MAINE STATE LEGISLATURE

The following document is provided by the

LAW AND LEGISLATIVE DIGITAL LIBRARY

at the Maine State Law and Legislative Reference Library

http://legislature.maine.gov/lawlib



Reproduced from scanned originals with text recognition applied (searchable text may contain some errors and/or omissions)



119th MAINE LEGISLATURE

FIRST REGULAR SESSION-1999

Legislative Document

No. 658

S.P. 236

In Senate, January 26, 1999

An Act to Require Notification of a Lien on Property to Be Done by Certified Mail.

Reference to the Committee on Judiciary suggested and ordered printed.

JOY J. O'BRIEN Secretary of the Senate

Presented by Senator BENNETT of Oxford.

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

2

6

Sec. 1. 10 MRSA §3251, as amended by PL 1997, c. 264, §1, is further amended to read:

§3251. Lien established

8 Whoever performs labor or furnishes labor or materials, including repair parts of machines used, or performs services as 10 a surveyor, an architect or an engineer, or as a real estate licensee, or as an owner-renter, owner-lessor, or owner-supplier 12 of equipment used in erecting, altering, moving or repairing a house, building or appurtenances, including any public building 14 erected or owned by any city, town, county, school district or other municipal corporation, or in constructing, altering or repairing a wharf or pier, or any building thereon, including the 16 surveying, clearing, grading, draining, excavating or landscaping of the ground adjacent to and upon which any such objects are 18 constructed, or in selling any interest in land, improvements or structures, by virtue of a contract with or by consent of the 20 owner, has a lien thereon and on the land on which it stands and on any interest such owner has in the same, to secure payment 22 thereof, with costs. If the owner of the building has no legal interest in the land on which the building is erected or to which 24 it is moved, the lien attaches to the building, and if the owner 26 of the wharf or pier has no legal interest in the land on which the wharf or pier is erected, the lien attaches to the wharf or pier, and in either case may be enforced as provided. If the 28 owner of such land, building, wharf or pier, so contracting, is a 30 minor or married woman, such lien exists and such minority or coverture does not bar a recovery in any proceeding brought to 32 enforce it. A person who files a lien on real property pursuant to this section shall meet the notice requirements specified in Title 14, section 4651-A, subsection 5. 34

Sec. 2. 22 MRSA §1313-B, sub-§3, as enacted by PL 1997, c. 704, @12, is amended to read:

38

40

36

- 3. Other remedies. In addition to filing a civil action to enforce this section:
- A. The municipality may record a lien against the property of the owner or keeper of an animal if the person fails or refuses to comply with an order to confine or quarantine the animal;

46

48

B. The municipal officers or their designated agent, such as the animal control officer, shall serve written notice on the owner or keeper of the animal that specifies the action

necessary to comply with the order and the time limit for compliance;

2

6

8

22

- C. If the owner or keeper of the animal fails to comply within the time stated, the animal control officer must apply to District Court or Superior Court for an order to seize the animal and make arrangements for quarantine or euthanasia at the owner's or keeper's expense; and
- D. If the owner or keeper of the animal fails to pay the costs of confinement or quarantine within 30 days after written demand from the municipal officers, the municipal assessors may file a record of lien against the property of the owner or keeper of the animal.
- A municipality that files a lien on real property pursuant to this subsection shall meet the notice requirements specified in Title 14, section 4651-A, subsection 5.
- Sec. 3. 36 MRSA §175-A, sub-§1, as amended by PL 1997, c. 526, §10, is further amended to read:
- 1. Filing. If any tax imposed by this Title or imposed by 24 any other provision of law and authorized to be collected by the bureau is not paid when due and no further administrative or judicial review of the assessment is available pursuant to law, 26 the assessor may file in the registry of deeds of any county or 28 in the office in which a financing statement with respect to tangible personal property is properly filed with Title 11, 30 section 9-401, subsection (1), paragraph (b) a notice of lien specifying the amount of the tax, interest, penalty and costs 32 due, the name and last known address of the person liable for the amount and, in the case of a tax imposed by this Title, the fact 34 that the assessor has complied with all the provisions of this Title in the assessment of the tax. The lien arises at the time 36 the assessment becomes final and constitutes a lien upon all property, whether real or personal, then owned or thereafter 38 acquired by that person in the period before the expiration of the lien. The lien imposed by this section is not valid against 40 any mortgagee, pledgee, purchaser, judgment creditor or holder of a properly recorded security interest until notice of the lien 42 has been filed by the assessor, with respect to real property, in the registry of deeds of the county where such property is 44 located and, with respect to personal property, in the office in which a financing statement for such personal property is 46 normally filed. Notwithstanding this subsection, a tax lien upon personal property does not extend to those types of personal property not subject to perfection of a security interest by 48 means of the filing under Title 11, sections 9-104, subsection 50 (7); 9-104, subsection (12); 9-302, subsection (3); and 9-304.

The lien is prior to any mortgage or security interest recorded, filed or otherwise perfected after the notice, other than a purchase money security interest perfected in accordance with Title 11, section 9-301, subsection (2) and Title 11, section 9-312, subsection (4). In the case of any mortgage or security interest properly recorded or filed prior to the notice of lien that secures future advances by the mortgagee or secured party, the lien is junior to all advances made within 45 days after filing of the notice of lien, or made without knowledge of the lien or pursuant to a commitment entered into without knowledge of the lien. Subject to the limitations in this section, the lien provided in this section has the same force, effect and priority as a judgment lien and continues for 10 years from the οf recording unless sooner released or otherwise discharged. The lien may, within the 10-year period, or within 10 years from the date of the last extension of the lien in the manner provided in this subsection, be extended by filing for record in the appropriate office a copy of the notice and, from the time of filing, that lien must be extended for 10 years unless sooner released or otherwise discharged. A person or governmental entity who files a lien on real property pursuant to this subsection shall meet the notice requirements specified in Title 14, section 4651-A, subsection 5,

24

26

28

30

32

34

36

38

б

8

10

12

14

16

18

20

22

SUMMARY

Current law requires most filers of liens on real property to notify the property owner by certified mail that a lien has been filed against the owner's property. There are 3 instances in Maine law that allow the filing of a lien without notifying the property owner: when a person has not been paid for providing materials, labor or services on land or a building of another; when an animal owner is in violation of the rabies statutes; and when a taxpayer has not paid state taxes. This bill requires a person, municipality or the State in these 3 instances, respectively, to notify the property owner by certified mail that a lien has been filed against the owner's property.