SENATE BILL 96

IN THE SENATE

| January | 13, | 1979 | Introduced and referred to Committee on Agriculture, Livestock and Irrigation. |
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| January | 20, | 1979 | Committee recommend bill, as amended. |
| January | 22, | 1979 | Printed and placed on members' desks. |
| January | 23, | 1979 | Second reading, pass consider- ation. |
| January | 24, | 1979 | Second reading, indefinitely postponed. |

LC 0568/01

INTRODUCED BY June Hagor Four 1 2 3 A BILL FOR AN ACT ENTITLED: "AN ACT AUTHORIZING THE FILING 4 AND ENFORCING OF A LIEN UPON CROPS FOR THE SUPPLIER OF FUEL. 5 FERTILIZER, OR CHEMICAL SPRAY THAT IS USED IN THE PRODUCTION 6 OR CULTIVATION OF THE CROPS." 7 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 9 Section 1. Who may have lien -- amount. (1) Any person 10 who under a contract, express or implied, furnishes to a 11 buyer fuel, fertilizer, or chemical spray or the funds or 12 means with which to purchase fuel, fertilizer, or chemical 13 spray that is to be used in the production or cultivation of 14 crops on the lands owned or contracted to be purchased. 15 used, leased, occupied, or rented or held under government 16 entry by the buyer has a lien upon all the crops so produced 17 or cultivated upon compliance with the provisions of this 18 part. However, the lien may not exceed the reasonable value 19 20 of the fuel, fertilizer, or chemical spray in the particular locality where furnished. 21 (2) For the purpose of [this act], unless otherwise 22

23 indicated, "person" means a legal entity, including but not 24 limited to an individual, corporation, association, or 25 partnership.

Section 2. How lien obtained. (1) Any person who is 1 entitled to a lien under this part and wishes to avail 2 himself of the benefits of this part must file, with the 3 office of the county clerk and recorder of the county in 4 which the crops are grown and within 60 days after the fuel, 5 fartilizer. or chemical spray was furnished to the buyer, a 6 7 statement that contains: (a) the amount due for the fuel, fertilizer, or 8 chemical spray, after allowing all proper credits and q offsets; 10 11 (b) a correct description of the crops to be charged 12 with the lien; 13 (c) the price agreed upon for the fuel, fertilizer, or chemical spray or, if no price was agreed upon, the 14 15 reasonable value; 16 (d) the name of the person to whom the fuel. 17 fertilizer, or chemical spray was furnished; and 18 (e) a description of the lands as nearly as possible 19 upon which the crops were raised. 20 (2) This statement of facts must be varified by 21 affidavit of the person claiming the lien or the person's 22 duly authorized agent or attorney having knowledge of the 23 facts. 24 Section 3. Filing with county clerk. The county clerk 25 must endorse upon the lien the date of its filing and make

> ---INTRODUCED BILL SB96

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1 an abstract, in a properly indexed book kept for that 2 purposes that contains the date of the filings the name of person claiming the lien, the amount of the lien, the name 3 4 of the person against whose crops the lien is filed, and a 5 description of the crops to be charged.

6 Section 4. Priority. The lien for the fuel. 7 fertilizer, or chemical spray furnished as specified in this part is prior to and has precedence over any mortgage, 8 encumbrance, or other lien upon the crops, except the lien 9 for seed, hail insurance, threshing, labor, spraying or 10 dusting, and warehouse services furnished for the purpose of 11 12 growing or handling the crops.

13 Section 5. Parties. All persons interested in the 14 matter in controversy or the property to be charged with the 15 lien or having liens thereon shall be made parties to an action for the foreclosure thereof. 16

Section 6. Limitations of actions. All actions for the 17 18 foreclosure and enforcement of the lien herein provided for 19 must be commenced within 1 year from the day of the filing 20 of the lien.

21 Section 7. Acknowledgement of satisfaction and 22 discharge of lien -- penalty. Whenever the indebtedness which is a lien upon any crops is paid and satisfied, it is 23 24 the duty of the lienor to acknowledge satisfaction thereof 25 and to discharge the lien of record. If any lienor fails to

acknowledge satisfaction and discharge the lien within 30 1 days after being requested to do so by a person having a z property interast in such crops, he is liable to any person 3 injured thereby in the amount of such injury and the costs of action. 5

Section 8. Rules of practice. Except as otherwise provided, the provisions of Title 25 are applicable to and 7 constitute the rules of practice for the enforcement and A

foreclosure of the lien herein provided for. ۰

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46th Legislature

SB 0096/02

Approved by Committee on Agriculture Livestock & Irrigation

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| z | INTRODUCED BY DOVER. HAGER. LOWE |
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| 14 | spray that is to be used in the production or cultivation of |
| 15 | crops on the lands owned or contracted to be purchased, |
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| 19 | part <u>ACI]</u> . However, the lien may not exceed the reasonable |
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