

Rep. Luis Arroyo

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09700HB5453ham001

LRB097 14125 AJO 68082 a

1 AMENDMENT TO HOUSE BILL 5453 2 AMENDMENT NO. . Amend House Bill 5453 by replacing everything after the enacting clause with the following: 3 "Section 1. Short title. This Act may be cited as the 4 5 Vacant Building in Foreclosure Responsibility Act. 6 Section 5. Definitions. As used in this Act: 7 "Owner" means any person who alone, jointly or severally with others: (i) has legal title to any real estate with or 8 without accompanying actual possession of the real estate; or 9 10 (ii) is a mortgagee who holds a mortgage on the real estate, or is an assignee or agent of the mortgagee. 11 "Real estate" has the meaning ascribed to that term in 12 13 Section 15-1213 of the Code of Civil Procedure. "Mortgage" means any consensual lien created by a written 14 15 instrument which grants or retains an interest in real estate

to secure a debt or other obligation. The term includes,

without limitation: (i) mortgages securing reverse mortgage loans; (ii) mortgages securing revolving credit loans; (iii) every deed conveying real estate, although an absolute conveyance in its terms, which shall have been intended only as a security in the nature of a mortgage; and (iv) equitable mortgages. The term does not include: (i) a mechanics or materialman lien; (ii) a judgment; (iii) a receiver's certificate, or (iv) a tax lien.

"Mortgagee" means: (i) the holder of an indebtedness, the obligee of a non-monetary obligation secured by a mortgage, any assignee of the mortgage, or any person designated or authorized to act on behalf of a holder; (ii) any person or entity that previously initiated a foreclosure of the vacant residential property or obtained a foreclosure judgment against the vacant residential property if the deed to the vacant residential property has not been transferred to the purchaser at the judicial sale; (iii) any person claiming through a mortgagee as successor; and (iv) any person identified as such in a recorded document which has not been released, assigned, or superseded of record.

"Mortgagor" means (i) the person whose interest in the real estate is the subject of the mortgage and (ii) any person claiming through a mortgagor as successor. Where a mortgage is executed by a trustee of a land trust, the mortgagor is the trustee and not the beneficiary or beneficiaries.

"Vacant building" means a structure located on real estate

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which is lacking habitual presence of human beings who have a legal right to be on the premises, or at which substantially all lawful business, construction operations, or residential occupancy has ceased, or which is substantially devoid of content. In determining whether a building is vacant, it is relevant to consider, among other factors, the percentage of the overall square footage of the building or floor to the occupied space, the condition and value of any items in the building and the presence of rental or for sale signs on the property; provided that a residential property shall not be deemed vacant if it has been used as a residence by a person entitled to possession for a period of at least 3 months within the previous 9 months and a person entitled to possession intends to resume residing at the property; and further provided that multi-family residential property containing 10 or more dwelling units shall be considered vacant when 90% percent or more of the dwelling units are unoccupied.

Section 10. Vacant building in foreclosure; owner registration statement.

(a) The owner and the mortgagee of any vacant building located on real estate that is the subject of a foreclosure proceeding shall each, within 30 days after the foreclosure proceeding commenced or within 30 days after assuming ownership of a vacant building, whichever is sooner, file a registration statement for that building with the applicable municipality or

county on forms provided by the applicable municipality or county for that purpose. If a vacant building is known to exist within the zoning jurisdiction of a municipality, an owner or mortgagee need not report that building to the county in which the building is located. The registration shall remain valid for 6 months from the date of registration. The owner and mortgagee are each required to renew the registration for successive 6-month periods as long as the building remains vacant and each shall pay a registration or renewal fee in the amount prescribed in Section 20 for each registered building; however, all eleemosynary, religious, educational, benevolent, or charitable associations organized on a not-for-profit basis and all governmental agencies are exempt from the payment of the registration fee.

(b) In addition to other information required by the applicable municipality or county, the registration statement shall include the name, street address, and telephone number of a natural person 21 years of age or older who is designated by the owner or the mortgagee as the authorized agent for receiving notices of violations and for receiving process, in any court proceeding or administrative enforcement proceeding, on behalf of the owner or the mortgagee in connection with the enforcement of this Act. This person must maintain an office in the county in which the property is located or must actually reside within the county. An owner or a mortgagee who is a natural person and who meets the requirements of this

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subsection as to location of residence or office may designate himself or herself as agent. By designating an authorized agent under the provisions of this subsection, the owner or the mortgagee is consenting to receive any and all notices of violations concerning the registered building and all process any court proceeding or administrative enforcement proceeding brought to enforce provisions concerning the registered building by service of the notice or process on the authorized agent. Any owner or mortgagee who has designated an authorized agent under the provisions of this subsection shall be deemed to consent to the continuation of the agent's designation for the purposes of this Act until the owner or mortgagee notifies the applicable municipality or county in writing of a change of authorized agent or until the owner or the mortgagee files a new registration statement.

