## HOUSE BILL NO. 293

## INTRODUCED BY BARDANOUVE

### IN THE HOUSE

January 21, 1985	Introduced and referred to Committee on Judiciary.
February 4, 1985	Committee recommend bill do pass as amended. Report adopted.
	Bill printed and placed on members' desks.
February 5, 1985	Second reading, pass consideration.
February 6, 1985	Second reading, do pass as amended.
	Correctly engrossed.
February 7, 1985	Third reading, passed.
	Transmitted to Senate.
IN	THE SENATE

February 8, 1985	Introduced and referred to Committee on Judiciary.
March 7, 1985	Committee recommend bill be concurred in as amended. Report adopted.
March 9, 1985	Second reading, concurred in.
March 12, 1985	Third reading, concurred in. Ayes, 50; Noes, 0.
	Returned to House with

amendments.

#### IN THE HOUSE

March 13, 1985

Received from Senate.

April 4, 1985

Second reading, amendments concurred in.

April 5, 1985

Third reading, amendments concurred in.

Sent to enrolling.

Reported correctly enrolled.

1 2 3 A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE A CIVIL 4 5 PENALTY FOR FAILURE TO ACKNOWLEDGE A LIEN SATISFACTION; 6 AMENDING SECTION 71-3-515, MCA." 7 В BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 9 Section 1. Section 71-3-515, MCA, is amended to read: 10 "71-3-515. Acknowledgment of satisfaction of lien --11 penalty. Whenever any indebtedness which is a lien upon any 12 such real estate, structure, building, or other improvement 13 is paid and satisfied, it is the duty of the creditors to 14 acknowledge satisfaction thereof as in case of a mortgage; and if any creditor fails to acknowledge satisfaction, as 15 16 aforesaid, he is liable to any person injured by such 17 failure to the amount of such injury and the costs of action 18 plus a civil penalty of \$100."

-End-



#### HB 0293/02

## APPROVED BY COMMITTEE ON JUDICIARY

1	HOUSE BILL NO. 293
2	INTRODUCED BY BARDANOUVE
3	
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE A CIVIL
5	PENALTY FOR FAILURE TO ACKNOWLEDGE A MECHANICS' LIEN
6	SATISFACTION; AMENDING SECTION 71-3-515, MCA."
7	
В	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
9	Section 1. Section 71-3-515, MCA, is amended to read:
1.0	"71-3-515. Acknowledgment of satisfaction of lien
11	penalty. Whenever any indebtedness which is a lien upon any
1.2	such real estate, structure, building, or other improvement
13	is paid and satisfied, it is the duty of the creditors to
14	acknowledge satisfaction thereof as in case of a mortgage;
15	and if any creditor fails to acknowledge satisfaction, as
16	aforesaid, he is liable to any person injured by such
L7	failure to the amount of such injury and the costs of action
18	plus a civil penalty of \$100."

-End-



HB 0293/03

1	HOUSE BILL NO. 293
2	INTRODUCED BY BARDANOUVE
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4	A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE A CIVIL
5	PENALTY FOR FAILURE TO ACKNOWLEDGE A MECHANICS LIEN
6	SATISFACTION; - AMENDING-SECTION-71-3-515; - MCA."
7	
8	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
9	Section-lSection-71-3-515;-MCA;-is-amended-toread;
10	#71-3-515;Acknowledgmentofsatisfaction-of-lien
11	penaltyWhenever-any-indebtedness-which-is-a-lien-upon-any
12	such-real-estate;-structure;-building;-or-otherimprovement
13	ispaidandsatisfied;-it-is-the-duty-of-the-creditors-to
14	acknowledge-satisfaction-thereof-as-in-case-ofamortgage;
15	andifanycreditor-fails-to-acknowledge-satisfaction;-as
16	aforesaidhe-isliabletonnypersoninjuredbysuch
17	failure-to-the-amount-of-such-injury-and-the-costs-of-action
18	plus-a-civil-penalty-of-\$100;"
19	SECTION 1. ACKNOWLEDGEMENT OF LIEN SATISFACTION
20	PENALTY. WHENEVER A LIEN IS PAID AND SATISFIED OR THE CLAIM
21	UPON WHICH IT IS BASED HAS BEEN FOUND INVALID BY FINAL ORDER
22	OR JUDGMENT OF A COURT OF COMPETENT JURISDICTION, IT IS THE
23	DUTY OF THE CREDITORS TO ACKNOWLEDGE SATISFACTION THEREOP
24	WITHIN 30 DAYS AND DISCHARGE THE LIEN OF RECORD BY FILING A
25	RELEASE OF THE LIEN IN THE OPPICE OF THE COUNTY CLERK AND

