec. 2329.02. (A) Any judgment or decree rendered by any 657 court of general jurisdiction, including district courts of the 658 United States, within this state shall be a lien upon lands and 659 tenements of each judgment debtor within any county of this state 660 from the time there is filed in the office of the clerk of the 661 court of common pleas of such county a certificate of such 662 judgment, setting forth the court in which the same was rendered, 663 the title and number of the action, the names of the judgment 664 creditors and judgment debtors, the amount of the judgment and 665 costs, the rate of interest, if the judgment provides for 666 interest, and the date from which such interest accrues, the date 667 of rendition of the judgment, and the volume and page of the 668 journal entry thereof. 669

(B) No such judgment or decree shall be a lien upon any 670 lands, whether or not situated within the county in which such 671 judgment is rendered, registered under sections 5309.02 to 672 5309.98, inclusive, and 5310.01 to 5310.21, inclusive, of the 673 Revised Code, until a certificate under the hand and official seal 674 of the clerk of the court in which the same is entered or of 675 record, stating the date and purport of the judgment, giving the 676 number of the case, the full names of the parties, plaintiff and 677 defendant, and the volume and page of the journal or record in 678 which it is entered, or a certified copy of such judgment, stating 679 such facts, is filed and noted in the office of the county 680

recorder of the county in which the land is situated, and a 681 memorial of the same is entered upon the register of the last 682 certificate of title to the land to be affected. 683

Such certificate shall be made by the clerk of the court in 684 which the judgment was rendered, under the seal of said court, 685 upon the order of any person in whose favor such judgment was 686 rendered or upon the order of any person claiming under him a 687 person in whose favor such judgment was rendered, and shall be 688 delivered to the party so ordering the same; and the fee therefor 689 shall be taxed in the costs of the action. 690

(C) When any such certificate is delivered to the clerk of 691 the court of common pleas of any county in this state, the same 692 shall be filed by such clerk, and he the clerk shall docket and 693 index it under the names of the judgment creditors and the 694 judgment debtors in a judgment docket, which shall show as to each 695 judgment all of the matters set forth in such certificate as 696 required by this section. The fee for such filing, docketing, and 697 indexing shall be taxed as increased costs of such judgment upon 698 such judgment docket and shall be included in the lien of the 699 judgment. 700

(D) When the clerk of any court, other than that rendering 701 the judgment, in whose office any such certificate is filed, has 702 docketed and indexed the same, he the clerk shall indorse upon 703 such certificate the fact of such filing with the date thereof and 704 the volume and page of the docket entry of such certificate and 705 shall return the same so indorsed to the clerk of the court in 706 which the judgment was rendered, who shall note upon the original 707 docket the fact of the filing of said certificate, showing the 708 county in which the same was filed and the date of such filing. 709 When such certificate is filed, docketed, and indexed in the 710 office of the clerk of the court which rendered the judgment, such 711 clerk shall likewise indorse the certificate and make like 712

notation upon the original docket.

Each such judgment shall be deemed to have been rendered in 714 the county in which is kept the journal of the court rendering the 715 same, in which journal such judgment is entered. 716

(E) Certificates or certified copies of judgments or decrees 717 718 of any courts of general jurisdiction, including district courts of the United States, within this state, may be filed, registered, 719 noted, and memorials thereof entered, in the office of the 720 recorder of any county in which is situated land registered under 721 sections 5309.02 to 5309.98, inclusive, and 5310.01 to 5310.21, 722 inclusive, of the Revised Code, for the purpose of making such 723 judgments liens upon such registered land. 724

(F) Notwithstanding any other provision of the Revised Code, 725 any judgment issued in a court of record may be transferred to any 726 other court of record. Any proceedings for collection may be had 727 on such judgment the same as if it had been issued by the 728 transferee court. 729

(G) When a clerk files a judgment of foreclosure in a730residential mortgage foreclosure action, the clerk shall provide731notice of that filing to the judgment debtor, the judgment732creditor, and any lienholder who has appeared in the action. The733notice shall include information with respect to the requirements734of section 2308.12 of the Revised Code and the consequences of a735failure to comply with that section.736

Sec. 2329.09. (A) The writ of execution against the property 737 of a judgment debtor issuing from a court of record shall command 738 the officer to whom it is directed to levy on the goods and 739 chattels of the debtor. If no goods or chattels can be found, the 740 officer shall levy on the lands and tenements of the debtor. If 741 the court rendering the judgment or decree so orders, real estate 742 may be sold under execution as follows: one third cash on the day 743

713

of sale, one third in one year, one third in two years thereafter, 744 with interest on deferred payments, to be secured by mortgage on 745 the premises so sold. An execution on a judgment rendered against 746 a partnership firm by its firm name shall operate only on the 747 partnership property. The exact amount of the debt, damages, and 748 costs, for which the judgment is entered, shall be indorsed on the 749 execution. 750

(B) On any order of sale that the clerk delivers to the 751 officer making the sale in a residential mortgage foreclosure 752 action, the clerk shall include a notation that sets forth all of 753 the clerk's costs with respect to that foreclosure action and 754 sale. The clerk shall deliver a copy of the order of sale to the 755 attorney for the lienholder who filed for the writ of execution. 756

Sec. 2329.191. (A) As used in this section, "title insurance 757 company" has the same meaning as in section 3953.01 of the Revised 758 Code.

(B) In every action demanding the judicial sale of 760 residential real estate consisting of one to four single-family 761 units, the party seeking that judicial sale shall file with the 762 clerk of the court of common pleas within fourteen days after 763 filing the pleadings requesting relief, together with the 764 complaint a preliminary judicial report on a form that is approved 765 by the department of insurance that is prepared and issued by a 766 duly licensed title insurance agent on behalf of a licensed title 767 insurance company or by a title insurance company that is 768 authorized by the department of insurance to transact business in 769 this state. The preliminary judicial report shall be effective 770 within thirty days prior to the filing of the complaint or other 771 pleading requesting a judicial sale and shall include at least all 772 of the following: 773

(1) A legal description of each parcel of real estate to be 774

- 759

Page 27

sold at the judicial sale;

(2) The street address of the real estate or, if there is no 776 street address, the name of the street or road upon which the real 777 estate fronts together with the names of the streets or roads 778 immediately to the north and south or east and west of the real 779 estate; 780

(3) The county treasurer's permanent parcel number or other tax identification number of the real estate;

(4) The name of the owners of record of the real estate to be 783sold; 784

(5) A reference to the volume and page or instrument number
of the recording by which the owners acquired title to the real
785
estate;
787

(6) A description of the record title to the real estate; 788 however, easements, restrictions, setback lines, declarations, 789 conditions, covenants, reservations, and rights-of-way that were 790 filed for record prior to the lien being foreclosed are not 791 required to be included; 792