- (c) The owner or mortgagee shall notify the municipality or county, within 20 days, of any change in the registration information by filing an amended registration statement on a form provided by the applicable municipality or county for that purpose. The registration statement shall be deemed prima facie proof of the statements therein contained in any administrative or court proceeding against the owner or the mortgagee of the building instituted by the applicable municipality or county.
- (d) After filing a registration statement, the building owner and mortgagee shall each provide access to the applicable municipality or county to conduct an exterior and interior

- 1 inspection of the building to determine compliance with this
- 2 applicable municipal or county ordinances, Act and the
- following reasonable notice, during the period covered by the 3
- 4 initial registration or any subsequent renewal.
- 5 (e) Any owner or mortgagee who fails to register a vacant
- 6 building under the provisions of this Section shall further be
- deemed to consent to receive, by posting at the building, any 7
- and all notices of any violation of this Act or of any 8
- 9 violation of an applicable municipal or county ordinance and
- 10 all process in any court proceeding or administrative
- 11 proceeding brought to enforce this Act or an applicable
- municipal or county ordinance concerning the building. 12
- (f) The applicable municipality or county may receive 13
- information about a building being vacant and in foreclosure 14
- 15 from the United States Postal Service or any person, lender,
- 16 real estate broker, or title insurance company.
- 17 Section 15. Registration and renewal fees.
- 18 The registration fee for each registered vacant
- 19 building is \$250.
- (b) The renewal fee for each registered vacant building is 2.0
- \$250. 21
- 22 (c) The registration and renewal fee shall be paid to the
- 23 municipality or county receiving the registration or renewal
- 24 from an owner or mortgagee.
- 25 (d) Fifteen percent of each registration or renewal fee

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- shall be paid by the municipality or county, as the case may
- 2 be, to the Vacant Residential Building Database Fund in the
- 3 county treasury of the county.
- 4 Section 20. Vacant building access. After filing a 5 registration statement, the building owner and mortgagee shall each provide, following reasonable notice, access to the 6 7 municipality or the county in which the property is located to 8 conduct an exterior and interior inspection of the building to 9 determine compliance with this Act or with the applicable 10 municipal or county ordinance during the period covered by the initial registration or any subsequent renewal. 11
 - Section 25. Minimum requirements for vacant buildings. In addition to any other applicable municipal or county ordinance requirements, each vacant building must be kept in compliance with the following requirements for as long as the building remains vacant:
 - (1) Real estate maintenance standards. The real estate the building stands on and the surrounding public way shall be maintained as follows:
 - (A) all grass and weeds on the premises including abutting sidewalks, gutters, and alleys shall be kept below 10 inches in height, and all dead or broken trees, tree limbs, or shrubbery shall be cut and removed from the premises;

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1	(B) junk, rubbish, waste, and any material that creates
2	a health, safety, or fire hazard shall not be permitted to
3	accumulate;

- (C) no portion of the real estate nor any structure, vehicle, receptacle, or object on the real estate shall be maintained or operated in any manner that causes or produces any health or safety hazard;
- (D) the real estate shall be maintained so that water does not accumulate or stand on the ground; and
- (E) all fences and gates shall be maintained in sound condition and in good repair.
- (2) Exterior maintenance standards. The exterior of the building shall be enclosed, secured, and maintained as follows:
 - (A) foundations, basements, cellars, and crawlspaces shall be maintained in sound and watertight condition adequate to support the building, and shall be protected against the entry of rodents or other animals;
 - (B) exterior walls shall be free of holes, breaks, and any other conditions which might admit rain or dampness to the interior and shall be protected against the entry of rodents or other animals;
 - (C) exterior windows and doors shall be maintained in sound condition and good repair;
 - (D) the roof shall be adequately supported, and shall be maintained in weather-tight condition; the gutters, downspouts, scuppers, and appropriate flashing shall be in

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1	good	repair	and	adequate	to	remove	the	water	from	the
2	building or structure;									

- (E) chimneys and flues shall be kept in sound, functional, and weather-tight condition;
- (F) every outside stair, porch, stoop, deck, veranda, balcony, and walk shall be maintained in sound condition for its purpose; and
- (G) all exit areas shall have continuous exterior lighting from dusk to dawn which may be provided by battery-powered or solar-powered lighting.
- (3) Interior maintenance standards. The interior of any building shall be maintained as follows:
 - (A) it is prohibited to accumulate or permit the accumulation of junk, trash, or any other materials in such a manner that may produce any health, fire, or safety hazard on the premises;
 - (B) every foundation, roof, floor, wall, stair, ceiling, and any other structural support shall be safe and capable of supporting the loads of normal use;
 - (C) any plumbing fixtures shall be maintained with no leaking pipes; and all pipes for water shall be either completely drained or heated to resist being frozen;
 - (D) every exit door shall be secured with an internal deadbolt lock and be capable of being opened from the inside easily and without the use of a key or special knowledge; and

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1	(E) every owner and mortgagee shall be responsible for
2	the extermination of insects, rodents, and other vermin in
3	or about the premises.

- (4) Building security standards. The following standards apply to the securing of vacant buildings:
 - (A) all building openings shall be closed and secured using secure doors, glazed windows, or commercial-quality steel security panels or filled with like-kind material as the surrounding wall, as applicable, to prevent entry by unauthorized persons;
 - (B) at least one building entrance shall be accessible from the exterior and secured with a door that is locked to allow access only to authorized persons; a minimum of 2 exit doors shall be available to exit from the interior of the building; and
 - (C) if a building has been vacant for 6 months or longer, or upon any renewal of the registration statement required in Section 10, the owner or mortgagee must implement and provide proof satisfactory to the applicable municipality or county that the building meets the standards stated in this Section.
- 22 Section 30. Rules. A municipality or county may adopt 23 ordinances for the administration of this Act.
- Section 35. Penalties. Any owner or mortgagee who violates

- 1 any provision of this Act may be punished by a fine of not less
- than \$500 and not more than \$1,000 for each offense. Every day 2
- that a violation continues shall constitute a separate and 3
- 4 distinct offense.
- 5 Section 90. Home rule. A home rule unit may not regulate
- vacant buildings in foreclosure in a manner less restrictive 6
- 7 than the regulation by the State of vacant buildings in
- 8 foreclosure under this Act. This Section is a limitation under
- 9 subsection (i) of Section 6 of Article VII of the Illinois
- 10 Constitution on the concurrent exercise by home rule units of
- powers and functions exercised by the State. 11
- 12 Section 99. Effective date. This Act takes effect upon
- 13 becoming law.".