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STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2022

AN ACT

RELATING TO TAXATION -- TAX SALES

Introduced By: Senators Archambault, Ciccone, McCaffrey, and Pearson

Date Introduced: February 08, 2022

Referred To: Senate Judiciary

It is enacted by the General Assembly as follows:

SECTION 1. Sections 44-9-24 and 44-9-25.3 of the General Laws in Chapter 44-9 entitled

"Tax Sales" are hereby amended to read as follows:

44-9-24. Title absolute after foreclosure of redemption -- Jurisdiction of proceedings.

The title conveyed by a tax collector's deed shall be absolute after foreclosure of the right of redemption by decree of the superior court as provided in this chapter. Notwithstanding the rules of civil procedure or the provisions of chapter 21 of title 9, no decree shall be vacated except in a separate action instituted within six (6) months following entry of the decree and in no event for any reason, later than six (6) months following the entry of decree. Furthermore, the action to vacate shall only be instituted for inadequacy of notice of the petition amounting to a denial of due process or for the invalidity of the tax sale because the taxes for which the property was sold had been paid or were not due and owing because the property was exempt from the payment of such taxes. The superior court shall have exclusive jurisdiction of the foreclosure of all rights of redemption from titles conveyed by a tax collector's deed, and the foreclosure proceedings shall follow the course of equity in a proceeding provided for in §§ 44-9-25 -- 44-9-33. If a complaint to set aside the final decree is filed beyond the time allowed by this statute of limitations, the court must dismiss such an untimely complaint and require the plaintiff thereof to bear any costs, expenses, and attorneys' fees incurred by the original petitioner and/or the title insurer in responding to or defending against the untimely complaint.

44-9-25.3. Expedited foreclosure of the rights of redemption on account of vacancy.

(a) Notwithstanding the provisions of §§ 44-9-25 and 44-9-25.1 following a sale of
property for taxes or fees, whomever then holds the title thereby acquired may bring a petition to
the superior court for the foreclosure of all rights of redemption after the passage of sixty (60) days
from the date of recording of the tax sale deed upon a finding by the superior court filing a sworm
affidavit with the petition that the structure(s) thereon are vacant and either vandalized and/or in a
non-code compliant condition, and/or evidence of other signs of constructive abandonment as listed
in § 44-9-25.2. A certificate from the local building official attesting to the vacant and vandalized
and/or non-code compliant condition of the structure(s) shall be prima facie evidence of the
condition, but additional evidence may be presented to the court to affirm the conditions alleged in
the petition. A municipality, by and through its building official, may choose to issue a certificate
as referenced in this section, however, neither a municipality nor its building official are obligated
under this section to issue said certificate. The issuance of said certificate is discretionary and not
mandatory.

- (b) In the event that a petition to foreclose the right of redemption is filed under the provisions of this section, notice of the filing of the petition shall be given to the taxing authority that conducted the sale by in person service, upon the taxing authority's collector, thereby ending the period during which the taxpayer may redeem through the taxing authority.
- (c) A petitioner who has utilized this expedited foreclosure process shall commence, or cause to be commenced, substantial rehabilitation of the structure(s) on the parcel within six (6) months following the entry of the final foreclosure decree or be immediately subject to the non-utilization penalty set forth in chapter 5.1 of title 44.
- SECTION 2. This act shall take effect upon passage.

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EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO TAXATION -- TAX SALES

This act would require the dismissal of a complaint filed after the statute of limitations to
set aside the final decree of a tax sale foreclosure and award defense costs. This act would also
establish additional standards for abandoned and blighted properties.

This act would take effect upon passage.

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