# First Regular Session Seventy-fifth General Assembly STATE OF COLORADO

## **INTRODUCED**

LLS NO. 25-0555.01 Pierce Lively x2059

**SENATE BILL 25-020** 

### SENATE SPONSORSHIP

Weissman and Gonzales J.,

#### **HOUSE SPONSORSHIP**

Lindsay and Mabrey,

# **Senate Committees**

#### **House Committees**

Judiciary

101

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## A BILL FOR AN ACT

CONCERNING THE ENFORCEMENT OF EXISTING LANDLORD-TENANT LAW.

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

Section 1 of the bill clarifies that the attorney general has the power to initiate and bring civil and criminal actions to enforce certain state landlord-tenant laws. Section 2 makes corresponding conforming amendments to the attorney general's statutory powers and duties.

Sections 3 and 4 grant counties, cities and counties, and municipalities the power to initiate and bring civil and criminal actions

to enforce certain state landlord-tenant laws.

Section 5 establishes a receivership mechanism that is available as a remedy for violations of applicable laws and regulations by the owner of multifamily residential property. The attorney general's office, a county, a city and county, and a municipality may all apply to a district court for the appointment of a receiver to operate a residential property. The bill establishes the process for a district court appointing a receiver, including requiring a hearing and an order of appointment that specifies the duties of a receiver, and the criteria for qualifying as a receiver. No sooner than 180 days after the district court appoints a receiver, the owner of the relevant property, attorney general, county, city and county, or municipality may submit an application to the district court seeking the termination of the receivership. As with the appointing of a receiver, the bill establishes the process by which a district court may terminate a receivership.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 24-31-101, amend 3 (1)(i)(XXII); and **add** (1)(i)(XXIV), (1)(i)(XXV), and (1)(i)(XXVI) as 4 follows: 5 **24-31-101.** Powers and duties of attorney general. (1) The 6 attorney general: 7 (i) May independently initiate and bring civil and criminal actions 8 to enforce state laws, including actions brought pursuant to: 9 (XXII) Part 14 of article 12 of title 38; and 10 (XXIV) BEGINNING JANUARY 1, 2026, PART 4 OF ARTICLE 12 OF 11 TITLE 38; 12 (XXV) BEGINNING JANUARY 1, 2026, PART 8 OF ARTICLE 12 OF 13 TITLE 38; AND 14 (XXVI) BEGINNING JANUARY 1, 2026, PART 10 OF ARTICLE 12 OF 15 **TITLE 38.** 16 **SECTION 2.** In Colorado Revised Statutes, 24-31-115, amend 17 (4)(a) introductory portion, (5)(a), (6)(b), (8)(a) introductory portion,

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(8)(a)(III), (8)(b), and (9) as follows:

**24-31-115.** Housing unit - powers of attorney general or district attorney - subpoenas - document production - remedies - injunctive relief - penalties. (4) Powers. (a) When the attorney general has reasonable cause to believe that any person, whether in this state or elsewhere, has engaged in or is engaging in a violation of any of the provisions listed in section 24-31-101, (1)(i)(IX) to (1)(i)(XIV), the attorney general may:

- (5) **Subpoenas production of documents.** (a) When the attorney general has reasonable cause to believe that a person, whether in this state or elsewhere, has engaged in or is engaging in a violation of any of the provisions listed in section 24-31-101, (1)(i)(IX) to (1)(i)(XIV), the attorney general, in addition to any other powers conferred upon the attorney general by this article 31, may issue subpoenas to require the attendance of witnesses or the production of documents, administer oaths, conduct hearings in aid of any investigation or inquiry, and prescribe such forms and promulgate such rules as may be necessary to administer the provisions of this article 31.
- (6) **Inadmissible testimony.** (b) Subject to subsection (8) of this section, the records of investigations or intelligence information of the attorney general obtained under this article 31 may constitute public records available for inspection by the public at the sole discretion of the attorney general. This subsection (6)(b) shall not be construed to prevent the attorney general from issuing public statements describing or warning of any course of conduct or any conspiracy that constitutes a violation of any of the provisions listed in section 24-31-101, (1)(i)(IX) to (1)(i)(XIV), whether on a local, statewide, regional, or nationwide basis.

