To: Judiciary A

By: Representative Zuber

## HOUSE BILL NO. 886

- AN ACT TO AMEND SECTION 85-7-405, MISSISSIPPI CODE OF 1972,
  TO REQUIRE THAT A LIS PENDENS NOTICE OF A LIEN SHALL BE FILED
  WITHIN THIRTY DAYS AFTER THE COMMENCEMENT OF THE ACTION; TO BRING
  FORWARD SECTIONS 85-7-419 AND 85-7-433, MISSISSIPPI CODE OF 1972,
  WHICH RELATE TO LIENS ON REAL ESTATE OR OTHER PROPERTY, FOR
  PURPOSES OF POSSIBLE AMENDMENT; AND FOR RELATED PURPOSES.
- 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 8 SECTION 1. Section 85-7-405, Mississippi Code of 1972, is
- 9 amended as follows:
- 10 85-7-405. (1) To make good a lien created in Section
- 11 85-7-403(1), it must be created and declared in accordance with
- 12 the following provisions, and on failure of any of them, the lien
- 13 shall not be effective or enforceable:
- 14 (a) A substantial compliance by the party claiming the
- 15 lien with the party's contract, subcontract or purchase order for
- 16 work performed or labor, services or material provided in the
- 17 building, repairing, or improving of real estate; for
- 18 architectural services furnished; for registered land surveying or
- 19 registered professional engineering services furnished or
- 20 performed; or for materials or machinery furnished;

21	(b) The filing for record of the claim of lien in the
22	office of the clerk of the chancery court of the county where the
23	property is located within ninety (90) days after the claimant's
24	last work performed, labor, services or materials provided, the
25	furnishing of architectural services, or the furnishing or
26	performing of surveying or engineering services. The lien shall
27	include a statement regarding its expiration pursuant to Section
28	85-7-421(1) and a notice to the owner of the property on which a
29	claim of lien is filed that the owner has the right to contest the
30	lien; the absence of the statement or notice shall invalidate the
31	lien. The claim shall be in substance as follows:
32	"A.B., a mechanic, contractor, subcontractor, materialman,
33	machinist, manufacturer, registered architect, registered
34	forester, registered land surveyor, registered professional
35	engineer, or other person (as the case may be) claims a lien in
36	the amount of (specify the amount claimed) on the building,
37	structure, house, factory, mill, machinery, or railroad (as the
38	case may be) and the premises or real estate on which it is
39	erected or built, of C.D. (describing the houses, premises, real
40	estate, or railroad), for satisfaction of a claim which became due
41	on (specify the date the claim was due * * *) for work performed
42	or labor, services provided (or whatever the claim may be).
43	THIS CLAIM OF LIEN EXPIRES AND IS VOID ONE HUNDRED EIGHTY
44	(180) DAYS FROM THE DATE OF FILING OF THE CLAIM OF LIEN IF A

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- 45 PAYMENT ACTION IS NOT FILED BY THE CLAIMANT WITHIN THAT TIME
- 46 PERIOD.
- 47 NOTICE TO OWNER OF PROPERTY: You have the right to contest
- 48 this claim of lien pursuant to Mississippi law."
- No later than two (2) business days after the claim of lien
- 50 is filed of record, the lien claimant shall send a true and
- 51 accurate copy of the claim of lien by registered or certified mail
- 52 or statutory overnight delivery to the owner of the property or,
- 53 if the owner's address cannot be found, the contractor, as the
- 54 agent of the owner; if the property owner is an entity on file
- 55 with the Secretary of State's office, sending a copy of the claim
- of lien to the entity's address or the registered agent's address
- 57 shall satisfy this requirement. If the lien claimant is not the
- 58 contractor, he shall also send a copy of the claim of lien within
- 59 two (2) business days by registered or certified mail or statutory
- 60 overnight delivery to the contractor or to the contractor's
- 61 registered agent \* \* \*;
- 62 (c) (i) A payment action for the recovery of the
- 63 amount of the lien claimant's claim against the party he
- 64 contracted with shall be commenced in county, circuit or chancery
- 65 court within \* \* \* thirty (30) days \* \* \* after the date of filing
- 66 for record of the lien claimant's claim of lien. A lis pendens
- 67 notice shall be filed with the commencement of the action with a
- 68 copy to the owner and contractor;

