

## LAWS

## OF THE

# **STATE OF MAINE**

AS PASSED BY THE

ONE HUNDRED AND SIXTEENTH LEGISLATURE

### SECOND REGULAR SESSION

January 5, 1994 to April 14, 1994

THE GENERAL EFFECTIVE DATE FOR SECOND REGULAR SESSION NON-EMERGENCY LAWS IS JULY 14, 1994

PUBLISHED BY THE REVISOR OF STATUTES IN ACCORDANCE WITH MAINE REVISED STATUTES ANNOTATED, TITLE 3, SECTION 163-A, SUBSECTION 4.

> J.S. McCarthy Company Augusta, Maine 1993

2. Effect. If the department has issued a certificate of lien in accordance with the requirements of this section, no person having notice of the lien or in possession of any property that may be subject to the lien may pay over, release, sell, transfer, encumber or convey such property, unless:

A. An authorized representative of the commissioner executes a release or waiver and delivers it to the person in possession; or

B. A court of competent jurisdiction orders the department to release the lien.

**3. Hearing.** An obligor may request a hearing to contest the issuance of a certificate of lien. A request for hearing must be received by the department within 30 days of the date of mailing of the obligor's copy of the certificate of lien. The department shall notify the obligor in writing of the right to hearing at the time of mailing of the obligor's copy of the certificate of lien and whether the lien was implemented in accordance with the requirements of this section. The department shall conduct the hearing in accordance with the requirements of Title 5, chapter 375, subchapter IV.

4. Decision after hearing. The department shall render a decision after hearing without undue delay as to the accuracy of the terms of the certificate of lien and whether the lien was issued in accordance with the requirements of this section. The decision must be based on the hearing record and rules adopted by the commissioner. A copy of the decision must be sent to the obligor at the obligor's most recent address of record. The decision must inform the obligor that the obligor may file a petition for judicial review of the decision within 30 days of the date of the decision.

#### §3823. Foreclosure on liens

The commissioner shall proceed as follows with respect to foreclosures on liens filed pursuant to section 3822.

**1. Liens on real property.** Actions to foreclose liens on real property issued under section 3822 may be brought in the county where the property is located pursuant to the procedures of Title 14, chapter 403, subchapter II.

2. Liens on personal property. Actions to foreclose liens on personal property issued under section 3822 may be brought in the county where the obligor resides or the county where the property is located pursuant to the procedures of Title 14, chapter 509, subchapter III.

#### §3824. Credit reporting

The department may submit the names of obligors and the amounts of overpayments not recouped, repaid or otherwise recovered to a consumer credit reporting agency. The department may submit the name of an obligor and the amount owed only if the amount owed was established by judicial or administrative action, by agreement of the obligor and the department or by operation of law.

See title page for effective date.

#### **CHAPTER 655**

#### S.P. 555 - L.D. 1591

An Act to Clarify the Maine Banking Code as it Pertains to Service Corporations Serving Credit Unions

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

Sec. 1. 9-B MRSA §864, sub-§2, ¶B, as enacted by PL 1993, c. 99, §2, is amended to read:

B. The service corporation primarily serves credit unions and the membership of affiliated credit unions. <u>A service corporation formed after July 31, 1994 primarily serves credit unions and the membership of affiliated credit unions within the meaning of this paragraph if at least 75% of the services provided within this State are to credit unions and members of credit unions.</u>

See title page for effective date.

#### CHAPTER 656

#### H.P. 1223 - L.D. 1642

#### An Act to Establish a Financial Assistance Program for Utilities Burdened as a Result of State Highway Construction

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

Sec. 1. 23 MRSA §256, as enacted by PL 1991, c. 860, §1, is repealed and the following enacted in its place:

#### §256. Financial assistance program for utilities

In order to assist water utilities and combination water and sewer utilities that have annual revenues of