

28 part shall pay into the assessment fund all applicable annual installments of assessments and  
29 interest for as long as the local entity owns the property.

30 (b) A local entity may make payments required under this Subsection (1) from the  
31 guaranty fund or reserve fund.

32 (2) (a) ~~H→~~ [~~S→~~] [f] In [f] [~~For assessment bonds, refunding assessment bonds, interim~~  
32a1 ~~warrants, or~~

32a ~~bond anticipation notes sold after May 12, 2015, in ←S] ←H~~ lieu of making payments under  
32b Subsection (1), a local entity may elect to

33 transfer title of the property to the owners of all outstanding assessment bonds, refunding  
34 assessment bonds, interim warrants, or bond anticipation notes as payment in full for all  
35 delinquent assessments with respect to the property[-] only if:

36 (i) the local entity and owners agree to the election to transfer; and

37 (ii) an indenture, private placement memo, or other document or contract

38 memorializing the terms of debt explicitly discloses the terms of the agreement described in  
39 Subsection (2)(a)(i).

40 (b) If a local entity transfers title to property as provided in Subsection (2)(a) or sells  
41 property it has received from a tax sale or foreclosure, the selling price may not be less than the  
42 amount sufficient to reimburse the local entity for all amounts the local entity paid with respect  
43 to an assessment on the property, including an amount sufficient to reimburse the guaranty  
44 fund or reserve fund, as the case may be, for all amounts paid from the fund for delinquent  
45 assessments or installments of assessments relating to the property, plus interest, penalties, and  
46 costs.

47 (c) Each local entity that sells property it has received from a tax sale or foreclosure  
48 shall place the money it receives from the sale into the guaranty fund, reserve fund, or other  
49 local entity fund, as the case may be, to the extent of full reimbursement as required in this  
50 section.

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**Legislative Review Note**  
as of 2-12-15 11:13 AM

**Office of Legislative Research and General Counsel**