1 HOUSE OF REPRESENTATIVES - FLOOR VERSION 2 STATE OF OKLAHOMA 3 1st Session of the 58th Legislature (2021) HOUSE BILL 2225 4 By: Moore of the House 5 and Weaver of the Senate 6 7 8 9 AS INTRODUCED 10 An Act relating to cities and towns; amending 11 O.S. 2011, Section 34-104, as amended by Section 1, Chapter 166, O.S.L. 2012 (11 O.S. Supp. 2020, Section 11 34-104), which relates to disposition of property or 12 money; modifying process for disposing of certain property or money; specifying certain notice is 1.3 required; determining whether property was seized in connection to criminal investigation; specifying 14 entity that shall file certain application; modifying required hearing timeline; modifying certain notice 15 requirements; specifying entity to dispose of property; clarifying process involving sale or 16 donation to third parties; authorizing transfer of certain currency; directing certain processes for 17 disposition of property under other circumstances; authorizing certain notice; providing notice not 18 required for property of certain value; providing that notice is effective under certain circumstances; 19 and providing an effective date. 2.0 2.1 22 23 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 2.4

SECTION 1. AMENDATORY 11 O.S. 2011, Section 34-104, as amended by Section 1, Chapter 166, O.S.L. 2012 (11 O.S. Supp. 2020, Section 34-104), is amended to read as follows:

Section 34-104. A. Any chief of police <u>or designee</u> is authorized to dispose of personal property or money or legal tender as provided in this section or the <u>charter ordinances</u> of the municipality, which has come into the possession of the <u>chief of</u> police <u>in any manner</u> department of the municipality if:

- 1. The owner of the personal property or money or legal tender is unknown or has not claimed the property <u>after any required</u> notice;
- 2. The property or money or legal tender has been in the custody of the chief of police for at least ninety (90) days; and
- 3. The property or money or legal tender or any part thereof is no longer needed to be held as evidence or for any other purpose in connection with any litigation. In the event the property, money or legal tender was seized by the police department in connection with a criminal investigation or arrest, this determination shall be made by the court which has jurisdiction over the criminal offense, if an information or indictment is pending, pursuant to Section 1321 of

 Title 22 of the Oklahoma Statutes, or by a prosecuting authority if charges have been disposed of or have been declined.
- B. The chief of police shall municipality may file an application in the district court in which the situs of government

of the municipality is located requesting the authority of the court to conduct a sale of the personal property which has a fair market value of more than its face value. The chief of police shall attach to the application shall contain a list describing the property including any identifying numbers and marks, the date the property came into the possession of the chief of police municipality, and the name of the owner and the person in last possession, if different, and the address of the person, if known. The court shall set the application for hearing not less than ten (10) fifteen (15) days nor more than twenty (20) days after filing of the application.

C. In any instance where the property has an actual or apparent value of more than Two Hundred Fifty Dollars (\$250.00), at least ten (10) eleven (11) days prior to the date of the hearing, written notice of the hearing shall be sent by first-class mail, postage prepaid, to each owner and person last in possession of the property at the address as listed in the application. If the owner of any property with an actual or apparent value exceeding Five Hundred Dollars (\$500.00) is unable to be served written notice by first-class mail, notice shall be provided by one publication at least three (3) days prior to the hearing in a newspaper of general circulation in the county where the property is in custody. The notice shall contain a brief description of the property of the owner and the place and date of the hearing and a description of the property, or the location of a list available for review during

- business hours in which the property is described and any known

 owner identified. The notice shall be posted at the assigned place

 for the posting of municipal notices, and at two other public places

 in the municipality.
 - D. If no owner appears and establishes ownership to the property at the hearing, the court shall enter an order authorizing the chief of police municipality to dispose of the property as follows:
 - 1. Donate the property having value of less than Five Hundred Dollars (\$500.00) to a not-for-profit corporation as defined in Title 18 of the Oklahoma Statutes for use by needy families;
 - 2. Sell the personal property for cash to the highest bidder, after at least five (5) days' notice of the sale has been published;
 - 3. Transfer the property to a third-party agent under contract with the governing body of the chief of police municipality for sale by Internet or other electronic means, regardless of whether the sale structure or distribution site is within the State of Oklahoma; or
 - 4. By any other means as determined appropriate by the court, including but not limited to, destruction.
 - Regardless of If the means of disposition involve a sale or donation to the third party, the chief of police or designee shall make a return of the donation or sale and the order of the court confirming the donation or sale shall vest title to the property in

the recipient or purchaser. After payment of court costs and other expenses, the remainder of money received from the sale of the personal property shall be deposited in the municipal general fund.