(7) The name and address of each lienholder and the name and
address of each lienholder's attorney, if any, as shown on the
recorded lien of the lienholder.
795

Prior to submitting any order or judgment entry to a court 796 that would order the sale of the residential real estate, the 797 party submitting the order or judgment entry shall file with the 798 clerk of the court of common pleas a final judicial report that 799 updates the state of the record title to that real estate from the 800 effective date of the preliminary judicial report through the date 801 of lis pendens and includes a copy of the court's docket for the 802 case. The cost of the title examination necessary for the 803 preparation of both the preliminary judicial report and the final 804 judicial report together with the premiums for those reports 805

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computed as required by the department of insurance, based on the806fair market value of the real estate, or in the case of a807foreclosure, the principal balance of the mortgage or other lien808being foreclosed on or any other additional amount as may be809ordered by the court shall be taxed as costs in the case.810

(C) In every action demanding the judicial sale of 811 residential real estate consisting of more than four single-family 812 units or of commercial real estate, the party seeking that 813 judicial sale shall file with the clerk of the court of common 814 pleas within fourteen days after filing the pleadings requesting 815 relief together with the complaint either a preliminary judicial 816 report or a commitment for an owner's fee policy of title 817 insurance on the form approved by the department of insurance that 818 is prepared and issued by a duly licensed title insurance agent on 819 behalf of a licensed title insurance company. Division (B) of this 820 section applies if the party seeking the judicial sale files a 821 preliminary judicial report. If the party seeking the judicial 822 sale files a commitment for an owner's fee policy of title 823 insurance, the commitment shall have an effective date within 824 fourteen days prior to the filing of the complaint or other 825 pleading requesting a judicial sale and shall contain at least all 826 of the information required in divisions (B)(1) to (7) of this 827 section. The commitment shall cover each parcel of real estate to 828 be sold, shall include the amount of the successful bid at the 829 judicial sale, shall show the purchaser at the judicial sale as 830 the proposed insured, and shall not expire until thirty days after 831 the recordation of the deed by the officer who makes the sale to 832 that purchaser. After the officer's return of the order of sale 833 and prior to the confirmation of the sale, the party requesting 834 the order of sale shall cause an invoice for the cost of the title 835 insurance policy, commitment cost related expenses, and 836 cancellation fees, if any, to be filed with the clerk of the court 837 of common pleas. The amount of the invoice shall be taxed as costs 838

in the case. The purchaser at the judicial sale may, by paying the 839
premium for the title insurance policy, obtain the issuance of 840
title insurance in accordance with the commitment. 841

sec. 2329.26. (A) Lands and tenements taken in execution 842
shall not be sold until all of the following occur: 843

(1)(a) Except as otherwise provided in division (A)(1)(b) of 844
this section, the judgment creditor who seeks the sale of the 845
lands and tenements or the judgment creditor's attorney does both 846
of the following: 847

(i) Causes a written notice of the date, time, and place of 848
the sale to be served in accordance with divisions (A) and (B) of 849
Civil Rule 5 upon the judgment debtor and upon each other party to 850
the action in which the judgment giving rise to the execution was 851
rendered; 852

(ii) At least seven calendar days prior to the date of the
sale, files with the clerk of the court that rendered the judgment
giving rise to the execution a copy of the written notice
described in division (A)(1)(a)(i) of this section with proof of
service endorsed on the copy in the form described in division (D)
of Civil Rule 5.

(b) Service of the written notice described in division 859
(A)(1)(a)(i) of this section is not required to be made upon any 860
party who is in default for failure to appear in the action in 861
which the judgment giving rise to the execution was rendered. 862

(2) The officer taking the lands and tenements gives public 863 notice of the date, time, and place of the sale for at least three 864 weeks before the day of sale by advertisement in a newspaper 865 published in and of general circulation in the county. The court 866 ordering the sale may designate in the order of sale the newspaper 867 in which this public notice shall be published, and this public 868

notice is subject to division (A) of section 2329.27 of the 869 Revised Code. 870

(3) The officer taking the lands and tenements shall collect
 871
 <u>collects</u> the purchaser's information required by section 2329.271
 872
 of the Revised Code.
 873

(B) <u>The officer making the sale may accept a written bid from</u> 874
<u>a lienholder at any time prior to that sale. The public notice of</u> 875
<u>the sale may include notice of this opportunity to make a written</u> 876
<u>bid prior to the sale. The officer may, at the officer's</u> 877
<u>discretion, open the bidding at the amount of any written bid.</u> 878

(C) If the purchaser at a sale is a lienholder, the officer879making the sale shall not charge the purchaser any deposit or880other fees prior to the time at which the purchase price is due881pursuant to division (B) of section 2329.31 of the Revised Code.882

(D) If the purchaser at sale plans to assign the right to 883 purchase that property to another party, and that party will pay 884 the balance of the purchase price to the officer making the sale, 885 the assignment of the purchaser's bid may be made at any time 886 prior to the preparation of the deed, and notice of that 887 assignment may be filed with the officer at any time prior to the 888 preparation of the deed. 889

(E) A sale of lands and tenements taken in execution may be 890 set aside in accordance with division (B) of section 2329.27 of 891 the Revised Code. 892

Sec. 2329.31. (A) Upon (1) Except as otherwise provided in 893 division (A)(2) of this section, upon the return of any writ of 894 execution for the satisfaction of which lands and tenements have 895 been sold, on careful examination of the proceedings of the 896 officer making the sale, if the court of common pleas finds that 897 the sale was made, in all respects, in conformity with sections 898

2329.01 to 2329.61 of the Revised Code, it shall, within thirty 899 days of the return of the writ, direct the clerk of the court of 900 common pleas to make an entry on the journal that the court is 901 satisfied of the legality of such sale and that the attorney who 902 filed the writ of execution make to the purchaser a deed for the 903 lands and tenements. Nothing 904

(2) In any sale pursuant to a residential mortgage905foreclosure action, if the clerk of court receives no written906objection to that sale within seven days after the return to the907clerk of the writ of execution, on careful examination of the908proceedings of the officer making the sale, the court shall deem909that the sale is final and shall confirm that sale. The clerk910shall make an entry on the journal that the sale is deemed legal.911

(3) Nothing in this section prevents the court of common 912 pleas from staying the confirmation of the sale to permit a 913 property owner time to redeem the property or for any other reason 914 that it determines is appropriate. In those instances, the sale 915 shall be confirmed within thirty days after the termination of any 916 stay of confirmation. 917

(B) The officer making the sale shall require the purchaser, 918
including a lienholder, to pay within thirty days of after the 919
confirmation of the sale the balance amount due on the purchase 920
price of the lands and tenements unless the court grants the 921
purchaser an extension for good cause. 922