RECORDER IN EACH COUNTY IN WHICH THE NOTICE OF LIEN WAS
FILED. IF ANY CREDITOR FAILS TO ACKNOWLEDGE SATISFACTION, HE
IS LIABLE TO ANY PERSON INJURED BY SUCH FAILURE FOR A CIVIL
PENALTY OF \$100, PLUS ANY OTHER DAMAGES PROVIDED BY LAW.

SECTION 2. CODIFICATION INSTRUCTION. SECTION 1 IS
INTENDED TO BE CODIFIED AS AN INTEGRAL PART OF TITLE 71,
CHAPTER 3, PART 1, AND THE PROVISIONS OF TITLE 71, CHAPTER
3, PART 1, APPLY TO SECTION 1.

-End-

## STANDING COMMITTEE REPORT

# SENATE

		March 7	19.8.5
MR. PRESIDENT			
We, your committee on	JUDICIARY		•••••
having had under consideration	HOUSE BILL		No 293
third reading cop			
(Senator Pinsoneau	color ult)		
CIVIL PENALTY FOR	FAILURE TO ACKNOWLEDG	E LIEN SATISFACTION	
Respectfully report as follows: That	HOUSE BILL		No 293
	·		••
be amended as fol	lows:		
Page 1, line 20. Following: "LIEN"	u zed under Title 71. ch	anter 3"	

KB

AND AS AMENDED

BE CONCURRED IN

Senator Joe Mazurek Chairman.

1	HOUSE BILL NO. 293
2	INTRODUCED BY BARDANOUVE
3	
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE A CIVIL
5	PENALTY FOR FAILURE TO ACKNOWLEDGE A MECHANICS! LIEN
6	SATISFACTION; -AMENDING-SECTION-71-4-515; -MCA."
7	
8	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
9	Section-lSection-71-3-5157-MCA7-is-amended-toread:
10	#71-3-515Acknowledgmentofsatisfaction-of-lien
11	penaltyWhenever-any-indebtedness-which-is-a-lien-upon-any
12	such-real-estate; -structure; -building; -or-otherimprovement
13	ispaidandsatisfied;-it-is-the-duty-of-the-creditors-to
14	acknowledge-satisfaction-thereof-as-in-case-ofamortgage;
15	andifanycreditor-fails-to-acknowledge-satisfactiony-as
16	aforesaid,-he-isliabletoanypersoninjuredbysuch
17	failure-to-the-amount-of-such-injury-and-the-costs-of-action
18	plus-a-civil-penalty-of-9100."
19	SECTION 1. ACKNOWLEDGEMENT OF LIEN SATISFACTION
20	PENALTY. WHENEVER A LIEN AUTHORIZED UNDER TITLE 71, CHAPTER
21	3, IS PAID AND SATISFIED OR THE CLAIM UPON WHICH IT IS BASED
22	HAS BEEN FOUND INVALID BY FINAL ORDER OR JUDGMENT OF A COURT
23	OF COMPETENT JURISDICTION, IT IS THE DUTY OF THE CREDITORS
24	TO ACKNOWLEDGE SATISFACTION THEREOF WITHIN 30 DAYS AND
25	DISCHARGE THE LIEN OF RECORD BY FILING A RELEASE OF THE LIEN

- 1 IN THE OFFICE OF THE COUNTY CLERK AND RECORDER IN EACH
  2 COUNTY IN WHICH THE NOTICE OF LIEN WAS FILED, IF ANY
  3 CREDITOR FAILS TO ACKNOWLEDGE SATISFACTION, HE IS LIABLE TO
  4 ANY PERSON INJURED BY SUCH FAILURE FOR A CIVIL PENALTY OF
  5 \$100, PLUS ANY OTHER DAMAGES PROVIDED BY LAW.
- 6 SECTION 2. CODIFICATION INSTRUCTION. SECTION 1 IS
- 7 INTENDED TO BE CODIFIED AS AN INTEGRAL PART OF TITLE 71,
- 8 CHAPTER 3, PART 1, AND THE PROVISIONS OF TITLE 71, CHAPTER
- 9 3, PART 1, APPLY TO SECTION 1.

-End-

HB 293