## MAINE STATE LEGISLATURE

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## 125th MAINE LEGISLATURE

## FIRST REGULAR SESSION-2011

**Legislative Document** 

No. 1061

H.P. 796

House of Representatives, March 15, 2011

## An Act To Amend the Lien Process for Unpaid Water Rates

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

HEATHER J.R. PRIEST Clerk

Heath Je Buit

Presented by Representative WELSH of Rockport.

Cosponsored by Representative COTTA of China and

Representatives: FITTS of Pittsfield, HAMPER of Oxford, HINCK of Portland, KRUGER of

Thomaston, LUCHINI of Ellsworth, Senator: RECTOR of Knox.

1	Be it enacted by the People of the State of Maine as follows:
2 3	<b>Sec. 1. 35-A MRSA §6111-A, sub-§1,</b> as enacted by PL 2005, c. 7, §2, is amended to read:
4 5 6	1. Liens for unpaid rates; water utilities. A consumer-owned water utility has a lien on real estate served by that consumer-owned water utility to secure the payment of unpaid rates.
7 8	<b>Sec. 2. 35-A MRSA §6111-A, sub-§4,</b> as enacted by PL 2009, c. 490, §1, is amended to read:
9 10 11 12 13 14 15 16	<b>4. Waiver of water lien foreclosure.</b> The treasurer of a consumer owned water utility, when authorized by the trustees or directors of the utility, may waive the foreclosure of a lien mortgage created pursuant to this section by recording in the registry of deeds a waiver of foreclosure before the period for the right of redemption from the lien mortgage has expired. The lien mortgage remains in full effect after the recording of a waiver. Other methods established by law for the collection of any unpaid rate, toll, rent or other charges are not affected by the filing of a waiver under this section. The waiver of foreclosure must be substantially in the following form:
17 18 19	The foreclosure of the water lien mortgage on real estate for charges against
20 21 22	The form must be dated, signed by the treasurer of the water utility and notarized. A copy of the form must be provided to the party named on the lien mortgage and each record holder of a mortgage on the real estate.
23	SUMMARY
24	This bill allows all water utilities the right to place a lien for unpaid rates.