Sec. 2329.33. In sales of real estate on execution or order 923 of sale, at any time before the confirmation thereof or, if a 924 residential foreclosure action, not later than sixty days 925 following the clerk's notice of the filing of the judgment, the 926 debtor may redeem it from sale by depositing in the hands of the 927 clerk of the court of common pleas to which such execution or 928 order is returnable, the amount of the judgment or decree upon 929

which such lands were sold, with all costs, including poundage, 930 and interest at the rate of eight per cent per annum on the 931 purchase money from the day of sale to the time of such deposit, 932 except where the judgment creditor is the purchaser, the interest 933 at such rate on the excess above his the judgment creditor's 934 claim. The court of common pleas thereupon shall make an order 935 setting aside such sale, and apply the deposit to the payment of 936 such judgment or decree and costs, and award such interest to the 937 purchaser, who shall receive from the officer making the sale the 938 purchase money paid by him the purchaser, and the interest from 939 the clerk. This section does not take away the power of the court 940 to set aside such sale for any reason for which it might have been 941 set aside prior to April 16, 1888. 942

Sec. 2329.36. (A) The attorney who files the writ of 943 execution shall, not later than seven days after the filing of 944 clerk files the order of confirmation of sale pursuant to section 945 2329.31 of the Revised Code, make to the purchaser a deed, 946 containing the names of the parties to the judgment, the names of 947 the owners of the property sold, a reference to the volume and 948 page of the recording of the next preceding recorded instrument by 949 or through which the owners claim title, the date and amount of 950 the judgment, the substance of the execution or order on which the 951 property was sold, the substance of the officer's return thereon, 952 and the order of confirmation and deliver the deed to the officer 953 who sold the real property. The deed shall be executed, 954 acknowledged, and recorded as other deeds. The officer or the 955 officer's legal representative may review and approve or reject 956 the deed for form and substance. 957

(B) By placing a bid at a sale conducted pursuant to this
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(C)(1) The officer who sells the real property shall record 962 the deed, or for registered land file the documents required by 963 section 5309.64 of the Revised Code, with the county recorder 964 within fourteen <del>business</del> days <del>of</del> <u>after</u> the date the purchaser pays 965 the balance due on the purchase price of the lands and tenements. 966 The officer shall charge the purchaser a fee to cover the actual 967 costs of <u>preparing and</u> recording the deed or filing the documents. 968

(2) Notwithstanding division (C)(1) of this section, a 970 purchaser may deliver any remaining balance of the purchase price 971 to the officer making the sale, together with an affidavit stating 972 the purchaser will submit the deed for recording within seven days 973 after receipt of the deed. Upon receiving the remaining balance 974 and affidavit, the officer making the sale shall release the 975 unrecorded deed to the purchaser who shall submit that deed for 976 recording within the seven-day period and deliver evidence of the 977 same to the sheriff or face penalties for contempt of court. If 978 the purchaser fails to deliver evidence to the sheriff that the 979 deed has been submitted for recording with the seven-day period, 980 the sheriff shall notify the court and the court shall schedule 981 proceedings against the purchaser for contempt of court. 982

#### Sec. 3767.41. (A) As used in this section: 983

(1) "Building" means, except as otherwise provided in this 984 division, any building or structure that is used or intended to be 985 used for residential purposes. "Building" includes, but is not 986 limited to, a building or structure in which any floor is used for 987 retail stores, shops, salesrooms, markets, or similar commercial 988 uses, or for offices, banks, civic administration activities, 989 professional services, or similar business or civic uses, and in 990 which the other floors are used, or designed and intended to be 991 used, for residential purposes. "Building" does not include any 992

969

building or structure that is occupied by its owner and that	993
contains three or fewer residential units <u>when one of the units is</u>	994
occupied by the owner of the building or structure unless that	995
building or structure is a residential property as defined in	996
section 2308.01 of the Revised Code and the nuisance action is	997
initiated pursuant to section 2308.06 or 2308.11 of the Revised	998
Code.	999
(2) <u>"Land" means any parcel of land that is not the site of a</u>	1000
building or other structure.	1001
(3)(a) "Public nuisance" <u>as it applies to a building</u> means a	1002
building that is a menace to the public health, welfare, or	1003
safety; that is structurally unsafe, unsanitary, or not provided	1004
with adequate safe egress; that constitutes a fire hazard, <u>or</u> is	1005
otherwise dangerous to human life <del>, or<u>;</u> that</del> is <del>otherwise</del> no longer	1006
fit and habitable if used or designed to be used for residential	1007
purposes; or that, in relation to its existing use, constitutes a	1008
hazard to the public health, welfare, or safety by reason of	1009
inadequate maintenance, dilapidation, obsolescence, or	1010
abandonment.	1011
(b) "Public nuisance" as it applies to <u>land means land that</u>	1012
constitutes a hazard to the public health, welfare, or safety by	1013
reason of unsafe or unsanitary conditions.	1014
(c) "Public nuisance" as it applies to subsidized housing	1015
means subsidized housing that fails to meet the following	1016
standards as specified in the federal rules governing each	1017
standard:	1018
(i) Each building on the site is structurally sound, secure,	1019
habitable, and in good repair, as defined in 24 C.F.R. 5.703(b);	1020
(ii) Each building's domestic water, electrical system,	1021
elevators, emergency power, fire protection, HVAC, and sanitary	1022
system is free of health and safety hazards, functionally	1023

adequate, operable, and in good repair, as defined in 24 C.F.R. 1024 5.703(c); 1025 (iii) Each dwelling unit within the building is structurally 1026 sound, habitable, and in good repair, and all areas and aspects of 1027 the dwelling unit are free of health and safety hazards, 1028 functionally adequate, operable, and in good repair, as defined in 1029 24 C.F.R. 5.703(d)(1); 1030 (iv) Where applicable, the dwelling unit has hot and cold 1031 running water, including an adequate source of potable water, as 1032 defined in 24 C.F.R. 5.703(d)(2); 1033 (v) If the dwelling unit includes its own sanitary facility, 1034 it is in proper operating condition, usable in privacy, and 1035 adequate for personal hygiene, and the disposal of human waste, as 1036 defined in 24 C.F.R. 5.703(d)(3); 1037 (vi) The common areas are structurally sound, secure, and 1038 functionally adequate for the purposes intended. The basement, 1039 garage, carport, restrooms, closets, utility, mechanical, 1040 community rooms, daycare, halls, corridors, stairs, kitchens, 1041 laundry rooms, office, porch, patio, balcony, and trash collection 1042 areas are free of health and safety hazards, operable, and in good 1043 repair. All common area ceilings, doors, floors, HVAC, lighting, 1044 smoke detectors, stairs, walls, and windows, to the extent 1045 applicable, are free of health and safety hazards, operable, and 1046 in good repair, as defined in 24 C.F.R. 5.703(e); 1047 (vii) All areas and components of the housing are free of 1048 health and safety hazards. These areas include, but are not 1049 limited to, air quality, electrical hazards, elevators, 1050 emergency/fire exits, flammable materials, garbage and debris, 1051 handrail hazards, infestation, and lead-based paint, as defined in 1052 24 C.F.R. 5.703(f). 1053