69	(ii) The payment action shall be commenced by
70	summons and complaint. The defendants shall be summoned, as in
71	other actions at law, to appear and defend the action; and in case
72	any necessary party defendant shall be a nonresident of or absent
73	from the state, or cannot be found, he may be made a party by
7 4	publication, as in cases of nonresident or absent defendants in
75	chancery, requiring him to appear on a day to be therein named;
76	and in default of appearance, the same proceedings shall be had as
77	if the defendant had been duly summoned and made default;
78	(iii) Nothing in this paragraph (c) shall
79	prejudice the parties' contractual rights to arbitration, as
30	applicable;
31	(iv) The failure to file the lis pendens notice,
32	within the time set forth in subsection (c)(i) of this section,
33	shall invalidate the lien claimant's claim of lien;
34	(d) (i) The commencement of a payment action under
35	paragraph (c) is not required if the owner has not made payment to
36	the contractor and the lien claimant cannot secure a final
37	judgment against the party with whom the lien claimant contracted
88	because:
39	1. The party has been adjudicated a bankrupt;
90	2. If an individual, the party is deceased;
91	or

92	3. Payment is not due to the lien claimant
93	under the applicable contract agreement until after payment is
94	received by the party with whom the lien claimant contracted.
95	(ii) If * * * <u>subparagraph</u> (i) of this * * *
96	paragraph (d) applies, the person or persons furnishing labor,
97	services or materials may enforce the lien directly against the
98	property in a lien action against the owner if it is filed within
99	the required time for filing a payment action, with the judgment
100	rendered in the proceeding to be limited to a judgment in rem
101	against the property improved and to impose no personal liability
102	upon the owner of the property. A lis pendens notice shall be
103	filed with the commencement of this lien action with a copy to the
104	owner and the contractor.
105	(iii) Nothing in this paragraph (d) shall impact
106	or negate the rights and defenses available pursuant to Section
107	85-7-413 or 85-7-419 * * * <u>;</u>
108	(e) A claim of lien may be amended at any time to
109	increase or reduce the amount claimed, and the amended claim of
110	lien shall relate back to the date of filing for record of the
111	original claim of lien. An amended claim of lien filed for record
112	pursuant to this subsection shall be sent to the owner of the

property in the same manner as required for a claim of lien

in \* \* \* paragraph (b) of this <u>subsection</u> and shall be in

substance as follows:

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- 116 "That certain claim of lien filed by A.B. against property of 117 C.D. on (date) and recorded at book (book#), page (page#) in the lien index of (name of county) County is hereby amended by 118 increasing/reducing (cross out one) the amount of the claim of 119 120 lien to (specify reduced amount claimed). The remaining terms of 121 the original claim of lien are hereby incorporated by reference 122 into this amended claim of lien. This amended claim of lien relates back to the date that the original claim of lien was filed 123
- (2) (a) The liens specified in Section 85-7-403

  ("construction liens") shall be inferior to liens for taxes, but

  construction liens shall be superior in priority to all other

  liens except as specified in \* \* \* paragraphs (b) and (c) of this

  subsection.
- Except as provided in \* \* \* paragraph (c) of this 130 131 subsection, a construction lien shall have priority over all other 132 liens, deeds of trust, mortgages or encumbrances filed after the 133 date and time of the filing of the notice of lien in the office of 134 the chancery clerk of the county in which the land is located. 135 All liens, deeds of trust, mortgages and encumbrances filed before 136 the date and time of the filing of the notice of construction lien 137 shall have priority over the construction lien, whether the work secured by the lien was performed before or after the filing of 138 139 the lien, deed of trust, mortgage or other encumbrance. priority will extend to amendments or restatements and assignments 140

for record."

141 of the lien, deed of trust, mortgage and other encumbrance. priorities in this subsection are determined by the date and time 142 of filing and without regard to the actual knowledge of the 143 parties of unrecorded liens. Enforcement of a construction lien 144 145 shall not affect any prior deeds of trust or other liens, and a 146 purchaser, in connection with the enforcement of a construction 147 lien, shall take the property subject to any prior liens, deeds of 148 trust, mortgages or encumbrances of which the purchaser has actual 149 or constructive notice on the date of the purchase. Foreclosure 150 of any prior deeds of trust or other liens shall terminate and extinguish the subordinate construction lien or other interest as 151 152 to the land and the buildings and improvements thereon, whether or 153 not at the time of the foreclosure the construction lien or 154 interest has been perfected in accordance with the provisions of 155 this article, and the subordinate lienholder shall have the rights 156 in any excess proceeds received by the foreclosing lienholder as 157 provided by law.

