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| 2 | 79th General Assembly ABill ACT 646 OF 1993 |
| 3 | Regular Session, 1993SENATE BILL528 |
| 4 | By: Senator Gordon |
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| 7 | For An Act To Be Entitled |
| 8 | "AN ACT TO PROVIDE FOR THE PROCEDURE FOR CONFIRMING AND |
| 9 | QUIETING TITLE TO REAL PROPERTY FORFEITED AND CONVEYED TO |
| 10 | THE STATE FOR THE NONPAYMENT OF TAXES AND TO REPEAL |
| 11 | ARKANSAS CODE ANNOTATED SECTIONS 26-38-108 THROUGH 26-38- |
| 12 | 123; AND FOR OTHER PURPOSES." |
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| 14 | Subtitle |
| 15 | "PROCEDURE FOR CONFIRMING AND QUIETING TITLE TO REAL |
| 16 | PROPERTY FORFEITED TO THE STATE FOR NONPAYMENT OF TAXES." |
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| 18 | BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: |
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| 20 | SECTION 1. Suit to confirm title to land in state. (a) Whenever any |
| 21 | real property, sectional, or town or city lots, has been forfeited to the |
| 22 | state of Arkansas and conveyed by certification to the Commissioner of State |
| 23 | Lands for the nonpayment of taxes, the state may file a suit for confirmation |
| 24 | of title in the chancery court, wherein the real property lies, requesting |
| 25 | that the title to the real property be confirmed and quieted in the state of |
| 26 | Arkansas, in care of the Commissioner of State Lands, in fee simple. |
| 27 | (b) Suit to confirm title by the state may be filed at any time |
| 28 | subsequent to the conveyance by certification. Further, the state may elect |
| 29 | to file for confirmation subsequent to conveyance from the state to any |
| 30 | purchaser, donee, or redemptor. In the event confirmation is filed following |
| 31 | a conveyance from the state, the decree of confirmation shall inure to the |
| 32 | benefit of the purchaser, donee, or redemptor of the lands. |
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| 34 | SECTION 2. Petition. The Commissioner of State Lands, on behalf of the |
| 35 | state of Arkansas, shall file in the office of the clerk of the chancery court |

36 of the county in which the forfeited real property is situated, a petition

1 requesting that title be confirmed in the real property described therein.
2 The petition shall have a certified list attached to it, describing the real
3 property and containing the years and the amounts for which each parcel was
4 forfeited. The petition may include as many parcels of land as the
5 commissioner deems proper so long as all parcels lie within the county. Such
6 certified list shall be all the proof that shall be required to show prima
7 facie title in the state.

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9 SECTION 3. Parties to suit. (a) Any person, firm, corporation, or 10 improvement district claiming any interest in any parcel of real property 11 adverse to the state shall have the right to be made a party to a suit, and if 12 made a party, the claims of any such person, firm, corporation, or improvement 13 district shall be adjudicated.

(b) If any person, firm, corporation, or improvement district sets up to the defense that the conveyance to the state was void for any cause, the ferson, firm, corporation, or improvement district shall tender to the clerk of the court the amount of taxes, penalties, interest and costs due and owing no the parcel.

(c) In case any person, firm, corporation, or improvement district so made a party defendant to the proceeding, as provided in this section, shall establish a valid defense a decree of the court shall be rendered in favor of the defendant, with respect to the parcel so affected, and the decree shall order the defendant to pay all taxes, penalties, interest, and costs due on the parcel. Thereafter, the Commissioner of State Lands shall issue a Deed of Redemption. In the event the defendant fails to establish a valid defense, an order so stating will be entered and the defendant will be allowed to recover the funds tendered to the clerk pursuant to paragraph (b) of this section.

SECTION 4. Publication of notice. (a) Upon the filing of the so petition, there shall be published for four (4) consecutive weeks, once per week, in a newspaper having general circulation in the county wherein the real property is located, a notice calling on all persons, firms, corporations, or improvement districts who can set up any right to the real property so conveyed and forfeited, to show cause why the title to the real property should not be confirmed, quieted, and vested in the state of Arkansas in fee

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1 simple.

