

HOUSE BILL No. 1330

DIGEST OF HB 1330 (Updated February 13, 2019 10:25 am - DI 75)

Citations Affected: IC 32-33.

Synopsis: Disposal of abandoned or derelict aircraft. Specifies that a "person" includes a political subdivision for purposes of the statute concerning liens for the repair, storage, servicing, or furnishing of supplies for certain motor vehicles, airplanes, machinery, and equipment. Establishes a procedure for the disposal and removal of an abandoned aircraft or a derelict aircraft from the premises of: (1) a public-use airport; or (2) a fixed-base operator at a public-use airport.

Effective: July 1, 2019.

Speedy

January 14, 2019, read first time and referred to Committee on Roads and Transportation. February 14, 2019, amended, reported — Do Pass.



First Regular Session of the 121st General Assembly (2019)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2018 Regular and Special Session of the General Assembly.

HOUSE BILL No. 1330

A BILL FOR AN ACT to amend the Indiana Code concerning property.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 32-33-10-4 IS AMENDED TO READ AS
2	FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 4. As used in this
3	chapter, "person" includes a natural person, a firm, a copartnership, an
4	association, a limited liability company, and a corporation, and a
5	political subdivision.
6	SECTION 2. IC 32-33-10.5 IS ADDED TO THE INDIANA CODE
7	AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
8	JULY 1, 2019]:
9	Chapter 10.5. Abandoned or Derelict Aircraft
10	Sec. 1. As used in this chapter, "abandoned aircraft" means an
11	aircraft:
12	(1) that is located or stored on the premises of:
13	(A) a public-use airport; or
14	(B) a fixed-base operator;
15	in a wrecked, inoperative, or partially dismantled condition
16	for a period of at least sixty (60) days; and
17	(2) for which the owner or operator of the aircraft has not



1	made, during the sixty (60) day period described in
2	subdivision (1), any tie-down, hangaring, or rent payments for
3	the use of the premises.
4	The term does not include an aircraft that is being repaired by a
5	person providing services under IC 32-33-10-5.
6	Sec. 2. As used in this chapter, "aircraft" means any
7	contrivance used or designed for navigation of or flight in the air.
8	The term does not include unmanned aircraft or ultralight aircraft.
9	Sec. 3. As used in this chapter, "derelict aircraft" means any
10	aircraft:
11	(1) that is located or stored on the premises of:
12	(A) a public-use airport; or
13	(B) a fixed-base operator;
14	for a period of at least thirty (30) days; and
15	(2) that, throughout the period described in subdivision (1):
16	(A) is not in a flyable condition;
17	(B) is not in compliance with applicable Federal Aviation
18	Administration regulations allowing the aircraft to be
19	operated in flight; and
20	(C) does not have a written repair plan approved and
21	signed by:
22	(i) a Federal Aviation Administration certified airframe
23	and power plant mechanic; or
24	(ii) a person authorized to perform maintenance on the
25	aircraft in accordance with Federal Aviation
26	Administration regulations.
27	Sec. 4. As used in this chapter, "fixed-base operator" means a
28	person that provides on the premises of a public-use airport
29	aeronautical services, including any of the following:
30	(1) Aircraft fueling.
31	(2) Hangaring.
32	(3) Tie-down and parking.
33	(4) Aircraft rental.
34	(5) Aircraft maintenance.
35	(6) Flight instruction.
36	(7) Other aeronautical services or accommodations.
37	Sec. 5. As used in this chapter, "person" includes a natural
38	person, a firm, a partnership, an association, a corporation, a
39	limited liability company, or a political subdivision.
40	Sec. 6. (a) If:
41	(1) the airport manager of a public-use airport; or
42	(2) the general manager of a fixed-base operator;



