

L.D. 633

(Filing No. S- 80

STATE OF MAINE SENATE 116TH LEGISLATURE FIRST REGULAR SESSION

COMMITTEE AMENDMENT " A " to S.P. 197, L.D. 633, Bill, "An Act to Amend the Mechanic Lien Laws"

16 Amend the bill by striking out the title and substituting the following:

'An Act to Amend the Mechanic's Lien Laws'

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Further amend the bill by inserting at the end before the 22 statement of fact the following:

'Sec. 2. 10 MRSA §3255, sub-§2, as enacted by PL 1975, c. 734, is amended to read:

Bona fide purchaser. Any person who is a bona fide 2. purchaser for value of a house, building or appurtenances, a 28 public building erected or owned by any city, town, county, 30 school district or other municipal corporation, or a wharf or pier or any building thereon, including the ground adjacent to 32 and upon which any such objects are constructed, shall-take takes title free of the lien described in this chapter, unless, before the bona fide purchaser takes title to the premises on which such 34 lien attaches, the person performing or furnishing that labor, 36 materials or services either has filed the notice required by section 3253 or has filed a notice in the office of the register 3'8 of deeds in the county or registry district in which these premises are located, setting forth a description of the property 40 sufficiently accurate to identify it; the names of the owners; that the claimant is going to perform or furnish, is performing or furnishing, or has performed or furnished labor, materials or 42 services; and that the claimant may claim a lien therefor. Ιf 44 the claimant is a real estate licensee, the claimant shall also send notice by certified mail, return receipt requested, or 46 provide actual written notice as described in this subsection to the bona fide purchaser before the purchaser takes title to the

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COMMITTEE AMENDMENT

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COMMITTEE AMENDMENT " A" to S.P. 197, L.D. 633

premises on which the claimant's lien attaches. If notice is not provided, the purchaser takes title free of this lien. If notice 2 provided by this subsection is filed, the lien claimant must also comply with the notice requirements of section 3253 and institute Δ the legal action required by subsection 1 to the extent that this compliance is required in order to preserve his the claimant's 6 lien claim. The notice provided by this subsection shall is only be effective relative to a bona fide purchaser for value for the 8 period of 120 days from the date of recording thereof + provided 10 that this notice may again be recorded any number of times, but further notices shall are also only be effective relative to a bona fide purchaser for value for the period of 120 days each 12 from the date of their respective recordings.'

STATEMENT OF FACT

This amendment adds a provision concerning notice of a real estate licensee's lien to a purchaser of property before title passes to the purchaser. For a mechanic's lien to be effective against a bona fide purchaser for value, current law requires the lien claimant to file notice of the lien in the registry of deeds prior to title to the property passing to the purchaser. This amendment adds another notice requirement for a real estate licensee claiming a lien, which is that a claimant must send or hand notice to a bona fide purchaser for value of the claimant's lien before the purchaser takes title to the property.

Reported by Senator Cianchette for the Committee on Business Legislation. Reproduced and Distributed Pursuant to Senate Rule 12. (4/16/93) (Filing No. S-80)