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## (8) Injunctive authority - assurances of discontinuance.

- (a) Whenever the attorney general has cause to believe that a person has engaged in or is engaging in a violation of any of the provisions listed in section 24-31-101, (1)(i)(IX) to (1)(i)(XIV), the attorney general may apply for and obtain, in an action in the appropriate district court of this state, a temporary restraining order or injunction, or both, pursuant to the Colorado rules of civil procedure, prohibiting the person from continuing or engaging in such practices, or doing any act in furtherance of such practices. The court may make such orders or judgments as is necessary to:
- (III) Prevent any unjust enrichment by any person through the use or employment of any practice that is in violation of any of the provisions listed in section 24-31-101. (1)(i)(IX) to (1)(i)(XIV).
- (b) Where the attorney general has authority to institute a civil action or other proceeding pursuant to the provisions of this article, the attorney general may accept, in lieu thereof or as a part thereof, an assurance of discontinuance of any practice that constitutes a violation of any of the provisions that are listed in section 24-31-101. (1)(i)(IX) to (1)(i)(XIV). Any such assurance of discontinuance may include a stipulation for the voluntary payment by the alleged violator of the costs of investigation and the costs of any action or proceeding by the attorney general or a district attorney and any amount necessary to restore to any person any money or property that may have been acquired by the alleged violator by means of a violation of any of the provisions that are listed in section 24-31-101. (1)(i)(IX) to (1)(i)(XIV). Any such assurance or discontinuance accepted by the attorney general and any such stipulation filed with the court as a part of any such action or proceeding is a matter

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of public record unless the attorney general determines, in the attorney general's sole discretion, that the assurance of discontinuance and any stipulation are confidential to the parties to the action or proceeding and to the court and its employees. Upon the filing of a civil action by the attorney general alleging that a confidential assurance of discontinuance or stipulation accepted pursuant to this subsection (8)(b) has been violated, the assurance of discontinuance or stipulation is deemed a public record and open to inspection by any person. Proof by a preponderance of the evidence of a violation of any such assurance or stipulation constitutes prima facie evidence of a deceptive trade practice for the purposes of any civil action or proceeding brought thereafter by the attorney general, whether a new action or a subsequent motion or petition in any pending action or proceeding.

(9) **Penalties.** In order to enforce the provisions of this article 31, in addition to any penalties stated in this article 31, the attorney general may seek any of the penalties or other enforcement mechanisms specified in the "Immigrant Tenant Protection Act", part 12 of article 12 of title 38; the "Mobile Home Park Act", part 2 of article 12 of title 38; the "Mobile Home Park Act Dispute Resolution and Enforcement Program", part 11 of article 12 of title 38; part 1 of article 12 of title 38; part 7 of article 12 of title 38; and section 38-12-904 (1)(b) ARTICLE 12 OF TITLE 38, INCLUDING ANY PENALTIES AVAILABLE TO AGGRIEVED TENANTS OR OTHER AGGRIEVED PERSONS UNDER THESE PROVISIONS, along with costs to enforce these provisions.