2 (b) The notice shall set forth the description of the real property and 3 the name of the person, firm, or corporation last paying taxes thereon. 4

5 SECTION 5. Effect of the decree of confirmation. (a) The decree of 6 the chancery court confirming the forfeiture and conveyance to the state of 7 real property shall operate, except only as expressly provided in this 8 section, as a complete bar, both at law and in equity, against any and all 9 persons, firms, corporation, quasi-corporations, associations, trustees, and 10 holders of beneficial interests who may hereafter assert or defend claims to 11 the real property and as a vesting of the complete and indefensible title to 12 the real property in the state and its grantees in fee simple, free and clear 13 of all such claims.

(b) It shall so operate, regardless of whether such forfeiture and
conveyance may have been void or voidable because of defects or irregularities
occurring in the proceedings therefor.

(c) All parties shall have the right to appeal any decree of confirmation pursuant to the Arkansas Rules of Civil Procedure. Any person, firm, corporation, quasi-corporation, association, trustees, and holders of beneficial interest whose interest in the property is properly recorded but is not properly served notice of the confirmation proceedings, shall have one (1) year from and after rendition to attack the decree insofar as it relates to his real property. All attacks upon the decree made after the one (1) year period shall be taken to be collateral attacks and shall be wholly ineffectual.

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27 SECTION 6. Decree. (a) The decree of a chancery court confirming the 28 forfeiture and conveyance to the state of real property shall inure to the 29 benefit of the purchaser, donee, or redemptor of the real property.

30 (b) Fees and costs associated with the filing of confirmation suits may 31 be charged to any purchaser, donee, or redemptor to whose benefits the decree 32 of confirmation inures.

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34 SECTION 7. Court costs and publication fees. The state shall be exempt 35 from payment of court costs. Fees for publication of notices required under

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1 the act shall be governed by Arkansas Code Annotated 26-37-108.

3 SECTION 8. Severed mineral rights. The provisions of this act shall be 4 applicable to severed mineral interests that are forfeited and conveyed to the 5 state for the nonpayment of taxes. Wherever the terms real property, 6 parcel(s), or parcel of real property appear, the same shall also mean severed 7 mineral interests.

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9 SECTION 9. Application. The provisions of this act are applicable to 10 all forfeitures and conveyances to the state or from the state whether such 11 forfeiture or conveyance occurred before or after the effective date of this 12 act.

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14 SECTION 10. All provisions of this act of a general and permanent 15 nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas 16 Code Revision Commission shall incorporate the same in the Code.

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18 SECTION 11. Arkansas Code Annotated §§26-38-108 through 26-38-123 are 19 hereby repealed.

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SECTION 12. If any provision of this act or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of the act which can be given effect without the invalid provision or application, and to this end the provisions of this act are declared to be severable.

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27 SECTION 13. All laws and parts of laws in conflict with this act are 28 hereby repealed.

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30 SECTION 14. EMERGENCY. It is hereby found and determined by the 31 General Assembly that a method of strengthening and validating the title of 32 the state and its grantees to real property forfeited for nonpayment of taxes 33 must be established; that, in order to accomplish this purpose, the state 34 shall be authorized to file confirmation proceedings against real property 35 that is forfeited and conveyed to the state for the nonpayment of taxes; that,

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| 1 | the purpose of this act is to cure all irregularities, informalities, and |
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| 2 | defects connected with the procedures of forfeiture and sale. Further, a |
| 3 | decree of confirmation shall act as a complete bar against any and all |
| 4 | persons, firms, corporations, quasi-corporations, associations, trustees, and |
| 5 | holders of beneficial interests who may claim the real property, subject only |
| 6 | to the exceptions set forth in this act. Therefore, an emergency is hereby |
| 7 | declared to exist and this act being necessary for the immediate preservation |
| 8 | of the public peace, health and safety shall be in full force and effect from |
| 9 | and after its passage and approval. |
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