(3)(4) "Abate" or "abatement" in connection with any building 1054

means the removal or correction of any conditions that constitute	1055
a public nuisance and, in connection with any building, includes	1056
the making of any other improvements that are needed to effect a	1057
rehabilitation of the building that is consistent with maintaining	1058
safe and habitable conditions over its remaining useful life.	1059
<del>"Abatement" does not include the</del> <u>The</u> closing or boarding up of any	1060
building that is found to be a public nuisance <u>, by itself, does</u>	1061
not serve as an abatement of the public nuisance.	1062

(4)(5) "Interested party" means any owner, mortgagee, 1063 lienholder, tenant, or person that possesses an interest of record 1064 in any property that becomes subject to the jurisdiction of a 1065 court pursuant to this section, and any applicant for the 1066 appointment of a receiver pursuant to this section. 1067

(5)(6) "Neighbor" means any owner of real property, 1068 including, but not limited to, any person who is purchasing real 1069 property by land installment contract or under a duly executed 1070 purchase contract, that is located within five hundred feet of any 1071 real property that becomes subject to the jurisdiction of a court 1072 pursuant to this section, and any occupant of a building that is 1073 so located. 1074

(6)(7) "Tenant" has the same meaning as in section 5321.01 of 1075 the Revised Code.

(7)(8) "Subsidized housing" means a property consisting of 1077
more than four dwelling units that, in whole or in part, receives 1078
project-based assistance pursuant to a contract under any of the 1079
following federal housing programs: 1080

(a) The new construction or substantial rehabilitation
program under section 8(b)(2) of the "United States Housing Act of
1937," Pub. L. No. 75-412, 50 Stat. 888, 42 U.S.C. 1437f(b)(2) as
that program was in effect immediately before the first day of
October, 1983;

(b) The moderate rehabilitation program under section 8(e)(2) 1086 of the "United States Housing Act of 1937," Pub. L. No. 75-412, 50 1087 Stat. 888, 42 U.S.C. 1437f(e)(2); 1088 (c) The loan management assistance program under section 8 of 1089 the "United States Housing Act of 1937," Pub. L. No. 75-412, 50 1090 Stat. 888, 42 U.S.C. 1437f; 1091 (d) The rent supplement program under section 101 of the 1092 "Housing and Urban Development Act of 1965," Pub. L. No. 89-174, 1093 79 Stat. 667, 12 U.S.C. 1701s; 1094 (e) Section 8 of the "United States Housing Act of 1937," 1095 Pub. L. No. 75-412, 50 Stat. 888, 42 U.S.C. 1437f, following 1096 conversion from assistance under section 101 of the "Housing and 1097 Urban Development Act of 1965," Pub. L. No. 89-174, 79 Stat. 667, 1098 12 U.S.C. 1701s; 1099 (f) The program of supportive housing for the elderly under 1100 section 202 of the "Housing Act of 1959," Pub. L. No. 86-372, 73 1101 Stat. 654, 12 U.S.C. 1701q; 1102 (q) The program of supportive housing for persons with 1103 disabilities under section 811 of the "National Affordable Housing 1104 Act of 1990, "Pub. L. No. 101-625, 104 Stat. 4313, 42 U.S.C. 8013; 1105 (h) The rental assistance program under section 521 of the 1106 "United States Housing Act of 1949," Pub. L. No. 90-448, 82 Stat. 1107 551, as amended by Pub. L. No. 93-383, 88 Stat. 696, 42 U.S.C. 1108 1490a. 1109

(8)(9) "Project-based assistance" means the assistance is 1110
attached to the property and provides rental assistance only on 1111
behalf of tenants who reside in that property. 1112

(9)(10)"Landlord" has the same meaning as in section 5321.011113of the Revised Code.1114

(B)(1)(a) In any civil action to enforce any local building, 1115

housing, air pollution, sanitation, health, fire, zoning, or 1116 safety code, ordinance, resolution, or regulation applicable to 1117 buildings, lands, or subsidized housing that is commenced in a 1118 court of common pleas, municipal court, housing or environmental 1119 division of a municipal court, or county court, or in any civil 1120 action for abatement commenced in a court of common pleas, 1121 municipal court, housing or environmental division of a municipal 1122 court, or county court, by a municipal corporation or township in 1123 which the building, land, or subsidized housing involved is 1124 located, by any neighbor, tenant, or by a nonprofit corporation 1125 that is duly organized and has as one of its goals the improvement 1126 of housing conditions in the county or municipal corporation in 1127 which the building, land, or subsidized housing involved is 1128 located, if a building, land, or subsidized housing is alleged to 1129 be a public nuisance, the municipal corporation, township, 1130 neighbor, tenant, or nonprofit corporation may apply in its 1131 complaint for an injunction, relief, or other order as described 1132 in division (C)(1) of this section, or for the relief described in 1133 division (C)(2) of this section, including, if necessary, the 1134 appointment of a receiver as described in divisions (C)(2) and (3)1135 of this section, or for both such an injunction or other order and 1136 such relief. The municipal corporation, township, neighbor, 1137 tenant, or nonprofit corporation commencing the action is not 1138 liable for the costs, expenses, and fees of any receiver appointed 1139 pursuant to divisions (C)(2) and (3) of this section. 1140

(b) Prior to commencing a civil action for abatement when the 1141 property alleged to be a public nuisance is subsidized housing, 1142 the municipal corporation, township, neighbor, tenant, or 1143 nonprofit corporation commencing the action shall provide the 1144 landlord of that property with written notice that specifies one 1145 or more defective conditions that constitute a public nuisance as 1146 that term applies to subsidized housing and states that if the 1147 landlord fails to remedy the condition within sixty days of the 1148

service of the notice, a claim pursuant to this section may be 1149 brought on the basis that the property constitutes a public 1150 nuisance in subsidized housing. Any party authorized to bring an 1151 action against the landlord shall make reasonable attempts to 1152 serve the notice in the manner prescribed in the Rules of Civil 1153 Procedure to the landlord or the landlord's agent for the property 1154 at the property's management office, or at the place where the 1155 tenants normally pay or send rent. If the landlord is not the 1156 owner of record, the party bringing the action shall make a 1157 reasonable attempt to serve the owner. If the owner does not 1158 receive service the person bringing the action shall certify the 1159 attempts to serve the owner. 1160