**SECTION 3.** In Colorado Revised Statutes, 30-11-101, **add** (1)(m) as follows:

**30-11-101.** Powers of counties. (1) Each organized county

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1	within the state is a body corporate and politic and as such is empowered
2	for the following purposes:
3	(m) INDEPENDENTLY INITIATING AND BRINGING CIVIL AND
4	CRIMINAL ACTIONS TO ENFORCE:
5	(I) Parts $1, 2, 5, 7, 9, 11, 12$ , and $14$ of article $12$ of title $38$ ;
6	AND
7	(II) Beginning January $1,2026$ , parts $4,8$ , and $10$ of article
8	12 OF TITLE 38.
9	SECTION 4. In Colorado Revised Statutes, 31-15-101, amend
10	(1)(e) and (1)(f); and <b>add</b> (1)(g) as follows:
11	31-15-101. Municipalities - bodies politic - powers.
12	(1) Municipalities:
13	(e) May have a common seal which they may alter at their
14	pleasure; <del>and</del>
15	(f) May accept the transfer of federal land for public purposes,
16	including but not limited to municipal expansion and residential purposes;
17	AND
18	(g) May independently initiate and bring civil and
19	CRIMINAL ACTIONS TO ENFORCE:
20	(I) Parts $1, 2, 5, 7, 9, 11, 12$ , and $14$ of article $12$ of title $38$ ;
21	AND
22	(II) Beginning January 1, 2026, parts 4, 8, and 10 of article
23	12 OF TITLE 38.
24	SECTION 5. In Colorado Revised Statutes, add 38-12-513 as
25	follows:
26	<b>38-12-513.</b> Receivership of residential housing. (1) THE

PURPOSE OF THIS SECTION IS TO ESTABLISH A RECEIVERSHIP MECHANISM

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1	THAT WILL BE AVAILABLE AS A REMEDY FOR VIOLATIONS OF APPLICABLE
2	LAWS AND REGULATIONS BY THE OWNER OF MULTIFAMILY RESIDENTIAL
3	PROPERTY.
4	(2) THE FOLLOWING PARTIES MAY APPLY TO THE DISTRICT COURT
5	FOR THE APPOINTMENT OF A RECEIVER TO OPERATE A MULTIFAMILY
6	RESIDENTIAL PROPERTY:
7	(a) THE ATTORNEY GENERAL, WHEN THE ATTORNEY GENERAL HAS
8	REASONABLE CAUSE TO BELIEVE THAT ANY PERSON, WHETHER IN THIS
9	STATE OR ELSEWHERE, HAS ENGAGED IN OR IS ENGAGING IN A VIOLATION
10	OF THIS PART 5 IN CONNECTION WITH THE MULTIFAMILY RESIDENTIAL
11	PROPERTY;
12	(b) A COUNTY OR CITY AND COUNTY, UPON:
13	(I) A VIOLATION OF A COUNTY PUBLIC HEALTH CODE PROVISION
14	CONCERNING MULTIFAMILY RESIDENTIAL PROPERTY ON THE PROPERTY
15	WHEN THAT VIOLATION HAS GONE UNCORRECTED FOR MORE THAN THIRTY
16	DAYS AFTER NOTICE OF SUCH A VIOLATION; OR
17	(II) A SECOND VIOLATION, ON A SEPARATE OCCASION THAN THE
18	VIOLATION DESCRIBED IN SUBSECTION (2)(b)(I) OF THIS SECTION, IN A
19	TWELVE-MONTH PERIOD, OF A COUNTY PUBLIC HEALTH CODE PROVISION
20	CONCERNING MULTIFAMILY RESIDENTIAL PROPERTY ON THE PROPERTY;
21	AND
22	(c) A MUNICIPALITY, UPON:
23	(I) A VIOLATION OF A CITY ORDINANCE CONCERNING MULTIFAMILY
24	RESIDENTIAL PROPERTY ON THE PROPERTY, WHEN THAT VIOLATION HAS
25	GONE UNCORRECTED FOR MORE THAN THIRTY DAYS AFTER NOTICE OF
26	SUCH A VIOLATION; OR
2.7	(II) A SECOND VIOLATION, ON A SEPARATE OCCASION THAN THE

