

## (Emergency) (After Deadline) SECOND REGULAR SESSION

## ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

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2516 No.

In Senate, March 14, 1988 S.P. 951 Approved for Introduction by a Majority of the Legislative Council pursuant to Joint Rule 27.

Reference to the Committee on Utilities suggested and ordered printed.

JOY J. O'BRIEN, Secretary of the Senate

Presented by Senator MAYBURY of Penobscot. Cosponsored by Representative BOST of Orono.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-EIGHT

AN ACT Relating to the Provisions of the Charter of the Veazie Sewer District.

4 preamble. of the Emergency Whereas, Acts not become 5 Legislature do effective until 90 davs б after adjournment unless enacted as emergencies; and

Whereas, certain provisions of the Charter of the Veazie Sewer District are inadequate for the district 8 9 to properly carry out its functions; and

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1 Whereas, this condition prevents the Veazie Sewer 2 District from effectively administering the business 3 of the district, including the collection of unpaid 4 rates; and

5 Whereas, in the judgment of the Legislature, these 6 facts create an emergency within the meaning of the 7 Constitution of Maine and require the following 8 legislation as immediately necessary for the preservation of the public peace, health and safety; 9 10 now, therefore,

11 Be it enacted by the People of the State of Maine as 12 follows:

13 **P&SL 1951, c. 114, §§16 and 17** are enacted to 14 read:

A11 15 Sec. 16. Rates. persons and all corporations, private, public and municipal, shall pay to the treasurer of the district rates established by 16 17 the board of trustees for the services used or 18 available to them, which rates shall be uniform within the district and, notwithstanding any other provision 19 20 21 of this Act, may include rates for the district's readiness to serve charged against owners of land abutting on or accessible to sewers or drains of the district, but not actually connected to them and shall 22 23 24 25 so established as to provide revenue for the be 26 following purposes:

27 <u>1. Current expenses. To pay the current expenses</u> 28 for operating and maintaining the sewerage system;

29 <u>2.</u> Interest. To provide for the payment of the 30 interest on the indebtedness of the district; and

31 <u>3. Sinking fund. To provide each year a sum, in</u> 32 the amount prescribed by section 9, which sum shall be 33 paid into any sinking fund established pursuant to 34 section 9.

35Sec. 17. Lien for payment of rates. There shall36be a lien to secure the payment of rates and other

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lawful charges established under section 16 and legally assessed on real estate served or benefited by the sewers of the district, which shall take precedence over all other claims on the real estate, excepting only claims for taxes.

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6 The treasurer of the district shall have full and complete authority and power to collect the rates, tolls, rents and other charges established under 7 8 section 16 and those charges shall be committed to the 9 treasurer. The treasurer may sue, after demand for payment, in the name of the district in a civil action 10 11 for any rate, toll, rent or other charge remaining unpaid in any court of competent jurisdiction. In addition to other methods established by law for the 12 13 14 collection of rates, tolls, rents and other charges and without waiver of the right to sue for those charges, the lien created in this section may be 15 16 enforced in the following manner. The treasurer, when 19 a rate, toll, rent or other charge has been committed to the treasurer for collection, may, after the expiration of 3 months and within one year after the 20 date when the rate, toll, rent or other charge became due and payable, give to the owner of the real estate served, or leave at the last and usual place of abode, or send by certified mail, return receipt requested, to owner's last known address, a notice in writing signed by the treasurer or bearing the treasurer's facsimile signature, stating the amount of that rate, toll, rent or other charge, describing the real estate upon which the lien is claimed and stating that a lien is claimed on the real estate to secure the payment of the rate, toll, rent or other charge and demanding the payment of the rate, toll, rent or other charge within 30 days after service or mailing, with \$1 for the treasurer for mailing the notice, together with the certified mail, return receipt requested fee. The notice shall contain a statement that the district is arrange installment payments of the willing to outstanding debt. For the purpose of this section, a mobile home is defined as real estate. After the expiration of a period of 30 days and within one year thereafter, the treasurer shall record in the registry of deeds of Penobscot County a certificate signed by the treasurer setting forth the amount of the rate,

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toll, rent or other charge, describing the real estate on which the lien is claimed and stating that a lien 1 2 3 is claimed on the real estate to secure payment of the rate, toll, rent or other charge and that a notice and 4 5 6 demand for payment of that charge has been given or made in accordance with this section and stating 7 further that the rate, toll, rent or other charge remains unpaid. At the time of the recording of any such certificate in the registry of deeds as provided, 8 . 9 the treasurer shall file in the office of the district 10 a true copy of the certificate and shall mail a true copy by certified mail, return receipt requested, to 11 12 each record holder of any mortgage on the real estate, 13 14 addressed to the record holder at the record holder's 15 last and usual place of abode.

16 The filing of the certificate in the registry of 17 deeds shall create a mortgage on the real estate therein described to the district which shall have 18 19 priority over all other mortgages, liens, attachments 20 and encumbrances of any nature, except liens, attachments and claims for taxes and shall give to the district all the rights usually possessed by 21 22 by mortgagees, except that the district as mortgagee shall not have any right to possession of the real estate until the right of redemption provided for shall have expired. If the mortgage, together with 23 24 25 26 interest and costs, has not been paid within 18 months after the date of filing of the certificate in the registry of deeds, as provided, the mortgage shall be deemed to have been foreclosed and the right of 27 28 29 30 redemption to have expired. The filing of the certificate in the registry of deeds shall be sufficient notice of the existence of the mortgage 31 32 33 34 provided for. In the event that the rate, toll, rent or other charge, with interest and costs, has been paid within the period of redemption provided for, the treasurer of the district shall discharge the mortgage 35 36 37 in the same manner as provided for discharge of real 38 39 estate mortgages.

| 40 | The      | costs  | to be    | paid   | by    | the    | owner  | : of  | the  | real |
|----|----------|--------|----------|--------|-------|--------|--------|-------|------|------|
| 41 | estate   | served | l shall  | be     | the   | sum    | of     | the   | fees | for  |
| 42 | receivin | ng, re | cording  | and    | inde  | xing   | the    | lien  | , or | its  |
| 43 | dischare | je, as | establis | shed b | y the | e Main | ne Rev | vised |      |      |

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Statutes, Title 33, section 751, subsection 12, plus \$13, plus all certified mail, return receipt requested, fees.

Emergency clause. In view of the emergency cited in the preamble, this Act shall take effect when approved.

## STATEMENT OF FACT

8 The purpose of this bill is stated in the emergency preamble. The Veazie Sewer District has recently been put to the expense of bringing court actions in order to collect user fees due and owing 9 10 11 12 district, because the charter of the district the contains no grant of authority to the district to impose liens for unpaid user fees. These changes will clarify the authority of the district to set rates to cover the expenses of the district and to impose liens 13 14 15 16 for nonpayment of these rates. The changes will bring the district's charter into conformity with those of 17 18 19 other Maine sewer districts.

This bill also makes the district's collection procedure identical to that set forth in the Maine Revised Statutes, Title 38, section 1208, which sets forth the procedure for collection of unpaid rates by sanitary districts established under general law.

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