(2)(a) In a civil action described in division (B)(1) of this 1161 section, a copy of the complaint and a notice of the date and time 1162 of a hearing on the complaint shall be served upon the owner of 1163 the building, land, or subsidized housing and all other interested 1164 parties in accordance with the Rules of Civil Procedure. If 1165 certified mail service, personal service, or residence service of 1166 the complaint and notice is refused or certified mail service of 1167 the complaint and notice is not claimed, and if the municipal 1168 corporation, township, neighbor, tenant, or nonprofit corporation 1169 commencing the action makes a written request for ordinary mail 1170 service of the complaint and notice, or uses publication service, 1171 in accordance with the Rules of Civil Procedure, then a copy of 1172 the complaint and notice shall be posted in a conspicuous place on 1173 the building, land, or subsidized housing. 1174

(b) The judge in a civil action described in division (B)(1) 1175
of this section shall may conduct a summary hearing at least to 1176
consider and issue any temporary orders that are necessary to 1177
protect the public health, welfare, and safety pending further 1178
proceedings. 1179

(c) The judge shall conduct a hearing on the complaint not 1180

<u>earlier than</u> twenty-eight days after the owner of the building,
<u>land, or subsidized housing</u> and the other interested parties have
been served with a copy of the complaint and the notice of the
date and time of the hearing in accordance with division (B)(2)(a)
1184
of this section.

(c) (d) In considering whether subsidized housing is a public 1186 nuisance, the judge shall construe the standards set forth in 1187 division  $\frac{(A)(2)(b)}{(A)(3)(c)}$  of this section in a manner consistent 1188 with department of housing and urban development and judicial 1189 interpretations of those standards. The judge shall deem that the 1190 property is not a public nuisance if during the twelve months 1191 prior to the service of the notice that division (B)(1)(b) of this 1192 section requires, the department of housing and urban 1193 development's real estate assessment center issued a score of 1194 seventy-five or higher out of a possible one hundred points 1195 pursuant to its regulations governing the physical condition of 1196 multifamily properties pursuant to 24 C.F.R. part 200, subpart P, 1197 and since the most recent inspection, there has been no 1198 significant change in the property's conditions that would create 1199 a serious threat to the health, safety, or welfare of the 1200 property's tenants. 1201

(C)(1) If the judge in a civil action described in division 1202 (B)(1) of this section finds at the hearing required by division 1203 (B)(2) of this section that the building involved, land, or 1204 subsidized housing is a public nuisance, if the judge additionally 1205 determines that the owner of the building, land, or subsidized 1206 housing previously has not been afforded a reasonable opportunity 1207 to abate the public nuisance or has been afforded such an 1208 opportunity and has not refused or failed to abate the public 1209 nuisance, and if the complaint of the municipal corporation, 1210 township, neighbor, tenant, or nonprofit corporation commencing 1211 the action requested the issuance of an injunction as described in 1212

this division, then the judge may issue an injunction requiring 1213 the owner of the building, land, or subsidized housing to abate 1214 the public nuisance or issue any other order that the judge 1215 considers necessary or appropriate to cause the abatement of the 1216 public nuisance. If an injunction is issued pursuant to this 1217 division, the owner of the building, land, or subsidized housing 1218 involved shall be given no more than thirty days from the date of 1219 the entry of the judge's order to comply with the injunction, 1220 unless the judge, for good cause shown, extends the time for 1221 compliance. 1222

(2) If the judge in a <u>the</u> civil action <del>described</del> in division 1223 (B)(1) of this section finds at the hearing required by division 1224 (B)(2) of this section that the building involved is a public 1225 nuisance, if the judge additionally determines that the owner of 1226 the building, land, or subsidized housing previously has been was 1227 afforded a reasonable opportunity to abate the public nuisance and 1228 has refused or failed to do so, and if the complaint of the 1229 municipal corporation, township, neighbor, tenant, or nonprofit 1230 corporation commencing the action requested relief as described in 1231 this division, then the judge shall offer any mortgagee, 1232 lienholder, or other interested party associated with the property 1233 on which the building is located, in the order of the priority of 1234 interest in title, the opportunity to undertake the work and to 1235 furnish the materials necessary to abate the public nuisance. 1236 Prior to selecting any interested party, the judge shall require 1237 the interested party to demonstrate the ability to promptly 1238 undertake the work and furnish the materials required, to provide 1239 the judge with a viable financial and construction plan for the 1240 rehabilitation of the building as described in division (D) of 1241 this section, and to post security for the performance of the work 1242 and the furnishing of the materials. 1243

(2) If the judge determines, at the hearing, that no 1244

interested party associated with the building, land, or subsidized 1245 housing is willing or able to undertake the work and to furnish 1246 the materials necessary to abate the public nuisance, or if the 1247 judge determines, at any time after the hearing, that any party 1248 who is undertaking corrective work pursuant to this division 1249 cannot or will not proceed, or has not proceeded with due 1250 diligence, the judge may appoint a receiver pursuant to division 1251 (C)(3) of this section to take possession and control of the 1252 building, land, or subsidized housing. 1253

(3)(a) The judge in a civil action described in division 1254 (B)(1) of this section shall not appoint any person as a receiver 1255 unless the person first has provided the judge with a viable 1256 financial and construction plan for the rehabilitation of the 1257 building involved, land, or subsidized housing as described in 1258 division (D) of this section and has demonstrated the capacity and 1259 expertise to perform the required work and to furnish the required 1260 materials in a satisfactory manner. An appointed receiver may be a 1261 financial institution that possesses an interest of record in the 1262 building or the property on which it the building is located. 1263 land, or subsidized housing, a nonprofit corporation as described 1264 in divisions (B)(1) and (C)(3)(b) of this section, including, but 1265 not limited to, a nonprofit corporation that commenced the action 1266 described in division (B)(1) of this section, or any other 1267 qualified property manager. 1268

(b) To be eligible for appointment as a receiver, no part of 1269 the net earnings of a nonprofit corporation shall inure to the 1270 benefit of any private shareholder or individual. Membership on 1271 the board of trustees of a nonprofit corporation appointed as a 1272 receiver does not constitute the holding of a public office or 1273 employment within the meaning of sections 731.02 and 731.12 or any 1274 other section of the Revised Code and does not constitute a direct 1275 or indirect interest in a contract or expenditure of money by any 1276

municipal corporation. A member of a board of trustees of a1277nonprofit corporation appointed as a receiver shall not be1278disqualified from holding any public office or employment, and1279shall not forfeit any public office or employment, by reason of1280membership on the board of trustees, notwithstanding any law to1281the contrary.1282