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I	VIOLATION DESCRIBED IN SUBSECTION (2)(c)(1) OF THIS SECTION, IN A
2	TWELVE-MONTH PERIOD, OF A CITY ORDINANCE CONCERNING
3	MULTIFAMILY RESIDENTIAL PROPERTY ON THE PROPERTY;
4	(3) (a) A PETITIONER SEEKING THE APPOINTMENT OF A RECEIVER
5	PURSUANT TO THIS SECTION MUST FILE AN APPLICATION WITH THE
6	DISTRICT COURT FOR THE COUNTY OR CITY AND COUNTY WHERE THE
7	MULTIFAMILY RESIDENTIAL PROPERTY IS LOCATED.
8	(b) (I) THE DISTRICT COURT SHALL NOT HOLD A HEARING
9	CONCERNING AN APPLICATION FOR THE APPOINTMENT OF A RECEIVER
10	PURSUANT TO THIS SECTION SOONER THAN SEVENTY-TWO HOURS AFTER
11	THE FOLLOWING PARTIES HAVE BEEN SERVED WITH NOTICE THEREOF, AS
12	PROVIDED IN THE COLORADO RULES OF CIVIL PROCEDURE:
13	(A) THE OWNER OF RECORD OF THE MULTIFAMILY RESIDENTIAL
14	PROPERTY;
15	(B) ANY LESSEE OR MORTGAGEE OF THE MULTIFAMILY
16	RESIDENTIAL PROPERTY;
17	(C) THE CITY IN WHICH THE MULTIFAMILY RESIDENTIAL PROPERTY
18	IS LOCATED;
19	(D) THE COUNTY OR CITY AND COUNTY IN WHICH THE
20	MULTIFAMILY RESIDENTIAL PROPERTY IS LOCATED;
21	(E) THE ATTORNEY GENERAL'S OFFICE; AND
22	(F) THE DEPARTMENT OF LOCAL AFFAIRS.
23	(II) In providing notice pursuant to subsection (3)(b)(I) of
24	THIS SECTION, A PARTY DOES NOT HAVE TO PROVIDE NOTICE TO ITSELF.
25	(c) AN APPLICATION FOR APPOINTMENT OF A RECEIVER PURSUANT
26	TO THIS SUBSECTION (3) HAS PRECEDENCE AND PRIORITY OVER ANY CIVIL
7	OP CRIMINAL CASE DENDING IN THE DISTRICT COLIRT WHERE THE

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1	APPLICATION IS FILED.
2	(4) (a) The district court's appointment of a receiver
3	PURSUANT TO THIS SECTION SHALL BE IN ACCORDANCE WITH AND
4	GOVERNED BY RULE 66 OF THE COLORADO RULES OF CIVIL PROCEDURE.
5	(b) To appoint a receiver pursuant to this section, the
6	DISTRICT COURT MUST FIND THAT:
7	(I) GROUNDS FOR THE APPOINTMENT OF A RECEIVER EXIST DUE TO
8	A FINDING BY THE DISTRICT COURT, BASED ON A PREPONDERANCE OF THE
9	EVIDENCE, SUPPORTING THE RELEVANT CLAIMS IN AN APPLICATION
10	SUBMITTED BY A PARTY PURSUANT TO SUBSECTION (2) OF THIS SECTION
11	AND
12	(II) PROPER NOTICE AS REQUIRED BY SUBSECTION (3) OF THIS
13	SECTION HAS BEEN SERVED.
14	(c) A RECEIVER APPOINTED BY THE DISTRICT COURT PURSUANT TO
15	THIS SECTION MUST BE A PERSON WITH KNOWLEDGE AND EXPERIENCE IN
16	THE OPERATION, MAINTENANCE, AND IMPROVEMENT OF RESIDENTIAL
17	HOUSING. THE DISTRICT COURT MAY ALSO REQUIRE THAT THE RECEIVER
18	POST A BOND WITH ADEQUATE SURETIES AS DETERMINED BY THE COURT
19	(d) IN APPOINTING A RECEIVER PURSUANT TO THIS SECTION, THE
20	DISTRICT COURT MUST HOLD A HEARING, AT WHICH TIME THE PARTIES MAY
21	APPEAR AND BE HEARD.
22	(e) Following the hearing described in subsection $(4)(d)$ of
23	THIS SECTION, IF THE COURT APPOINTS A RECEIVER, THE COURT MUST
24	ENTER AN ORDER OF APPOINTMENT THAT SPECIFIES THE DUTIES AND
25	RESPONSIBILITIES OF THE RECEIVER, WHICH MUST INCLUDE THAT THE
26	RECEIVER:
27	(I) WITHIN THIRTY DAYS OF BEING APPOINTED BY THE DISTRICT