158 A deed of trust, mortgage, assignment of leases and 159 rents, fixture filing or other security agreement affecting real 160 property is a construction mortgage to the extent it secures a 161 loan or loans for the purpose of financing the repair or 162 construction of an improvement on the real property, which may 163 include the acquisition cost of the real property. A construction 164 lien is subordinate to a construction mortgage if the construction mortgage is filed in the land records before a notice of a claim 165

166 of lien is filed pursuant to \* \* \* this section and the lender, 167 secured party, mortgagee, beneficiary or holder of the 168 construction mortgage obtained either: (i) an affidavit or sworn 169 statement from the owner to the effect that no work has been performed on, or materials delivered to, the real property; or 170 171 (ii) an affidavit or sworn statement from the contractor, or owner 172 if there is no contractor, as provided in Section 85-7-413(1)(b) 173 regarding payment for work, materials or services provided. A 174 construction mortgage has this priority for all loan advances secured thereby regardless of whether the advances are made before 175 176 or after the filing of a notice of a construction lien, and this priority will extend to amendments, restatements and refinancings 177 178 of the construction mortgage.

(3) (a) Following compliance with the requirements of subsection (1) of this section, in any proceeding against the owner to enforce a lien created by Section 85-7-403 against the property, the party having a direct contractual relationship with the lien claimant shall not be a necessary party, but may be made a party. The design professional, contractor or subcontractor, or all of them, may intervene in the proceedings at any time before judgment for the purpose of resisting the establishment of the lien or of asserting against the lien claimant any claim of the contractor or subcontractor growing out of or related to the contract, subcontract or purchase order upon which the asserted lien is based.

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191	(b) Any party to an action against the owner to enforce
192	a lien against the property, by appropriate plea, may put in issue
193	the fact of indebtedness or the existence of the lien, or both,
194	and may interpose any other defense or join any counterclaim
195	applicable to the action; and if the court by its finding, or the
196	jury by their verdict, as the case may be, ascertain that the
197	plaintiff has a lien as claimed, judgment shall be entered for the
198	amount secured thereby, plus interest and costs, against the party
199	liable for the same.

- 200 The court, in its discretion, may award reasonable (C) 201 costs, interest and attorney's fees to the prevailing party in an 202 action against the owner to enforce a lien against the property.
  - All liens arising under Section 85-7-403 shall have an equal priority, and be first paid out of the proceeds of the sale of the property, or money collected from the owner; and if the proceeds and money are insufficient to satisfy the liens in full, the proceeds and money shall be distributed pro rata among the claimants thereof or as otherwise ordered by the court.
- 209 (4)In no event shall the aggregate amount of liens created 210 by Section 85-7-403 exceed the contract price as determined by the 211 terms of the contract or other agreement between the owner and 212 contractor for the improvements made or services performed.
- 213 If payments have been made in reliance upon either 214 lien waivers issued by lien claimants pursuant to Section 85-7-413(1)(a) or sworn written statements of the contractor 215

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- pursuant to Section 85-7-413(1)(b), the aggregate amount of liens created by Section 85-7-403 in favor of subcontractors and materialmen who are not in privity of contract with the owner shall not exceed the unpaid balance of the contract price under the terms of the contract or agreement between the owner and the contractor at the time the first notice of lien is filed pursuant
- 223 (b) If payments have been made in reliance upon either 224 lien waivers issued by lien claimants pursuant to Section 85-7-413(1)(a) or sworn written statements of the contractor 225 pursuant to Section 85-7-413(1)(b), the aggregate amount of liens 226 227 created by Section 85-7-403 in favor of design professionals who 228 are not in privity of contract with the owner shall not exceed the 229 unpaid balance of the contract price under the terms of the 230 contract or agreement between the owner and the design 231 professional who is in privity of contract with the owner at the 232 time the first notice of lien is filed pursuant to this section.
- 235 85-7-419. (1) A right to claim a lien or to claim upon a 236 bond may not be waived in advance of furnishing of labor, services 237 or materials. Any purported waiver or release of lien, bond claim 238 or this article executed or made in advance of furnishing labor, 239 services or materials is null, void and unenforceable.