(D) Prior to ordering an owner, interested party, or receiver 1283 to undertake any work to be undertaken, or the furnishing of any 1284 materials, to abate a public nuisance under this section, the 1285 judge in a civil action described in division (B)(1) of this 1286 section shall review the submitted financial and construction plan 1287 for the rehabilitation of the building involved, land, or 1288 subsidized housing and, if it specifies all of the following, 1289 shall approve that plan: 1290

(1) The estimated cost of the labor, materials, and any otherdevelopment costs that are required to abate the public nuisance;1292

(2) The estimated income and expenses of the building and the 1293
 property on which it the building is located, land, or subsidized 1294
 housing after the furnishing of the materials and the completion 1295
 of the repairs and improvements; 1296

(3) The terms, conditions, and availability of any financing 1297
that is necessary to perform the work and to furnish the 1298
materials; 1299

(4) If repair and rehabilitation of the <u>a</u> building are found
not to be feasible, the cost of demolition of the building or of
the portions of the building that constitute the public nuisance.
1302

(E) Upon the written request of any of the interested parties 1303 to have a building, or portions of a building, that constitute a 1304 public nuisance demolished because repair and rehabilitation of 1305 the building are found not to be feasible, the judge may order the 1306 demolition. However, the demolition shall not be ordered unless 1307

the requesting interested parties have paid the costs of1308demolition and, if any, of the receivership, and, if any, all1309notes, certificates, mortgages, and fees of the receivership.1310

(F) Before proceeding with the duties of receiver, any
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receiver appointed by the judge in a civil action described in
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division (B)(1) of this section may be required by the judge to
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post a bond in an amount fixed by the judge, but not exceeding the
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value of the building involved, land, or subsidized housing as
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determined by the judge.

The judge may empower the receiver to do any or all of the 1317 following: 1318

(1) Take possession and control of the building and the
property on which it the building is located, land, or subsidized
housing, operate and manage the building and the property, land,
or subsidized housing, establish and collect rents and income,
lease and rent the building and the property, land, or subsidized
housing, and evict tenants;

(2) Pay all expenses of operating and conserving the building 1325 and the property, land, or subsidized housing, including, but not 1326 limited to, the cost of electricity, gas, water, sewerage, heating 1327 fuel, repairs and supplies, custodian services, taxes and 1328 assessments, and insurance premiums, and hire and pay reasonable 1329 compensation to a managing agent; 1330

(3) Pay pre-receivership mortgages or installments of them1331and other liens;1332

(4) Perform or enter into contracts for the performance of
all work and the furnishing of materials necessary to abate, and
obtain financing for the abatement of, the public nuisance;
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(5) Pursuant to court order, remove and dispose of any
 personal property abandoned, stored, or otherwise located in or on
 1337
 the building and the property, land, or subsidized housing that
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creates a dangerous or unsafe condition or that constitutes a 1339 violation of any local building, housing, air pollution, 1340 sanitation, health, fire, zoning, or safety code, ordinance, or 1341 regulation; 1342

(6) Obtain mortgage insurance for any receiver's mortgagefrom any agency of the federal government;1343

(7) Enter into any agreement and do those things necessary to 1345
maintain and preserve the building and the property, land, or 1346
<u>subsidized housing</u> and comply with all local building, housing, 1347
air pollution, sanitation, health, fire, zoning, or safety codes, 1348
ordinances, resolutions, and regulations; 1349

(8) Give the custody of the building and the property, land,
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or subsidized housing, and the opportunity to abate the nuisance
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and operate the building and property, land, or subsidized
housing, to its owner or any mortgagee or lienholder of record;
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(9) Issue notes and secure them by a mortgage bearing 1354 interest, and upon terms and conditions, that the judge approves. 1355 When sold or transferred by the receiver in return for valuable 1356 consideration in money, material, labor, or services, the notes or 1357 certificates shall be freely transferable. Any mortgages granted 1358 by the receiver shall be superior to any claims of the receiver. 1359 Priority among the receiver's mortgages shall be determined by the 1360 order in which they are recorded. 1361

(G) A receiver appointed pursuant to this section is not
 personally liable except for misfeasance, malfeasance, or
 nonfeasance in the performance of the functions of the office of
 receiver.

(H)(1) The judge in a civil action described in division
(B)(1) of this section may assess as court costs, the expenses
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described in division (F)(2) of this section, and may approve
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receiver's fees to the extent that they are not covered by the
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income from the property. Subject to that limitation, a receiver 1370 appointed pursuant to divisions (C)(2) and (3) of this section is 1371 entitled to receive fees in the same manner and to the same extent 1372 as receivers appointed in actions to foreclose mortgages. 1373

(2)(a) Pursuant to the police powers vested in the state, all 1374 expenditures of a mortgagee, lienholder, or other interested party 1375 that has been selected pursuant to division  $(C)\frac{(2)}{(1)}$  of this 1376 section to undertake the work and to furnish the materials 1377 necessary to abate a public nuisance, and any expenditures in 1378 connection with the foreclosure of the lien created by this 1379 division, is a first lien upon the building involved and the 1380 property on which it the building is located, land, or subsidized 1381 housing and is superior to all prior and subsequent liens or other 1382 encumbrances associated with the building or the and property\_ 1383 land, or subsidized housing, including, but not limited to, those 1384 for taxes and assessments, upon the occurrence of both of the 1385 following: 1386

(i) The prior approval of the expenditures by, and the entry 1387 of a judgment to that effect by, the judge in the civil action 1388 described in division (B)(1) of this section; 1389

(ii) The recordation of a certified copy of the judgment 1390 entry and a sufficient description of the property on which the 1391 building is located, land, or subsidized housing with the county 1392 recorder in the county in which the property is located within 1393 sixty days after the date of the entry of the judgment. 1394

(b) Pursuant to the police powers vested in the state, all 1395 expenses and other amounts paid in accordance with division (F) of 1396 this section by a receiver appointed pursuant to divisions (C)(2)1397 and (3) of this section, the amounts of any notes issued by the 1398 receiver in accordance with division (F) of this section, all 1399 mortgages granted by the receiver in accordance with that 1400 division, the fees of the receiver approved pursuant to division 1401

(H)(1) of this section, and any amounts expended in connection 1402 with the foreclosure of a mortgage granted by the receiver in 1403 accordance with division (F) of this section or with the 1404 foreclosure of the lien created by this division, are a first lien 1405 upon the building involved and the property on which it the 1406 building is located, land, or subsidized housing and are superior 1407 to all prior and subsequent liens or other encumbrances associated 1408 with the building or the and property, land, or subsidized 1409 housing, including, but not limited to, those for taxes and 1410 assessments, upon the occurrence of both of the following: 1411