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1	COURT, SUBMIT A PLAN TO THE DISTRICT COURT FOR THE REMEDIATION OF
2	ANY VIOLATIONS OF THIS PART 5, A COUNTY OR CITY AND COUNTY PUBLIC
3	HEALTH CODE, OR A MUNICIPAL ORDINANCE;
4	(II) TAKE THE ACTIONS NECESSARY TO ENSURE THAT THE
5	MULTIFAMILY RESIDENTIAL PROPERTY IS NO LONGER IN VIOLATION OF THIS
6	PART 5, A COUNTY OR CITY AND COUNTY PUBLIC HEALTH CODE, OR A
7	MUNICIPAL ORDINANCE;
8	(III) NO LATER THAN EVERY THIRTY DAYS AFTER BEING
9	APPOINTED BY THE DISTRICT COURT, SUBMIT AN ACCOUNTING AND STATUS
10	REPORT TO THE DISTRICT COURT, WHICH MUST INCLUDE ACTIONS THAT
11	HAVE BEEN COMPLETED AND ACTIONS THAT ARE STILL ONGOING TO
12	ACHIEVE COMPLIANCE WITH THIS PART 5, A COUNTY OR CITY AND COUNTY
13	PUBLIC HEALTH CODE, OR A MUNICIPAL ORDINANCE; AND
14	(IV) AT THE END OF THE RECEIVERSHIP, AS DESCRIBED IN
15	SUBSECTION (8) OF THIS SECTION, SUBMIT A FINAL ACCOUNTING AND
16	STATUS REPORT TO THE COURT, WHICH MUST INCLUDE ACTIONS THAT
17	HAVE BEEN COMPLETED AND ACTIONS THAT ARE STILL ONGOING TO
18	ACHIEVE COMPLIANCE WITH THIS PART 5, A COUNTY OR CITY AND COUNTY
19	PUBLIC HEALTH CODE, OR A MUNICIPAL ORDINANCE.
20	(5) (a) A RECEIVER APPOINTED BY THE DISTRICT COURT PURSUANT
21	TO THIS SECTION HAS THE POWER TO:
22	$(I) \ Remediate \ any \ violation \ by \ the \ multifamily \ residential$
23	PROPERTY OF THIS PART 5, A COUNTY OR CITY AND COUNTY PUBLIC
24	HEALTH CODE, OR A MUNICIPAL ORDINANCE;
25	(II) AS NECESSARY TO ACCOMPLISH THE REMEDIATION AND
26	COMPLIANCE DESCRIBED IN SUBSECTION $(5)(a)(I)$ OF THIS SECTION:
2.7	(A) ENTER INTO NEW CONTRACTS:

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1	(B) BORROW MONEY;
2	(C) SECURE FUNDS BY GRANTING LIENS UPON THE MULTIFAMILY
3	RESIDENTIAL PROPERTY; AND
4	(D) RECEIVE RENT FROM TENANTS OF THE MULTIFAMILY
5	RESIDENTIAL PROPERTY, SO LONG AS THAT RENT IS FIRST APPLIED TO THE
6	COSTS OF REMEDIATING ANY VIOLATION BY THE MULTIFAMILY
7	RESIDENTIAL PROPERTY OF THIS PART 5, A COUNTY OR CITY AND COUNTY
8	PUBLIC HEALTH CODE, OR A MUNICIPAL ORDINANCE AND BRINGING THE
9	MULTIFAMILY RESIDENTIAL PROPERTY INTO COMPLIANCE WITH THIS PART
10	5, COUNTY OR CITY AND COUNTY PUBLIC HEALTH CODES, AND MUNICIPAL
11	ORDINANCES; AND
12	(III) EXERCISE ANY OTHER POWERS DEEMED NECESSARY BY THE
13	DISTRICT COURT AND NOT INCONSISTENT WITH RULE 66 OF THE COLORADO
14	RULES OF CIVIL PROCEDURE.
15	(b) THE RECEIVER'S FEES ESTABLISHED IN THE DISTRICT COURT'S
16	ORDER OF APPOINTMENT ENTERED PURSUANT TO SUBSECTION (4)(e) OF
17	THIS SECTION MAY ONLY BE COVERED BY MONEY THAT THE RECEIVER
18	RAISES PURSUANT TO SUBSECTION $(5)(a)(II)(C)$ OF THIS SECTION.
19	(c) IN EXERCISING ITS POWERS PURSUANT TO THIS SUBSECTION (5),
20	A RECEIVER IS NOT REQUIRED TO EMPLOY STANDARD PUBLIC BIDDING
21	PRACTICES AND MAY:
22	(I) CARRY OUT EXECUTORY CONTRACTS;
23	(II) ENTER INTO NEW CONTRACTS;
24	(III) BORROW MONEY;
25	(IV) MORTGAGE OR PLEDGE PROPERTY;
26	(V) SELL ASSETS AT PUBLIC OR PRIVATE SALE;
27	(VI) MAKE AND RECEIVE CONVEYANCES IN THE CORPORATE NAME;