SECTION 2. Section 85-7-419, Mississippi Code of 1972, is

brought forward as follows:

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to this section.

240	(2) When a claimant is requested to execute a waiver and
241	release in exchange for or in order to induce payment other than
242	final payment, the waiver and release shall substantially follow
243	the Interim Waiver and Release upon Payment form set forth in
244	Section 85-7-433(1). The failure to correctly complete any of the
245	blank spaces in the referenced form does not invalidate the form
246	if the subject matter of the release reasonably may be determined.

- (3) When a claimant is requested to execute a waiver and release in exchange for or in order to induce making of final payment, the waiver and release shall substantially follow the Waiver and Release upon Final Payment form set forth in Section 85-7-433(2). The failure to correctly complete any of the blank spaces in the referenced form does not invalidate the form if the subject matter of the release reasonably may be determined.
  - (4) Nothing contained in this section shall affect:
- The enforceability of any subordination of lien 255 256 rights by a potential lien claimant to the rights of any other 257 party which may have or acquire an interest in all or any part of 258 the real estate or other property for which the potential lien 259 claimant has furnished labor, services or material, even though 260 the subordination is entered into in advance of furnishing labor, 261 services or material, and even though the claimant has not 262 actually received payment in full for its claim;
- 263 (b) The enforceability of any waiver of lien rights 264 given in connection with the settlement of a bona fide dispute

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265	concernin	g the	amoun	t due	the	lien	claimant	for	labor,	services	or
266	material	which	have a	alread	dy be	een fi	urnished;	or			

- 267 (c) The validity of a cancellation or release of a 268 recorded claim of lien.
- 269 (5) (a) When a waiver and release provided for in this
  270 section is executed by the claimant, it shall be binding against
  271 the claimant for all purposes, subject only to payment in full of
  272 the amount set forth in the waiver and release.
- 273 (b) Amounts shall conclusively be deemed paid in full 274 upon the earliest to occur of:
- 275 (i) Actual receipt of funds;
- 276 (ii) Execution by the claimant of a separate 277 written acknowledgment of payment in full; or
- 278 Sixty (60) days after the date of the execution of the waiver and release, unless before the expiration 279 280 of the sixty-day period the claimant files in the county in which 281 the property is located an affidavit of nonpayment, using 282 substantially the affidavit of nonpayment form set forth in 283 Section 85-7-433(3), and sends a true and accurate copy of the 284 affidavit of nonpayment to the owner of the property in the manner 285 provided in Section 85-7-405 for sending a notice of a claim of 286 lien to the owner.
- (c) A claimant who is paid, in full, the amount set
  forth in the waiver and release form after filing an affidavit of
  nonpayment shall upon request execute in recordable form an

290	affidavit swearing that payment in full has been received. Upon
291	recordation thereof in the county in which the affidavit of
292	nonpayment was recorded, the affidavit of nonpayment to which it
293	relates shall be deemed void.
294	(d) Nothing in this section shall shorten the time
295	within which to file a claim of lien.
296	(e) Except as provided in Section 85-7-413, a waiver
297	and release provided in accordance with this section shall be
298	suspended upon the filing of an affidavit of nonpayment until
299	payment in full has been received. However, an affidavit of
300	nonpayment shall not affect dissolution of the claimant's lien or
301	the availability or enforceability of any owner's defenses
302	pursuant to Section 85-7-413, if applicable.
303	(f) The claimant may rely upon the information
304	contained in the waiver and release form when completing for
305	filing the affidavit of nonpayment.
306	SECTION 3. Section 85-7-433, Mississippi Code of 1972, is
307	brought forward as follows:
308	85-7-433. (1) The following form is the Interim Waiver and
309	Release Upon Payment form referred to in Section 85-7-419:
310	INTERIM WAIVER AND RELEASE UPON PAYMENT
311	STATE OF MISSISSIPPI
312	COUNTY OF
313	THE UNDERSIGNED MECHANIC AND/OR MATERIALMAN HAS BEEN EMPLOYED
314	BY (NAME OF CONTRACTOR) TO FURNISH (DESCRIBE

