21 LC 41 2887S

The House Committee on Judiciary offers the following substitute to HB 90:

A BILL TO BE ENTITLED AN ACT

- 1 To amend Article 3 of Chapter 12 of Title 51 of the Official Code of Georgia Annotated,
- 2 relating to damages for conversion of timber, so as to provide that certain persons, firms, or
- 3 corporations who are buyers of land for conversion of timber shall be exempt from certain
- 4 liabilities; to clarify as to whom a person holding a security interest in land has a right to
- 5 recover from and the measure of damages for such recovery; to limit damages for certain
- 6 causes of action brought for conversion of timber; to provide for related matters; to repeal
- 7 conflicting laws; and for other purposes.

8 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

- 9 **SECTION 1.**
- 10 Article 3 of Chapter 12 of Title 51 of the Official Code of Georgia Annotated, relating to
- damages for conversion of timber, is amended by revising Code Section 51-12-50, relating
- 12 to measure of damages for converted timber and presumption, as follows:
- 13 "51-12-50.
- 14 (a) Except as provided in Code Section 51-12-51, when When a plaintiff, other than a
- 15 <u>plaintiff under Code Section 51-12-51</u>, recovers for timber cut or cut and carried away, the
- measure of damages shall be:

21 LC 41 2887S

- 17 (1) Treble the fair market value of the trees cut as they stood;
- 18 (2) Treble the diminished fair market value of any trees incidentally harmed;
- 19 (3) Costs of reasonable reforestation activities related to the plaintiff's injury; and
- 20 (4) Attorney fees and expenses of litigation.
- 21 (b) When the defendant is a willful trespasser, the plaintiff may also recover punitive
- damages.
- 23 (c) When the boundary lines of the property have been clearly and accurately marked, it
- shall be presumed that the defendant was a willful trespasser."

25 SECTION 2.

- 26 Said article is further amended by revising Code Section 51-12-51, relating to recovery by
- 27 person holding security interest in land for conversion of timber and use of converted timber
- 28 by owner, as follows:
- 29 "51-12-51.
- 30 (a) Every person, firm, or corporation who, without the written consent of the person
- 31 holding legal title to land or to an interest in land as security for debt, as shown by the
- 32 public records of the county where such land is located, buys, sells, cuts, removes, holds,
- disposes of, changes the form of, or otherwise converts to the use of himself, itself, or
- 34 another such person, firm, corporation, or another any trees growing or grown on such land
- shall be liable to the holder of the legal title for such trees, in any form, bought, sold, cut,
- removed, held, disposed of, changed in form, or otherwise converted by him or it such
- 37 <u>person, firm, or corporation,</u> or for the value of such trees, provided that recovery may not
- 38 be for more than the unpaid portion of the secured indebtedness, interest thereon, and a
- reasonable attorney's fee. Recovery may be had by action at law from one who purchases,
- without the consent of the holder of the legal title, such interest in the trees, mineral or
- other rights, or interest in the encumbered real estate, either jointly or severally, with the
- holder of the equitable title. <u>Notwithstanding any other provision of law, any such person</u>,

21 LC 41 2887S

43 firm, or corporation who is a buyer in the ordinary course of business pursuant to Title 11,

- 44 the 'Uniform Commercial Code,' including, but not limited to, Code Section 11-9-320, shall
- 45 <u>have no liability under this Code section.</u>
- 46 (b) The equitable owner of the land shall be allowed to use the timber for his such
- 47 <u>equitable owner's</u> own use, such as for firewood or other necessary uses of timber in and
- around his such equitable owner's farm."
- 49 **SECTION 3.**
- All laws and parts of laws in conflict with this Act are repealed.