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1	(VII) LEASE REAL ESTATE;
2	(VIII) SETTLE OR COMPROMISE CLAIMS;
3	$(IX)\ Commence\ and\ Prosecute\ all\ actions\ and\ Proceedings$
4	NECESSARY TO ENABLE LIQUIDATION; AND
5	(X) DISTRIBUTE ASSETS EITHER IN CASH OR IN KIND AMONG
6	MEMBERS ACCORDING TO THEIR RESPECTIVE RIGHTS AFTER PAYING OR
7	ADEQUATELY PROVIDING FOR THE PAYMENT OF LIABILITIES.
8	(6) The receiver shall perform duties, assume
9	RESPONSIBILITIES, AND PRESERVE THE MULTIFAMILY RESIDENTIAL
10	PROPERTY IN ACCORDANCE WITH ESTABLISHED PRINCIPLES OF LAW FOR
11	RECEIVERS OF REAL PROPERTY.
12	(7) NOTHING IN THIS SECTION PREVENTS THE COURT FROM
13	ALTERING OR AMENDING THE TERMS AND CONDITIONS OF THE
14	RECEIVERSHIP OR THE RECEIVER'S RESPONSIBILITIES AND DUTIES
15	FOLLOWING A HEARING, AT WHICH TIME THE PARTIES MAY APPEAR AND BE
16	HEARD, AND NOTHING IN THIS SECTION PROHIBITS THE PARTIES FROM
17	STIPULATING TO THE TERMS AND CONDITIONS OF THE RECEIVERSHIP AND
18	THE RESPONSIBILITIES AND DUTIES OF THE RECEIVER, INCLUDING THE
19	DURATION THEREOF, WHICH STIPULATION MUST BE SUBMITTED TO THE
20	COURT FOR APPROVAL.
21	(8) (a) NO SOONER THAN ONE HUNDRED EIGHTY DAYS AFTER THE
22	DISTRICT COURT HAS APPOINTED A RECEIVER FOR A MULTIFAMILY
23	RESIDENTIAL PROPERTY, ANY OF THE FOLLOWING MAY SUBMIT AN
24	APPLICATION TO THE DISTRICT COURT SEEKING THE TERMINATION OF THE
25	RECEIVERSHIP:
26	(I) THE OWNER OF THE MULTIFAMILY RESIDENTIAL PROPERTY;
2.7	(II) THE ATTORNEY GENERAL'S OFFICE:

