2nd Sub. (Gray) H.B. 56

150	(1) An owner of an interest in a project property that is subject to a recorded
151	preconstruction lien or a recorded construction lien $\hat{H} \rightarrow \underline{hat}$ is not cancelled or withdrawn $\leftarrow \hat{H}$
151a	may petition the district court in the county
152	in which the project property is located for summary relief to nullify the preconstruction lien or
153	the construction lien if the owner claims that the preconstruction lien or the construction lien is
154	invalid because:
155	(a) the lien claimant did not timely file a notice of preconstruction service under
156	Section 38-1a-401; or
157	(b) the lien claimant did not timely file a preliminary notice under Section 38-1a-501.
158	(2) A petition under Subsection (1) shall:
159	(a) state with specificity the claim that the lien claimant's preconstruction lien or the
160	lien claimant's construction lien is invalid because the lien claimant did not file a notice of
161	preconstruction service or a preliminary notice, as applicable;
162	(b) be supported by a sworn affidavit of the petitioner; and
163	(c) be served on the lien claimant, in accordance with the Rules of Civil Procedure,
164	within three business days after the day on which the petitioner files the petition in the district
165	<u>court.</u>
166	(3) (a) If the court finds that a petition does not meet the requirements described in
167	Subsection (2), the court may dismiss the petition without a hearing.
168	(b) If the court finds that a petition meets the requirements described in Subsection (2),
169	the court shall schedule an expedited hearing to determine whether the preconstruction lien or
170	the construction lien is invalid because the lien claimant failed to file a notice of
171	preconstruction service or a preliminary notice, as applicable.
172	(4) (a) If the court grants a hearing, within three business days after the day on which
173	the court schedules the hearing $\hat{H} \rightarrow$ and at least seven business days before the day on which the
173a	hearing is scheduled $\leftarrow \hat{H}$, the petitioner shall serve on the lien claimant, in accordance
174	with the Rules of Civil Procedure, a copy of the petition, notice of the hearing, and a copy of
175	the court's order granting the expedited hearing.
176	(b) The lien claimant may attend the hearing and contest the petition.
177	(5) An expedited proceeding under this section may only determine:
178	(a) whether the lien claimant filed a notice of preconstruction service or a preliminary
179	notice; and
180	(b) if the lien claimant failed to file a notice of preconstruction service or a preliminary

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181	notice, whether the lien claimant's preconstruction lien or construction lien is valid.
182	(6) (a) If, following a hearing, the court determines that the preconstruction lien or the
183	construction lien is invalid, the court shall issue an order that:
184	(i) contains a legal description of the property;
185	(ii) declares the preconstruction lien or the construction lien void ab initio;
186	(iii) releases the property from the lien; and
187	(iv) awards costs and reasonable attorney fees to the petitioner.
188	(b) The petitioner may submit a copy of an order issued under Subsection (6)(a) to the
189	county recorder for recording.
190	(7) (a) If, following a hearing, the court determines that the preconstruction lien or the
191	construction lien is valid, the court shall $\hat{\mathbf{H}} \rightarrow :$
191a	(i) $\leftarrow \hat{H}$ dismiss the petition $\hat{H} \rightarrow ; \leftarrow \hat{H}$ and $\hat{H} \rightarrow [may]$
191b	(ii) $\leftarrow \hat{H}$ award costs and
192	reasonable attorney fees to the lien claimant.
193	(b) The dismissal order shall contain a legal description of the property.
194	(c) The lien claimant may submit a copy of the dismissal order to the county recorder
195	for recording.
196	(8) If a petition under this section contains a claim for damages, the proceedings related

197 to the claim for damages may not be expedited under this section.