(i) The approval of the expenses, amounts, or fees by, and
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the entry of a judgment to that effect by, the judge in the civil
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action described in division (B)(1) of this section; or the
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approval of the mortgages in accordance with division (F)(9) of
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this section by, and the entry of a judgment to that effect by,
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that judge;

(ii) The recordation of a certified copy of the judgment 1418 entry and a sufficient description of the property on which the 1419 building is located, land, or subsidized housing, or, in the case 1420 of a mortgage, the recordation of the mortgage, a certified copy 1421 of the judgment entry, and such a description, with the county 1422 recorder of the county in which the property is located within 1423 sixty days after the date of the entry of the judgment. 1424

(c) Priority among the liens described in divisions (H)(2)(a)1425 and (b) of this section shall be determined as described in 1426 division (I) of this section. Additionally, the creation pursuant 1427 to this section of a mortgage lien that is prior to or superior to 1428 any mortgage of record at the time the mortgage lien is so 1429 created, does not disgualify the mortgage of record as a legal 1430 investment under Chapter 1107. or 1151. or any other chapter of 1431 the Revised Code. 1432

(I)(1) If a receiver appointed pursuant to divisions (C)(2) 1433

and (3) of this section files with the judge in the civil action 1434 described in division (B)(1) of this section a report indicating 1435 that the public nuisance has been abated, if the judge confirms 1436 that the receiver has abated the public nuisance, and if the 1437 receiver or any interested party requests the judge to enter an 1438 order directing the receiver to sell the building and the property 1439 on which it the building is located, land, or subsidized housing, 1440 the judge may enter that order after holding a hearing as 1441 described in division (I)(2) of this section and otherwise 1442 complying with that division. 1443

(2)(a) The receiver or interested party requesting an order 1444 as described in division (I)(1) of this section shall cause a 1445 notice of the date and time of a hearing on the request to be 1446 served on the owner of the building involved, land, or subsidized 1447 housing and all other interested parties in accordance with 1448 division (B)(2)(a) of this section. The judge in the civil action 1449 described in division (B)(1) of this section shall conduct the 1450 scheduled hearing. At the hearing, if the owner or any interested 1451 party objects to the sale of the building and the property, land, 1452 or subsidized housing, the burden of proof shall be upon the 1453 objecting person to establish, by a preponderance of the evidence, 1454 that the benefits of not selling the building and the property\_ 1455 land, or subsidized housing outweigh the benefits of selling them. 1456 If the judge determines that there is no objecting person, or if 1457 the judge determines that there is one or more objecting persons 1458 but no objecting person has sustained the burden of proof 1459 specified in this division, the judge may enter an order directing 1460 the receiver to offer the building and the property, land, or 1461 subsidized housing for sale upon terms and conditions that the 1462 judge shall specify. 1463

(b) In any sale of subsidized housing that is ordered 1464 pursuant to this section, the judge shall specify that the 1465

subsidized housing not be conveyed unless that conveyance complies 1466 with applicable federal law and applicable program contracts for 1467 that housing. Any such conveyance shall be subject to the 1468 condition that the purchaser enter into a contract with the 1469 department of housing and urban development or the rural housing 1470 service of the federal department of agriculture under which the 1471 property continues to be subsidized housing and the owner 1472 continues to operate that property as subsidized housing unless 1473 the secretary of housing and urban development or the 1474 administrator of the rural housing service terminates that 1475 property's contract prior to or upon the conveyance of the 1476 1477 property.

(3) If a sale of a building and the property on which it is 1478 located, land, or subsidized housing is ordered pursuant to 1479 divisions (I)(1) and (2) of this section and if the sale occurs in 1480 accordance with the terms and conditions specified by the judge in 1481 the judge's order of sale, then the receiver shall distribute the 1482 proceeds of the sale and the balance of any funds that the 1483 receiver may possess, after the payment of the costs of the sale, 1484 in the following order of priority and in the described manner: 1485

(a) First, in satisfaction of any notes issued by the
 receiver pursuant to division (F) of this section, in their order
 1487
 of priority;

(b) Second, any unreimbursed expenses and other amounts paid
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 in accordance with division (F) of this section by the receiver,
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 and the fees of the receiver approved pursuant to division (H)(1)
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 of this section;

(c) Third, all expenditures of a mortgagee, lienholder, or 1493 other interested party that has been selected pursuant to division 1494 (C)(2)(1) of this section to undertake the work and to furnish the 1495 materials necessary to abate a public nuisance, provided that the 1496 expenditures were approved as described in division (H)(2)(a) of 1497

this section and provided that, if any such interested party 1498 subsequently became the receiver, its expenditures shall be paid 1499 prior to the expenditures of any of the other interested parties 1500 so selected; 1501

(d) Fourth, the amount due for delinquent taxes, assessments, 1502 charges, penalties, and interest owed to this state or a political 1503 subdivision of this state, provided that, if the amount available 1504 for distribution pursuant to division (I)(3)(d) of this section is 1505 insufficient to pay the entire amount of those taxes, assessments, 1506 charges, penalties, and interest, the proceeds and remaining funds 1507 shall be paid to each claimant in proportion to the amount of 1508 those taxes, assessments, charges, penalties, and interest that 1509 each is due. 1510

(e) The amount of any pre-receivership mortgages, liens, orother encumbrances, in their order of priority.1512

(4) Following a distribution in accordance with division 1513 (I)(3) of this section, the receiver shall request the judge in 1514 the civil action described in division (B)(1) of this section to 1515 enter an order terminating the receivership. If the judge 1516 determines that the sale of the building and the property on which 1517 it is located, land, or subsidized housing occurred in accordance 1518 with the terms and conditions specified by the judge in the 1519 judge's order of sale under division (I)(2) of this section and 1520 that the receiver distributed the proceeds of the sale and the 1521 balance of any funds that the receiver possessed, after the 1522 payment of the costs of the sale, in accordance with division 1523 (I)(3) of this section, and if the judge approves any final 1524 accounting required of the receiver, the judge may terminate the 1525 receivership. 1526

(J)(1) A receiver appointed pursuant to divisions (C)(2) and 1527
(3) of this section may be discharged at any time in the 1528
discretion of the judge in the civil action described in division 1529

(B)(1) of this section. The receiver shall be discharged by the 1530 judge as provided in division (I)(4) of this section, or when all 1531 of the following have occurred: 1532 (a) The public nuisance has been abated; 1533 (b) All costs, expenses, and approved fees of the 1534 receivership have been paid; 1535 (c) Either all receiver's notes issued and mortgages granted 1536 pursuant to this section have been paid, or all the holders of the 1537 notes and mortgages request that the receiver be discharged. 1538 (2) If a judge in a civil action described in division (B)(1)1539 of this section determines that, and enters of record a 1540

declaration that, a public nuisance has been abated by a receiver, 1541 and if, within three days after the entry of the declaration, all 1542 costs, expenses, and approved fees of the receivership have not 1543 been paid in full, then, in addition to the circumstances 1544 specified in division (I) of this section for the entry of such an 1545 order, the judge may enter an order directing the receiver to sell 1546 the building involved and the property on which it the building is 1547 located, land, or subsidized housing. Any such order shall be 1548 entered, and the sale shall occur, only in compliance with 1549 division (I) of this section. 1550

