1 STATE OF OKLAHOMA 2 2nd Session of the 56th Legislature (2018) 3 HOUSE BILL 2766 By: McEachin 4 5 6 AS INTRODUCED 7 An Act relating to civil procedure; amending 12 O.S. 2011, Sections 759, 762 and 769, which relate to property subject to judgment lien; modifying 8 procedure for appraisal of property; requiring 9 written affidavit of impartiality; requiring appraisals to be based on current market value; 10 authorizing the Administrative Director of the Courts to approve certain forms; providing requirements for certain documentation; providing procedure for sale 11 of property; providing requirements for bids; 12 authorizing sheriffs to implement certain policies and procedures; providing immunity from liability for 1.3 technical difficulties; providing for finality of auction process; and providing an effective date. 14 15 16 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 17 SECTION 1. 12 O.S. 2011, Section 759, is AMENDATORY 18 amended to read as follows: 19 Section 759. A. When a general execution is issued and placed 20 in the custody of a sheriff for levy, a certified copy of the 21 execution shall be filed in the office of the county clerk of the 22 county whose sheriff holds the execution and shall be indexed in the 23 same manner as judgments. At the time the execution is filed, the

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court clerk shall collect from the party seeking a general execution

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all fees necessary for the payment of the disinterested persons <u>or a</u>

legal entity for their services in appraising of the subject

property pursuant to the requirements of subsection B of this

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B. If a general or special execution is levied upon lands and tenements, the sheriff shall endorse on the face of the writ the legal description and shall have three disinterested persons who have taken an oath to impartially or a legal entity which has provided a written affidavit of impartiality appraise the property levied on, upon actual view; and the disinterested persons or legal entity shall return to the officer their a signed estimate of the real value of the property. The estimates shall be obtained from three disinterested persons, independent from one another, or a disinterested legal entity using at least three independent, disparate and credible sources, each of which has estimated the current market value of the subject property independently from one another. The disinterested persons or legal entity shall be paid for their such services by the court clerk of the county where the property is located within thirty (30) days of the date that they return their estimate of the real value of the property. The Administrative Director of the Courts is authorized to approve forms for the written affidavit of impartiality and the signed estimate of the real value of the property. The written affidavit and the signed estimate shall be substantially in the form approved.

- C. To extend a judgment lien beyond the initial or any subsequent statutory period, prior to the expiration of such period, a certified copy of one of the following must be filed and indexed in the same manner as judgments in the office of the county clerk in the county in which the statement of judgment was filed and the lien thereof is sought to be retained:
 - 1. A general execution upon the judgment;
 - 2. A notice of renewal of judgment;

- 3. A garnishment summons issued against the judgment debtor; or
- 4. A notice of income assignment sent to a payor of the judgment debtor.
- 12 SECTION 2. AMENDATORY 12 O.S. 2011, Section 762, is 13 amended to read as follows:

Section 762. If, upon such return, as aforesaid, it appear appears, by the inquisition, that two-thirds (2/3) of the appraised current market value of said the lands and tenements, so levied upon is sufficient to satisfy the execution, with costs, the judgment on which such execution issued shall not operate as a lien on the residue of the debtor's estate, to the prejudice of any other judgment creditor; but no such property shall be sold for less than two-thirds (2/3) of the value returned in the inquest; and nothing in this section contained shall, in any wise, extend to affect the sale of lands by the state, but all lands, the property of individuals indebted to the state for any debt or taxes, or in any

other manner, shall be sold without valuation, for the discharge of such debt or taxes, agreeably to the laws in such cases made and provided.

SECTION 3. AMENDATORY 12 O.S. 2011, Section 769, is amended to read as follows:

Section 769. A. All sales of lands or tenements under execution shall be held at the courthouse in the county in which such lands or tenements are situated, unless some other place within said the county is designated by the judge having jurisdiction in the case. No sheriff or other officer making the sale of property, either personal or real, nor any appraiser of such property, shall either directly or indirectly, purchase the same; and every purchase so made shall be considered fraudulent and void.

B. On the date and at the time, together designated as the property sale deadline, and place, designated as the property sale location, designated in the notice of sale, the sheriff shall cause the property to be sold at public auction to the highest bidder.

Bids for such sale may be submitted and accepted electronically using a designated website or online auction service, by telephone by calling a designated auction telephone number, in person at an open public outcry auction, or by a combination of these methods, all of which shall be considered in whole as the sale of the property. The sheriff of each county is authorized to implement policies and procedures regarding the use of any method of accepting

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    bids by a person not physically present at the public auction, who
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    shall be referred to as a remote bidder. No sheriff shall be
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    required to accept bids by a remote bidder until such time as these
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    policies and procedures have been implemented. No sheriff or county
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    shall be liable to a remote bidder due to technical difficulties
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    with any method of accepting bids set forth in this section. All
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    auctions shall be considered final and complete when declared closed
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    by the sheriff.
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        SECTION 4. This act shall become effective November 1, 2018.
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