presiding officer of the Rochester city council, and chair of the Olmsted county board has been filed in the office of the commissioner.

<u>Subd. 3.</u> REVISOR INSTRUCTION. The revisor of statutes shall delete the route identified in subdivision 1 in the next and subsequent editions of Minnesota Statutes following the completion of the agreement.

### Sec. 5. EFFECTIVE DATE.

Sections 1 to 3 are effective the day following final enactment.

Approved April 20, 1988

#### CHAPTER 566-H.F.No. 2134

An act relating to real property; requiring recordation of transfers of contracts for deed; providing penalties; amending Minnesota Statutes 1986, section 507.235.

## BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 1986, section 507.235, is amended to read:

Subdivision 1. FILING REQUIRED. All contracts for deed executed on or after January 1, 1984, shall be recorded by the vendee within six four months in the office of the county recorder or registrar of titles in the county in which the land is situated located. Any other person may record the contract.

A person receiving an assignment of a vendee's interest in a contract for deed that is transferred on or after January 1, 1989, shall record the assignment within four months of the date of transfer in the office of the county recorder or registrar of titles in the county in which the land is located. For the purpose of this section, "assignment" means an assignment or other transfer of all or part of a vendee's interest in a contract for deed. Any other person may record an assignment.

Subd. 2. PENALTY FOR FAILURE TO FILE. (a) If a contract for deed is not filed A vendee who fails to record a contract for deed, as required by subdivision 1, is subject to a civil penalty, payable under subdivision 5, is imposed equal to 0.15 two percent of the principal amount of the contract debt. Payments of the penalty shall be deposited in the general fund of the county. The penalty shall be may be enforced as a lien against the vendee's interest in the property and shall have the same priority and be collected in the same manner provided for real property taxes.

(b) A person receiving an assignment of a vendee's interest in a contract for deed who fails to record the assignment as required by subdivision 1 is subject to a civil penalty, payable under subdivision 5, equal to two percent of the

New language is indicated by underline, deletions by strikeout.

original principal amount of the contract debt. Payments of the penalty must be deposited in the general fund of the county. The penalty may be enforced as a lien against the vendee's interest in the property.

- Subd. 3. DISCLOSURE. (a) Whenever a contract for deed or assignment of a vendee's interest in a contract for deed is not recorded and a city or county attorney requires information concerning the contract for deed or assignment of contract for deed for the performance of the attorney's duties on behalf of the city or county, the city or county attorney may request disclosure under paragraph (b).
- (b) A vendor, vendee, or current or former holder of a vendor's or vendee's interest in a contract for deed, a person who collects payments made under a contract for deed, or a person in possession of the property subject to a contract for deed shall, on written request that includes a copy of this section made by the city or county attorney of the city or county in which the property is located, disclose all information known to the person relating to:
- (1) the identity and residence or office mailing address of the parties to the contract for deed; and
  - (2) any assignments of the contract for deed.

The disclosure also must include any legible, true and correct copies of each contract for deed and assignment documents in the possession of or reasonably available to the person required to disclose.

The information must be disclosed in writing to the city or county attorney within 14 days of receipt of the written request.

- Subd. 4. CRIMINAL PENALTY. A person who is required to record a contract for deed or an assignment of a contract for deed under subdivision 1 and who fails to record the contract for deed or assignment within 14 days of receipt of the notice required under subdivision 5 is guilty of a misdemeanor. A city in which the land is located or, if the land is not located within a city, the county in which the land is located, may prosecute criminal violations of this section. This criminal liability is in addition to civil liability imposed under this section.
- Subd. 5. CIVIL ENFORCEMENT. (a) A city in which the land is located or, if the land is not located within a city, the county in which the land is located, may enforce the provisions of this section. The city or county may bring an action to compel the recording of a contract for deed or any assignments of a contract for deed, an action to impose the civil penalty, or an action to compel disclosure of information.
- (b) Prior to bringing an action under this subdivision to compel recording or to impose the penalty, or an action under subdivision 4, the city or county must provide written notice to the person, subject to subdivision 1, of the

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person's duty to record the contract for deed or the assignment. If the person so notified fails to record the contract for deed or assignment documents within 14 days of receipt of the notice, an action may be brought.

- (c) It is an affirmative defense in an enforcement action under this section that the contract for deed or assignment document is not recordable, or that section 272.121 prohibits the recording of the contract for deed or assignment, and that the defendant has provided to the city or county attorney true and correct copies of the documents within 14 days after receipt of the notice.
- (d) In an action brought under this subdivision, the city or county attorney may recover costs and disbursements, including reasonable attorney fees.

Approved April 20, 1988

# CHAPTER 567—H.F.No. 2190

An act relating to local government; permitting certain cities and towns to contribute to certain hospitals.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

# Section 1. HOSPITAL SERVICE.

The cities of Dovray, Jeffers, Storden, Walnut Grove, and Westbrook, and the towns of Amboy, Amo, Ann, Belfast, Bondin, Dale, Des Moines River, Dovray, Germantown, Highwater, Holly, Lime Lake, North Hero, Rose Hill, Shetek, Southbrook, Springdale, Springfield, Storden, and Westwood, all in Cottonwood, Murray, and Redwood counties, may contribute gifts to the Schmidt Memorial Hospital in the city of Westbrook.

### Sec. 2. HOSPITAL SERVICE.

The cities of Comfrey and Darfur, and the towns of Bashaw, Selma, Stately, Mulligan, Delton, and Adrian, all in Cottonwood, Brown, and Watonwan counties, may contribute gifts to the Comfrey Hospital in the city of Comfrey.

#### Sec. 3. HOSPITAL SERVICE.

The city of Mountain Lake, and the towns of Midway, Selma, Mountain Lake, Lakeside, and Carson, all in Cottonwood county, may contribute gifts to the Mountain Lake Hospital in the city of Mountain Lake.

## Sec. 4. EFFECTIVE DATE.

<u>Pursuant to Minnesota Statutes, section 645.023, subdivision 1, this act takes effect without local approval on the day following final enactment.</u>

Approved April 20, 1988

New language is indicated by underline, deletions by strikeout.