All money or legal tender which has come into the possession of the chief of police municipality pursuant to the circumstances provided for in subsection A of this section shall be transferred by the chief of police or designee to the municipal clerk or municipal treasurer for deposit in the municipal general fund. Prior to any transfer, the chief of police municipality shall file an application in the district court requesting the court to enter an order authorizing the chief of police or designee to transfer the money for deposit in the municipal general fund. The application shall describe the money or legal tender, the date the same came into the possession of the chief of police department, and the name of the owner and the address of the owner, if known. Upon filing the application which may be joined with an application as described in subsection B of this section, a hearing shall be set not less than ten (10) days nor more than twenty (20) fifteen (15) days from the filing of the application. Notice of the hearing shall be given as provided for in subsection C of this section. The notice shall state that upon failure of anyone to appear to prove ownership to the money or legal tender, the court shall order the same to be deposited in the municipal general fund. The notice may be combined with a notice to sell personal property as provided for in

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subsection B of this section. If no one appears to claim and prove ownership to the money or legal tender at the hearing, the court shall order the same to be transferred to the municipal general fund as provided in this subsection.

Notwithstanding any other provision of this section, if

authorized by ordinance, the municipality may transfer any currency
received into a depository account for the benefit of its known or
unknown owners prior to any court order for disposition of the money
or legal tender.

- F. The Except as provided in this subsection, the provisions of this section shall not apply to any dangerous or deadly weapons, narcotic or poisonous drugs, explosives, or any property of any kind or character, which the possession of which is prohibited by law. By order of the trial court, any property filed as an exhibit or held by the municipality as evidence or as contraband shall be destroyed or sold or disposed of, pursuant to the conditions prescribed in the order. To the extent the provisions of this section do not apply, the court shall follow the procedures in Section 1321 of Title 22 of the Oklahoma Statutes. No forfeiture proceeding shall be necessary to authorize the destruction of property that cannot be returned lawfully to its owner.
- G. The municipality is hereby authorized to establish a procedure for the registration of "lost and found" property. The procedure shall give the finder of any property the option of

relinquishing any future claim to found property at the time its possession is surrendered to the police or other agent of the municipality, or of retaining possession of the property after registering its description and the <u>finders finder's</u> identity with the police department or other agent of the municipality. Only The municipality may require that only property in which the finder relinquishes any future claim to its ownership will be stored in municipal police property rooms.

- H. The municipality may provide by ordinance that a percentage of the money or legal tender deposited in the municipal general fund as provided in subsection D or E of this section may be paid as a finders finder's fee for services rendered to any person who found the unclaimed personal property or money or legal tender and delivered it to, or registered it with, the chief of police or other agent of the municipality.
- I. The municipality may provide written notice at the time of arrest or detention that certain property is available for return within ninety (90) days, if the property was not seized as evidence.

 If the property is or appears to be worth less than Two Hundred Fifty Dollars (\$250.00), no further notice is required prior to obtaining a court order for disposition of the property in accordance with this section. A notice left with a detainee's personal property at the detention facility shall be presumed to have been returned to the detainee at the time of his or her release

1	and shall satisfy the officer's obligation to deliver a receipt to
2	the detainee in connection with an arrest for a public offense.
3	SECTION 2. This act shall become effective November 1, 2021.
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5	COMMITTEE REPORT BY: COMMITTEE ON JUDICIARY - CIVIL, dated
6	02/16/2021 - DO PASS, As Coauthored.
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HB2225 HFLR BOLD FACE denotes Committee Amendments.