- 1 HB46
- 2 158380-4
- 3 By Representative England
- 4 RFD: County and Municipal Government
- 5 First Read: 14-JAN-14
- 6 PFD: 11/18/2013

HB46

1

2 ENROLLED, An Act,

To amend Section 11-52-33, Code of Alabama 1975, 3 relating to municipal subdivision development; to provide that 4 5 nothing in the section shall impair or limit a valid and enforceable contract for the purchase or sale of any lot in a 6 7 proposed subdivision within the jurisdiction of a municipal 8 planning commission; and to add a new Section 11-24-2.1 to the Code of Alabama 1975, to allow the county engineer to 9 10 authorize the developer to secure pre-sale agreements for a 11 proposed subdivision development in the unincorporated areas 12 of the county under certain circumstances.

13 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. Section 11-52-33, Code of Alabama 1975,
is hereby amended to read as follows:

16

"§11-52-33.

17 "(a) Where the regulation of a subdivision 18 development is the responsibility of the municipal planning 19 commission, if the owner or agent of the owner of any land located within a subdivision conveys, transfers, or sells or 20 21 agrees to sell or negotiates to sell any land by reference to 22 or exhibition of or by other use of a plat of a subdivision 23 before the plat has been approved by the municipal planning commission appropriate commission, department, or agency of 24 any municipality or county requiring such approvaland 25

recorded or filed in the office of the appropriate county 1 2 probate office, the owner or agent shall forfeit and pay a 3 penalty of one hundred dollars (\$100) for each lot or parcel so transferred or sold or agreed or negotiated to be sold, and 4 5 the description of the lot or parcel by metes and bounds in the instrument of transfer or other document used in the 6 7 process of selling or transferring shall not exempt the 8 transaction from the penalties or from the remedies provided in this section. 9

10 "(b) The municipal corporation municipality or 11 county may enjoin the <u>conveyance</u>, transfer, or sale or 12 agreement by a civil action for injunction brought in any 13 court of competent jurisdiction or may recover the same 14 penalty provided in this section by a civil action in any 15 court of competent jurisdiction.

"(c) Where the county commission is responsible for regulation of subdivision development within the territorial jurisdiction of a municipal planning commission, enforcement of the subdivision regulations of the county shall be as provided in Chapter 24, and any penalties assessed against a developer for failure to comply with the subdivision regulations of the county shall be as provided therein.

"(d) Nothing in this section shall impair, impede,
 or prohibit any person or entity from entering into any
 otherwise valid and enforceable contract for the purchase or

HB46

1 <u>sale of any lot within any proposed subdivision prior to its</u>
2 approval."

3 Section 2. A new Section 11-24-1.1 is added to the
4 Code of Alabama 1975, which reads as follows:

5

§11-24-1.1.

(a) Notwithstanding the provisions of Section 6 11-24-2, the developer may obtain authorization from the 7 8 county engineer to secure pre-sale agreements from prospective 9 buyers of property included in a proposed subdivision 10 development prior to obtaining the permit to develop if the 11 developer establishes to the satisfaction of the county engineer that: (1) the developer has a preliminary plan for 12 13 the subdivision development that is likely to be approved 14 under the county's subdivision regulations and (2) the 15 developer has explained to the satisfaction of the county 16 engineer the reasons for requesting authorization to secure 17 pre-sale agreements.

18 (b) Upon receiving authorization from the county 19 engineer for the developer to secure pre-sale agreements as 20 provided in subsection (a), the developer shall notify the 21 county engineer in writing when financing has been obtained, 22 and if no such notification is received within six months of the date the authority is granted, the authority shall be 23 24 revoked by the operation of law and any further efforts on the 25 part of the developer to secure pre-sale agreements shall be a

Page 3

HB46

violation of this chapter punishable by fines as set out in Section 11-24-3. The developer may request from the county engineer an extension of the time set forth herein for notification in order to allow the developer additional time to secure pre-sale agreements; provided that no pre-sale agreements may be entered into following the six-month time period until and unless an extension has been granted.

8 (c) Any pre-sale agreements secured by the developer 9 under authority of this section shall clearly state that any 10 final sale of the property shall not take place until and unless the developer has obtained a permit to develop pursuant 11 to the requirements of Section 11-24-2. Any pre-sale 12 13 agreements executed in violation of this chapter shall be 14 punishable by fines as set out in Section 11-24-3. Additionally, the failure to comply with this section shall 15 16 result in the county engineer revoking the authority granted 17 to secure pre-sale agreements for the proposed development.

18 (d) The authorization to secure pre-sale agreements 19 from prospective buyers of property included in a proposed subdivision development prior to obtaining the permit to 20 21 develop as provided in this section shall in no way affect the 22 developer's requirement to comply with the county's 23 subdivision regulations and, in particular, to obtain the permit to develop as provided in Section 11-24-2 prior to the 24 25 actual sale, offering for sale, transfer, or lease of any lots

HB46

1 from the subdivision except as specifically authorized in this
2 section.

3 Section 3. This act shall become effective
4 immediately following its passage and approval by the
5 Governor, or its otherwise becoming law.

1				
2				
3	_			
4		Speaker of the House of Representatives		
5				
6		President and Presiding Office	r of the Senate	
7 8 9 10 11 12 13		House of Representatives I hereby certify that the within Act originated in as passed by the House 13-FEB-14, as amended. Jeff Woodard Clerk		
14 15	Senate	01-APR-14	- Amended and Passed	
16	House	01-APR-14	Concurred in Sen- ate Amendment	
17				