1	determines that an abandoned aircraft or a derelict aircraft is
2	located on the premises of the public-use airport or of the
3	fixed-base operator, as applicable, the airport manager (or the
4	airport manager's designee) or the general manager (or the general
5	manager's designee) may dispose of the abandoned aircraft or the
6	derelict aircraft in the manner provided in this chapter.
7	(b) If a determination described in subsection (a) is made that
8	an abandoned aircraft or a derelict aircraft is located on the
9	premises of a public-use airport or of a fixed-base operator, and
10	the airport manager or the general manager making the
11	determination seeks to dispose of the abandoned aircraft or the
12	derelict aircraft under this chapter, the airport manager (or the
13	airport manager's designee) or the general manager (or the general
14	manager's designee) must do the following:
15	(1) Determine, by contacting the Aircraft Registration Branch
16	of the Federal Aviation Administration, the name and address
17	of:
18	(A) the last registered owner of the aircraft; and
19	(B) any other person that has a legal or equitable interest
20	in the aircraft.
21	(2) Subject to subsection (c), deliver to the aircraft owner and
22	any other person having a legal or equitable interest in the
23	aircraft a written notice stating that the aircraft:
24	(A) has been determined to be abandoned or derelict; and
25	(B) is subject to:
26	(i) disposal and removal from the premises of the
27	public-use airport or of the fixed-base operator;
28	(ii) the recovery, by the owner or operator of the
29	public-use airport or by the fixed-base operator, of any
30	accrued and unpaid fees or charges incurred with
31	respect to the aircraft while located on the premises of
32	the public-use airport or of the fixed-base operator; and
33	(iii) the foreclosure of a lien with respect to any fees and
34	charges described in item (ii).
35	(c) The following requirements apply to the notice required
36	under subsection (b)(2):
37	(1) The notice must include the following:
38	(A) A description of the aircraft by Federal Aviation
39	Administration N-Number, manufacturer name, model
40	designation, and serial number.
41	(B) The facts supporting the determination that the
42	aircraft is abandoned or derelict and is subject to disposal



1	and removal from the premises of the public-use airport or
2	of the fixed-base operator.
3	(C) The amount of any accrued and unpaid fees or
4	charges:
5	(i) incurred with respect to the aircraft while located on
6	the premises of the public-use airport or of the fixed-base
7	operator; and
8	(ii) for which a lien is being asserted.
9	(D) A statement that upon receipt of the notice, the aircraft
10	owner has thirty (30) days to:
11	(i) remove the aircraft from the premises of the
12	public-use airport or of the fixed-base operator; and
13	(ii) pay any accrued and unpaid fees or charges
14	identified under clause (C).
15	(E) A statement that the public-use airport's owner or
16	operator, or the fixed-base operator, as applicable, may:
17	(i) assert a lien for any accrued and unpaid fees or
18	charges identified under clause (C) that are not paid
19	within the thirty (30) day period described in clause (D);
20	(ii) remove and dispose of the aircraft from the premises
21	of the public-use airport or of the fixed-base operator if
22	the aircraft is not removed from the premises within the
23	thirty (30) day period described in clause (D); and
24	(iii) sell the aircraft at a public auction or bid on the
25	aircraft if it is made available for disposal by means of a
26	public auction.
27	(F) A statement that the public-use airport's owner or
28	operator, or the fixed-base operator, as applicable, may
29	scrap the aircraft if no bids are received for the aircraft
30	during a public auction of the aircraft.
31	(G) The hand signature of an authorized signatory for:
32	(i) the owner or operator of the public-use airport; or
33	(ii) the fixed-base operator;
34	as applicable, located immediately above the title of the
35	signatory.
36	(2) Not later than thirty (30) days after the determination is
37	made that the aircraft is abandoned or derelict, the notice
38	must:
39	(A) be delivered to the aircraft owner and any other person
40	having a legal or equitable interest in the aircraft by:
41	(i) certified mail, return receipt requested, and by first
42	class United States mail, postage prepaid;