315	MATERIALS AND/OR LABOR) FOR THE CONSTRUCTION OF IMPROVEMENTS KNOWN
316	AS (TITLE OF THE PROJECT OR BUILDING) WHICH IS LOCATED
317	IN THE CITY OF, COUNTY OF, AND IS OWNED BY
318	(NAME OF OWNER) AND MORE PARTICULARLY DESCRIBED AS
319	FOLLOWS:
320	(DESCRIBE THE PROPERTY UPON WHICH THE IMPROVEMENTS WERE MADE
321	BY USING EITHER A METES AND BOUNDS DESCRIPTION, THE LAND LOT
322	DISTRICT, BLOCK AND LOT NUMBER, OR STREET ADDRESS OF THE PROJECT.)
323	UPON THE RECEIPT OF THE SUM OF \$, THE MECHANIC
324	AND/OR MATERIALMAN WAIVES AND RELEASES ANY AND ALL LIENS OR CLAIMS
325	OF LIENS IT HAS UPON THE FOREGOING DESCRIBED PROPERTY OR ANY
326	RIGHTS AGAINST ANY LABOR AND/OR MATERIAL BOND THROUGH THE DATE OF
327	(DATE) AND EXCEPTING THOSE RIGHTS AND LIENS THAT THE
328	MECHANIC AND/OR MATERIALMAN MIGHT HAVE IN ANY RETAINED AMOUNTS, ON
329	ACCOUNT OF LABOR OR MATERIALS, OR BOTH, FURNISHED BY THE
330	UNDERSIGNED TO OR ON ACCOUNT OF SAID CONTRACTOR FOR SAID BUILDING
331	OR PREMISES.
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333	SIGNATURE
334	BY:
335	(PRINT NAME)
336	ITS:
337	(PRINT TITLE)
338	SWORN TO AND SUBSCRIBED BEFORE ME, THIS THE DAY OF
339	, 20

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341	NOTARY PUBLIC
342	NOTICE: WHEN YOU EXECUTE AND SUBMIT THIS DOCUMENT, YOU SHALL
343	BE CONCLUSIVELY DEEMED TO HAVE BEEN PAID IN FULL THE AMOUNT STATED
344	ABOVE, EVEN IF YOU HAVE NOT ACTUALLY RECEIVED THE PAYMENT, SIXTY
345	(60) DAYS AFTER THE DATE STATED ABOVE UNLESS YOU FILE EITHER AN
346	AFFIDAVIT OF NONPAYMENT OR A CLAIM OF LIEN BEFORE THE EXPIRATION
347	OF THE SIXTY-DAY PERIOD. THE FAILURE TO INCLUDE THIS NOTICE
348	LANGUAGE ON THE FACE OF THE FORM SHALL RENDER THE FORM
349	UNENFORCEABLE AND INVALID AS A WAIVER AND RELEASE UNDER SECTION
350	85-7-419, MISSISSIPPI CODE OF 1972.
351	(2) The following form is the Waiver and Release Upon Final
352	Payment form referred to in Section 85-7-419:
353	WAIVER AND RELEASE UPON FINAL PAYMENT
354	STATE OF MISSISSIPPI
355	COUNTY OF
356	THE UNDERSIGNED MECHANIC AND/OR MATERIALMAN HAS BEEN EMPLOYED
357	BY (NAME OF CONTRACTOR) TO FURNISH (DESCRIBE
358	MATERIALS AND/OR LABOR) FOR THE CONSTRUCTION OF IMPROVEMENTS KNOWN
359	AS (TITLE OF THE PROJECT OR BUILDING) WHICH IS LOCATED
360	IN THE CITY OF, COUNTY OF, AND IS OWNED BY
361	(NAME OF OWNER) AND MORE PARTICULARLY DESCRIBED AS
362	FOLLOWS:

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363	(DESCRIBE THE PROPERTY UPON WHICH THE IMPROVEMENTS WERE MADE
364	BY USING EITHER A METES AND BOUNDS DESCRIPTION, THE LAND LOT
365	DISTRICT, BLOCK AND LOT NUMBER, OR STREET ADDRESS OF THE PROJECT.)
366	UPON THE RECEIPT OF THE SUM OF \$, THE MECHANIC
367	AND/OR MATERIALMAN WAIVES AND RELEASES ANY AND ALL LIENS OR CLAIMS
368	OF LIENS IT HAS UPON THE FOREGOING DESCRIBED PROPERTY OR ANY
369	RIGHTS AGAINST ANY LABOR AND/OR MATERIAL BOND ON ACCOUNT OF LABOR
370	OR MATERIALS, OR BOTH, FURNISHED BY THE UNDERSIGNED TO OR ON
371	ACCOUNT OF SAID CONTRACTOR FOR SAID PROPERTY.
372	· <del></del>
373	SIGNATURE
374	BY:
375	(PRINT NAME)
376	ITS:
377	(PRINT TITLE)
378	SWORN TO AND SUBSCRIBED BEFORE ME, THIS THE DAY OF
379	, 20
380	
381	NOTARY PUBLIC
382	NOTICE: WHEN YOU EXECUTE AND SUBMIT THIS DOCUMENT, YOU SHALL
383	BE CONCLUSIVELY DEEMED TO HAVE BEEN PAID IN FULL THE AMOUNT STATED
384	ABOVE, EVEN IF YOU HAVE NOT ACTUALLY RECEIVED THE PAYMENT, SIXTY
385	(60) DAYS AFTER THE DATE STATED ABOVE UNLESS YOU FILE EITHER AN
386	AFFIDAVIT OF NONPAYMENT OR A CLAIM OF LIEN BEFORE THE EXPIRATION
387	OF THE SIXTY-DAY PERIOD. THE FAILURE TO INCLUDE THIS NOTICE

388	LANGUAGE ON THE FACE OF THE FORM SHALL RENDER THE FORM
389	UNENFORCEABLE AND INVALID AS A WAIVER AND RELEASE UNDER SECTION
390	85-7-419, MISSISSIPPI CODE OF 1972.
391	
392	SIGNATURE
393	BY:
394	(PRINT NAME)
395	ITS:
396	(PRINT TITLE)
397	SWORN TO AND SUBSCRIBED BEFORE ME, THIS THE DAY OF
398	, 20
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400	NOTARY PUBLIC
401	(3) The following form is the Affidavit of Nonpayment
402	referred to in Section 85-7-419:
403	AFFIDAVIT OF NONPAYMENT
404	STATE OF MISSISSIPPI
405	COUNTY OF
406	THE UNDERSIGNED MECHANIC AND/OR MATERIALMAN HAS BEEN EMPLOYED
407	BY (NAME OF CONTRACTOR) TO FURNISH (DESCRIBE
408	MATERIALS AND/OR LABOR) FOR THE CONSTRUCTION OF IMPROVEMENTS KNOWN
409	AS (TITLE OF THE PROJECT OR BUILDING) WHICH IS LOCATED
410	IN THE CITY OF, COUNTY OF, AND IS OWNED BY
411	(NAME OF OWNER) AND MORE PARTICULARLY DESCRIBED AS
412	FOLLOWS:

413	(DESCRIBE THE PROPERTY UPON WHICH THE IMPROVEMENTS WERE MADE
414	BY USING EITHER A METES AND BOUNDS DESCRIPTION, THE LAND LOT
415	DISTRICT, BLOCK AND LOT NUMBER, OR STREET ADDRESS OF THE PROJECT.)
416	PURSUANT TO SECTION 85-7-419 $_{\underline{\prime}}$ THE UNDERSIGNED EXECUTED A LIEN
417	WAIVER AND RELEASE WITH RESPECT TO THIS PROPERTY DATED,
418	THE AMOUNT SET FORTH IN THE WAIVER AND RELEASE (\$)
419	HAS NOT BEEN PAID, AND THE UNDERSIGNED HEREBY GIVES NOTICE OF THE
420	NONPAYMENT.
421	THE ABOVE FACTS ARE SWORN TRUE AND CORRECT BY THE
422	UNDERSIGNED.
423	
424	SIGNATURE
425	BY:
426	(PRINT NAME)
427	ITS:
428	(PRINT TITLE)
429	SWORN TO AND SUBSCRIBED BEFORE ME, THIS THE DAY OF
430	, 20
431	
432	NOTARY PUBLIC
433	WITHIN TWO (2) DAYS OF FILING THIS AFFIDAVIT OF NONPAYMENT,
434	THE FILING PARTY SHALL SEND A COPY OF THE AFFIDAVIT BY REGISTERED
435	OR CERTIFIED MAIL OR STATUTORY OVERNIGHT DELIVERY TO THE OWNER OF
436	THE PROPERTY. WHENEVER THE OWNER OF THE PROPERTY IS AN ENTITY ON
437	FILE WITH THE SECRETARY OF STATE'S OFFICE, SENDING A COPY OF THE

