



# **119th MAINE LEGISLATURE**

# **FIRST REGULAR SESSION-1999**

Legislative Document

No. 1532

H.P. 1085

House of Representatives, February 25, 1999

An Act Concerning Liens Held by the Freeport Sewer District.

Reference to the Committee on Utilities and Energy suggested and ordered printed.

JOSEPH W. MAYO, Clerk

Presented by Representative BULL of Freeport. Cosponsored by Senator: HARRIMAN of Cumberland.

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

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Sec. 1. P&SL 1947, c. 60, §19-A, as enacted by P&SL 1949, c. 50, 4 §6, is amended to read:

 Sec. 19-A. Liens for payment of rates. There shall-be is a lien to secure the payment of rates established under section 19 of this act and legally assessed on real estate within the district, which-shall-take that takes precedence of all other claims on such real estate, excepting only claims for taxes. Real-estate, for-the-purpose-of-this-act-shall-bear-the-same-definition-as
given-in-section-2-of-chapter-81-of-the-revised-statutes.

14 The treasurer of the district shall-have <u>has</u> the authority and power to collect the rates, and all rates shall <u>must</u> be 16 committed to <u>him the treasurer</u>.

In addition to other methods previously established by law 18 for the collection of the rates, the lien herein created may be 20 enforced in the following manner,-provided,-however,-that as long as in making the assessment there shall-be is a description of the real estate served by the several sewers of the district, 22 sufficiently accurate to identify the real estate against which any of the several rates may be charged; the treasurer, when a 24 rate has been committed to him the treasurer for collection, may, after the expiration of 8 months and within 1 year after 26 commitment to him the treasurer of the rate, in-the-ease-of-a person-resident-in-the-town-where-the-rate-is-assessed give to 28 the person against whom the rate is assessed, or leave at his the person's last and usual place of abode, or send by certified 30 mail, return receipt requested, to the person's last known address, a notice in writing signed by the officer stating the 32 amount of such rate, describing the real estate on which the rate 34 is assessed, alleging that a lien is claimed on the real estate to secure the payment of the rate and demanding the payment of 36 the rate within 10 days after the service of such notice. After the expiration of the 10 days and within 10 days thereafter, in 38 the-ease-of-a-resident, - and in - all -other -cases -within -a-year -from the-date-of-commitment-of-the-rate-to-said-officer, the officer 40 shall record in the registry of deeds of Cumberland eeunty County a certificate signed by the officer setting forth the amount of such rate, a description of the real estate on which the rate is 42 assessed, and an allegation that a lien is claimed on the real 44 estate to secure the payment of the rate, that a demand for payment of the rate has been made in accordance with the provisions of this act and that the rate remains unpaid. In all 46 cases, except-in-the-case-of-a-resident, the certificate so filed 48 need not contain the allegation that payment of the rate has been demanded. At the time of the recording of the certificate in the 50 registry of deeds as herein provided in this section, in-all eases-such the officer shall file in the office of the district a

true copy of the certificate and also at the time of recording as 2 aferesaid, the officer shall mail by reqistered-letter certified mail, return receipt requested, to each record holder of a mortgage on said real estate, addressed to him the holder of a 4 mortgage at his that mortgage holder's last and usual place of abode, a true copy of the certificate. The fee to be charged to б the rate-payer for such notice and filing shall-not-exceed-\$1 must include the costs of mailing copies of the certificate to 8 the record holders of a mortgage on the real estate and the then 10 current fee to--be charged by the register of deeds for such filing shall-net-exceed-50#. 12

The filing of the aferesaid certificate, in the registry of deeds as-aferesaid-shall-be is deemed to create and-shall-create a mortgage on the real estate to the district having priority over all other mortgages, liens, attachments and incumbrances of any nature, except liens, attachments and claims for <u>municipal</u> <u>property</u> taxes, and shall-give gives the district all the rights usually incident to a mortgage, except that the mortgagee shall does not have any right of possession of the real estate until the right of redemption herein provided for shall-have in this section has expired.

If the mortgage, together with interest and costs, shall has not have been paid within 18 months after the date of filing of the certificate in the registry of deeds as herein provided in this section, the mortgage shall--be is deemed to have been foreclosed and the right of redemption to have expired.

30 The officer shall notify the party named on the certificate and each record holder of a mortgage on the real estate no more 32 than 45 days nor less than 30 days before the date of foreclosure of the mortgage created pursuant to this section. The 34 notification must be in writing left at the owner's and all mortgagees' last and usual places of abode or sent by certified 36 mail, return receipt requested, to the owner's and mortgagees' at their last known addresses. The notice must indicate the exact 38 date of foreclosure and include the warnings and other information in the following form:

## STATE OF MAINE FREEPORT SEWER DISTRICT NOTICE OF IMPENDING AUTOMATIC FORECLOSURE OF SEWER LIEN P. & S. L. 1999, c. IMPORTANT: DO NOT DISREGARD THIS NOTICE

### YOU WILL LOSE YOUR PROPERTY UNLESS YOU TIMELY PAY THE SEWER CHARGES, COSTS AND INTERESTS THAT HAVE BEEN LIENED BY THE FREEPORT SEWER DISTRICT

TO:

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	You are the party named on the Sewer Lien Certificate filed
2	on , 19 , and recorded in the Cumberland County
	Registry of Deeds in Book , Page . The filing created
4	<u>a sewer lien mortgage on the real estate described in the Sewer</u>
	Lien Certificate. On , 19 , the sewer lien
б	mortgage will be foreclosed and your rights to redeem the
	mortgage and recover your property by paying the sewer charges,
8	costs and interest that are owed will expire.
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10	IF THE SEWER LIEN FORECLOSES, THE FREEPORT SEWER DISTRICT WILL OWN YOUR PROPERTY, SUBJECT ONLY TO MUNICIPAL TAX LIENS
12	WILL OWN TOUR PROPERTY, SUBJECT ONLY TO MUNICIPAL TAX LIENS
14	If you cannot pay the outstanding sewer charges, costs and
14	interest that are the subject of this notice, please contact me
	to discuss this notice.
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	<u>District Treasurer</u>
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	The filing of the certificate in the registry of deeds shall
22	be is sufficient notice of the existence of the mortgage herein
	provided for <u>in this section</u> .
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26	In-the-event-that If the rate, interest and costs shall-be are paid within the period of redemption herein provided for in
20	this section, the treasurer of the district shall discharge the
28	mortgage in the same manner as is now provided for discharge of
20	real estate mortgages.
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32	SUMMARY
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34	This bill updates the administrative provisions of the
2.0	Freeport Sewer District's lien authority. It also authorizes the
36	district, as part of its sewer lien procedure, to send affected
38	parties a second notice of sewer liens and impending foreclosure before the date of forfeiture. The bill also removes an archaic
30	reference.
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