1	(ii) a nationally recognized overnight courier service; or
2	(iii) personal delivery; and
3	(B) be filed with the Aircraft Registration Branch of the
4	Federal Aviation Administration.
5	(3) If the registered owner of an aircraft cannot be found or
6	served, notice by publication may be used in lieu of personal
7	service, courier service, or certified mail.
8	Sec. 7. (a) A complaint for a declaratory judgment:
9	(1) finding that an aircraft is abandoned or derelict; and
10	(2) authorizing:
11	(A) the removal and disposal of the aircraft from the
12	premises of a public-use airport or of a fixed-base
13	operator;
14	(B) the recovery of any accrued and unpaid fees or charges
15	incurred with respect to the aircraft while located on the
16	premises of the public-use airport or of the fixed-base
17	operator; and
18	(C) the foreclosure of a lien for the fees and charges
19	described in clause (B);
20	must be filed in the circuit or superior court of the county where
21	the aircraft is located.
22	(b) A complaint described in subdivision (a) must be filed not
23	later than sixty (60) days after the written notice described in
24	section 6 of this chapter is delivered in accordance with section
25	6(c)(2) of this chapter.
26	Sec. 8. (a) This section applies if a complaint is filed under
27	section 7 of this chapter and the plaintiff recovers:
28	(1) a judgment in any sum; or
29	(2) a judgment:
30	(A) declaring that an aircraft is abandoned or derelict; and
31	(B) authorizing the disposal of the aircraft by means of a
32	public auction and removal of the aircraft from the
33	premises of a public-use airport or of a fixed-base
34	operator.
35	(b) Any net proceeds resulting from the sale or disposal of an
36	aircraft under this chapter shall be paid to:
37	(1) the owner of the aircraft and any other person having a
38	legal or equitable interest in the aircraft, in proportion to
39	each person's legal or equitable interest in the aircraft; or
40	(2) if the owner of the aircraft or any other person having a
41	legal or equitable interest in the aircraft cannot be found, to
42	the attorney general as unclaimed property under IC 32-34-1.



1	(c) In an action brought under section 7 of this chapter, the
2	plaintiff may also recover as part of the judgment in the action
3	reasonable attorney's fees incurred by the plaintiff in bringing and
4	prosecuting the action.



COMMITTEE REPORT

Mr. Speaker: Your Committee on Roads and Transportation, to which was referred House Bill 1330, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

- Page 1, line 16, delete "forty-five (45)" and insert "sixty (60)".
- Page 2, line 1, delete "forty-five (45)" and insert "sixty (60)".
- Page 2, between lines 3 and 4, begin a new line blocked left and insert:

"The term does not include an aircraft that is being repaired by a person providing services under IC 32-33-10-5.".

Page 2, line 5, after "air." insert "The term does not include unmanned aircraft or ultralight aircraft.".

Page 2, delete lines 14 through 16, begin a new line double block indented and insert:

- "(B) is not in compliance with applicable Federal Aviation Administration regulations allowing the aircraft to be operated in flight; and
- (C) does not have a written repair plan approved and signed by:
 - (i) a Federal Aviation Administration certified airframe and power plant mechanic; or
 - (ii) a person authorized to perform maintenance on the aircraft in accordance with Federal Aviation Administration regulations."
- Page 4, line 6, delete "intends" and insert "may:".
- Page 4, delete line 7.
- Page 4, delete line 11.
- Page 4, line 15, delete "(D)." and insert "(D); and
 - (iii) sell the aircraft at a public auction or bid on the aircraft if it is made available for disposal by means of a public auction.
 - (F) A statement that the public-use airport's owner or operator, or the fixed-base operator, as applicable, may scrap the aircraft if no bids are received for the aircraft during a public auction of the aircraft."
- Page 4, line 16, delete "(F)" and insert "(G)".
- Page 4, between lines 31 and 32, begin a new line block indented and insert:
 - "(3) If the registered owner of an aircraft cannot be found or served, notice by publication may be used in lieu of personal



service, courier service, or certified mail.".

Page 5, line 13, after "disposal" insert "of the aircraft by means of a public auction".

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1330 as introduced.)

SULLIVAN

Committee Vote: yeas 12, nays 0.