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1	(III) THE CITY IN WHICH THE MULTIFAMILY RESIDENTIAL PROPERTY
2	IS LOCATED; AND
3	(IV) THE COUNTY OR CITY AND COUNTY IN WHICH THE
4	MULTIFAMILY RESIDENTIAL PROPERTY IS LOCATED.
5	(b) A DISTRICT COURT MAY ONLY TERMINATE A RECEIVERSHIP IF
6	IT:
7	(I) RECEIVES AN APPLICATION TO TERMINATE THE RECEIVERSHIP
8	PURSUANT TO SUBSECTION (8)(a) OF THIS SECTION;
9	(II) FINDS THAT TERMINATING A RECEIVERSHIP IS IN THE PUBLIC
10	INTEREST; AND
11	(III) FINDS THAT THE OWNER OF THE MULTIFAMILY RESIDENTIAL
12	PROPERTY HAS:
13	(A) DEMONSTRATED THAT IT WILL CARRY OUT ANY REMAINING
14	ACTIONS IDENTIFIED BY THE RECEIVER AS NECESSARY TO ENSURE THAT
15	THE MULTIFAMILY RESIDENTIAL PROPERTY IS NO LONGER IN VIOLATION OF
16	THIS PART 5, A COUNTY OR CITY AND COUNTY PUBLIC HEALTH CODE, OR A
17	MUNICIPAL ORDINANCE;
18	(B) PAID OR DEPOSITED WITH THE DISTRICT COURT ANY MONEY
19	NECESSARY FOR THE RECEIVER TO COMPLETE THEIR DUTIES PURSUANT TO
20	THIS SECTION;
21	(C) AGREED TO ASSUME ALL LEGAL OBLIGATIONS, INCLUDING
22	DEBT, INCURRED BY THE RECEIVER IN CONNECTION WITH THE
23	RECEIVERSHIP OF THE MULTIFAMILY RESIDENTIAL PROPERTY;
24	(D) PAID ALL LIENS ON THE MULTIFAMILY RESIDENTIAL PROPERTY,
25	AS WELL AS ANY COSTS INCURRED BY THE RECEIVER IN CONNECTION WITH
26	THE RECEIVERSHIP OF THE MULTIFAMILY RESIDENTIAL PROPERTY; AND
27	(E) POSTED A BOND WITH THE DISTRICT COURT IN AN AMOUNT

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1	DETERMINED BY THE DISTRICT COURT AND EQUAL TO NOT MORE THAN
2	FIFTY PERCENT OF THE FAIR MARKET VALUE OF THE MULTIFAMILY
3	RESIDENTIAL PROPERTY, WHICH BOND IS FORFEITED IN THE EVENT OF
4	FUTURE VIOLATION BY THE MULTIFAMILY RESIDENTIAL PROPERTY OF THIS
5	PART 5, A COUNTY OR CITY AND COUNTY PUBLIC HEALTH CODE, OR A
6	MUNICIPAL ORDINANCE AND FAILURE TO BRING THE MULTIFAMILY
7	RESIDENTIAL PROPERTY INTO COMPLIANCE WITH THIS PART 5, COUNTY OR
8	CITY AND COUNTY PUBLIC HEALTH CODES, AND MUNICIPAL ORDINANCES,
9	AND WHICH BOND IS RELEASED WHEN THE ACTIONS, OBLIGATIONS, AND
10	INDEBTEDNESS IDENTIFIED IN THIS SUBSECTION (8)(b)(III) ARE
11	COMPLETED OR OTHERWISE SATISFIED.
12	(c) NOTWITHSTANDING SUBSECTION (8)(b) OF THIS SECTION, THE
13	DISTRICT COURT MAY TERMINATE THE RECEIVERSHIP UPON A FINDING
14	THAT THE RECEIVER HAS COMPLETED ITS WORK AND THAT ALL
15	VIOLATIONS BY THE MULTIFAMILY RESIDENTIAL PROPERTY OF THIS PART
16	5, A  COUNTY  OR  CITY  AND  COUNTY  PUBLIC  HEALTH  CODE, OR  A  MUNICIPAL
17	ORDINANCE HAVE BEEN REMEDIED AND THE MULTIFAMILY RESIDENTIAL
18	PROPERTY HAS BEEN BROUGHT INTO COMPLIANCE WITH THIS PART 5,
19	COUNTY OR CITY AND COUNTY PUBLIC HEALTH CODES, AND MUNICIPAL
20	ORDINANCES.
21	(d) Upon a finding that the owner of the multifamily
22	RESIDENTIAL PROPERTY HAS NOT COMPLIED WITH ANY OF THE CONDITIONS
23	IDENTIFIED IN SUBSECTION $(8)(b)(III)$ of this section, the district
24	COURT MAY REAPPOINT THE RECEIVER.
25	(e) AFTER TERMINATING THE RECEIVERSHIP PURSUANT TO THIS
26	SUBSECTION (8), THE DISTRICT COURT:

(I) MAY APPOINT THE RECEIVER, OR ANOTHER QUALIFIED ENTITY

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1	THAT SATISFIES THE REQUIREMENTS OF A RECEIVER ESTABLISHED IN
2	SUBSECTION (4)(c) OF THIS SECTION, TO MONITOR THE OWNER'S
3	OPERATION AND MAINTENANCE OF THE MULTIFAMILY RESIDENTIAL
4	PROPERTY; AND
5	(II) SHALL ORDER A FINAL ACCOUNTING AND FINALLY FIX THE FEES
6	AND EXPENSES OF THE RECEIVER FOLLOWING A HEARING, AT WHICH TIME
7	THE PARTIES MAY APPEAR AND BE HEARD.
8	(9) Notwithstanding anything in this section to the
9	CONTRARY:
10	(a) Nothing in this section relieves the owner of the
11	MULTIFAMILY RESIDENTIAL PROPERTY OF ANY CIVIL OR CRIMINAL
12	LIABILITY OR ANY DUTY IMPOSED BY REASON OF ACTS OR OMISSIONS OF
13	THE OWNER, NOR DOES THE DISTRICT COURT'S APPOINTMENT OF A
14	RECEIVER SUSPEND ANY OBLIGATION THE OWNER OF THE MULTIFAMILY
15	RESIDENTIAL PROPERTY OR ANY OTHER PERSON MAY HAVE FOR PAYMENT
16	OF TAXES, ANY OPERATING OR MAINTENANCE EXPENSES, OR MORTGAGES
17	OR LIENS, OR FOR REPAIR OF THE MULTIFAMILY RESIDENTIAL PROPERTY;
18	(b) A RECEIVER APPOINTED BY A DISTRICT COURT PURSUANT TO
19	THIS SECTION IS LIABLE FOR INJURIES TO PERSONS AND PROPERTY TO THE
20	SAME EXTENT AS THE OWNER OF THE MULTIFAMILY RESIDENTIAL
21	PROPERTY WOULD HAVE BEEN LIABLE; EXCEPT THAT, SUCH LIABILITY IS
22	LIMITED TO THE ASSETS AND INCOME OF THE RECEIVERSHIP, INCLUDING
23	ANY PROCEEDS OF INSURANCE PURCHASED BY THE RECEIVER IN ITS
24	CAPACITY AS RECEIVER;
25	(c) A RECEIVER IS NOT PERSONALLY LIABLE FOR ACTIONS OR
26	INACTIONS WITHIN THE SCOPE OF THE RECEIVER'S CAPACITY AS RECEIVER;
27	(d) Only a suit approved by the district court that

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1	APPOINTS THE RECEIVER MAY BE BROUGHT AGAINST THE RECEIVER; AND
2	(e) NOTHING IN THIS SECTION LIMITS THE RIGHT OF TENANTS TO
3	RAISE ANY COUNTERCLAIMS OR DEFENSES IN ANY SUMMARY PROCESS OR
4	OTHER ACTION REGARDING POSSESSION BROUGHT BY A RECEIVER.
5	SECTION 6. Act subject to petition - effective date. This act
6	takes effect at 12:01 a.m. on the day following the expiration of the
7	ninety-day period after final adjournment of the general assembly; except
8	that, if a referendum petition is filed pursuant to section 1 (3) of article V
9	of the state constitution against this act or an item, section, or part of this
10	act within such period, then the act, item, section, or part will not take
11	effect unless approved by the people at the general election to be held in
12	November 2026 and, in such case, will take effect on the date of the
13	official declaration of the vote thereon by the governor.

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