438	AFFIDAVIT TO THE COMPANY'S ADDRESS OR THE REGISTERED AGENT'S
439	ADDRESS ON FILE WITH THE SECRETARY OF STATE SHALL BE DEEMED
440	SUFFICIENT.
441	(4) The following form is the Notice of Contest of Lien form
442	referred to in Section 85-7-423:
443	NOTICE OF CONTEST OF LIEN
444	STATE OF MISSISSIPPI
445	COUNTY OF
446	TO: [NAME AND ADDRESS OF LIEN CLAIMANT]
447	YOU ARE NOTIFIED THAT THE UNDERSIGNED CONTESTS THE CLAIM OF
448	LIEN FILED BY YOU ON 20, AND RECORDED IN
449	BOOK, PAGE OF THE PUBLIC RECORDS OF
450	COUNTY, MISSISSIPPI, AGAINST PROPERTY OWNED BY
451	, AND THAT THE TIME WITHIN WHICH YOU MAY COMMENCE A
452	PAYMENT ACTION TO ENFORCE YOUR LIEN IS LIMITED TO NINETY (90) DAYS
453	FROM RECEIPT OF THIS NOTICE. THIS DAY OF,
454	20
455	THIS ABOVE-REFERENCED LIEN WILL EXPIRE AND BE VOID IF YOU DO
456	NOT: (1) COMMENCE A PAYMENT ACTION FOR RECOVERY OF THE AMOUNT OF
457	THE LIEN CLAIM PURSUANT TO SECTION 85-7-405, MISSISSIPPI CODE OF
458	1972, WITHIN NINETY (90) DAYS FROM RECEIPT OF THIS NOTICE; AND (2)
459	FILE A LIS PENDENS NOTICE OF THE PAYMENT ACTION WITH THE CHANCERY
460	CLERK UPON COMMENCEMENT OF THE PAYMENT ACTION WITH A COPY TO THE
461	LIEN CLAIMANT, OWNER AND CONTRACTOR.
462	

463	SIGNATURE
464	BY:
465	(PRINT NAME)
466	ITS:
467	(PRINT TITLE)
468	SWORN TO AND SUBSCRIBED BEFORE ME, THIS THE DAY OF
469	, 20
470	
471	NOTARY PUBLIC
472	(5) The following form is the Pre-Lien Notice form referred
473	to in Section 85-7-409(3):
474	PRE-LIEN NOTICE TO OWNER
475	TO: [NAME AND ADDRESS OF OWNER]
476	TAKE NOTICE THAT THE UNDERSIGNED IS A PERSON HAVING A RIGHT
477	TO A LIEN PURSUANT TO SECTION 85-7-403, MISSISSIPPI CODE OF 1972,
478	WHO DOES NOT HAVE A DIRECT CONTRACT WITH THE OWNER, HAS PROVIDED
479	LABOR, SERVICES OR MATERIALS FOR THE IMPROVEMENT OF PROPERTY
480	COMMONLY KNOWN AS
481	("THE PROPERTY"), FOR THE SUM OF \$ FOR WHICH THE
482	UNDERSIGNED HAS NOT BEEN PAID, AND INTENDS TO FILE A CLAIM OF
483	SPECIAL LIEN ON THE SUBJECT PROPERTY IN TEN (10) OR MORE DAYS FROM
484	THE DATE HEREOF.
485	SO NOTIFIED, THIS THE DAY OF, 20
486	LIEN CLAIMANT:
487	(PRINT NAME)

488	BY:
489	(SIGNATURE)
490	ITS:
491	(PRINT TITLE)
492	SECTION 4. This act shall take effect and be in force
493	retroactively, from the date of the original passage of this
494	title.