(K) The title in any building, and in the property on which 1551 it the building is located, land, or subsidized housing, that is 1552 sold at a sale ordered under division (I) or (J)(2) of this 1553 section shall be incontestable in the purchaser and shall be free 1554 and clear of all liens for delinquent taxes, assessments, charges, 1555 penalties, and interest owed to this state or any political 1556 subdivision of this state, that could not be satisfied from the 1557 proceeds of the sale and the remaining funds in the receiver's 1558 possession pursuant to the distribution under division (I)(3) of 1559 this section. All and of all other liens and encumbrances with 1560

respect to the building and the property shall survive the sale, 1561 including, but not limited to, land, or subsidized housing, except 1562 a federal tax lien notice that was properly filed in accordance 1563 with section 317.09 of the Revised Code prior to the time of the 1564 sale, and the easements and covenants of record running with the 1565 property that were created prior to the time of the sale. 1566

(L)(1) Nothing in this section shall be construed as a 1567 limitation upon the powers granted to a court of common pleas, a 1568 municipal court or a housing or environmental division of a 1569 municipal court under Chapter 1901. of the Revised Code, or a 1570 county court under Chapter 1907. of the Revised Code. 1571

(2) The monetary and other limitations specified in Chapters 1572
1901. and 1907. of the Revised Code upon the jurisdiction of 1573
municipal and county courts, and of housing or environmental 1574
divisions of municipal courts, in civil actions do not operate as 1575
limitations upon any of the following: 1576

(a) Expenditures of a mortgagee, lienholder, or other
interested party that has been selected pursuant to division
(C)(2) of this section to undertake the work and to furnish the
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materials necessary to abate a public nuisance;
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(b) Any notes issued by a receiver pursuant to division (F)1581of this section;

(c) Any mortgage granted by a receiver in accordance withdivision (F) of this section;1584

(d) Expenditures in connection with the foreclosure of a 1585
 mortgage granted by a receiver in accordance with division (F) of 1586
 this section; 1587

(e) The enforcement of an order of a judge entered pursuantto this section;

(f) The actions that may be taken pursuant to this section by 1590

a receiver or a mortgagee, lienholder, or other interested party 1591 that has been selected pursuant to division  $(C)\frac{(2)(1)}{(1)}$  of this 1592 section to undertake the work and to furnish the materials 1593 necessary to abate a public nuisance. 1594

(3) A judge in a civil action described in division (B)(1) of 1595
this section, or the judge's successor in office, has continuing 1596
jurisdiction to review the condition of any building, land, or 1597
<u>subsidized housing</u> that was determined to be a public nuisance 1598
pursuant to this section. 1599

(4) Nothing in this section shall be construed to limit or 1600 prohibit a municipal corporation or township that has filed with 1601 the superintendent of insurance a certified copy of an adopted 1602 resolution, ordinance, or regulation authorizing the procedures 1603 described in divisions (C) and (D) of section 3929.86 of the 1604 Revised Code from receiving insurance proceeds under section 1605 3929.86 of the Revised Code. 1606

sec. 5723.01. (A)(1) Every tract of land and town lot, which, 1607 pursuant to foreclosure proceedings under section 323.25, sections 1608 323.65 to 323.79, or section 5721.18 of the Revised Code, has been 1609 advertised and offered for sale on two separate occasions, not 1610 less than two weeks apart, and not sold for want of bidders, shall 1611 be forfeited to the state or to a political subdivision, school 1612 district, or county land reutilization corporation pursuant to 1613 division (A)(3) of this section. 1614

(2) The county prosecuting attorney shall certify to the 1615 court that such tract of land or town lot has been twice offered 1616 for sale and not sold for want of a bidder. Such forfeiture of 1617 lands and town lots shall be effective when the court by entry 1618 orders such lands and town lots forfeited to the state or to a 1619 political subdivision, school district, or county land 1620 reutilization corporation pursuant to division (A)(3) of this 1621 section. A copy of such entry shall be certified to the county 1622 auditor and, after the date of the certification, all the right, 1623 title, claim, and interest of the former owner is transferred to 1624 and vested in the state to be disposed of in compliance with this 1625 chapter. 1626

(3) After having been notified pursuant to division (A)(2) of 1627 this section that the tract of land or town lot has been twice 1628 offered for sale and not sold for want of bidders, the court shall 1629 notify the political subdivision and school district in which the 1630 property is located, and any county land reutilization corporation 1631 in the county, and offer to forfeit the property to the political 1632 subdivision, school district, or corporation, or to an electing 1633 subdivision as defined in section 5722.01 of the Revised Code, 1634 upon a petition from the political subdivision, school district, 1635 or corporation. If no such petition is filed with the court within 1636 ten days after notification by the court, the court shall forfeit 1637 the property to the state. If a political subdivision, school 1638 district, or corporation requests through a petition to receive 1639 the property through forfeiture, the forfeiture of land and town 1640 lots is effective when, by entry, the court orders such lands and 1641 town lots forfeited to the political subdivision, school district, 1642 or corporation. The court shall certify a copy of the entry to the 1643 county auditor and, after the date of certification, all the 1644 right, title, claim, and interest of the former owner is 1645 transferred to and vested in the political subdivision, school 1646 district, or corporation the county auditor shall promptly 1647 transfer to such political subdivision, school district, or 1648 corporation, by auditor's deed, the fee simple title to the 1649 property free and clear of all taxes, assessments, charges, 1650 penalties, interest, and costs. Any subordinate liens shall be 1651 deemed fully and forever satisfied and discharged and the property 1652 shall be deemed sold by the state for no consideration. The 1653 political subdivision, school district, or corporation shall file 1654

# the deed for recording.

(B) Every parcel against which a judgment of foreclosure and
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forfeiture is made in accordance with section 5721.16 of the
Revised Code is forfeited to the state on the date the court
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enters a finding under that section. After that date, all the
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right, title, claim, and interest of the former owner is
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transferred to the state to be disposed of in compliance with the
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relevant provisions of this chapter.

Section 2. That existing sections 317.13, 323.47, 2303.20,16632323.07, 2329.01, 2329.02, 2329.09, 2329.191, 2329.26, 2329.31,16642329.33, 2329.36, 3767.41, and 5723.01 of the Revised Code are1665hereby repealed.1666

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