MAINE STATE LEGISLATURE

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LAWS

OF THE

STATE OF MAINE

AS PASSED BY THE

ONE HUNDRED AND THIRTIETH LEGISLATURE

FIRST REGULAR SESSION December 2, 2020 to March 30, 2021

FIRST SPECIAL SESSION April 28, 2021 to July 19, 2021

THE GENERAL EFFECTIVE DATE FOR FIRST REGULAR SESSION NON-EMERGENCY LAWS IS JUNE 29, 2021

THE GENERAL EFFECTIVE DATE FOR FIRST SPECIAL SESSION NON-EMERGENCY LAWS IS OCTOBER 18, 2021

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

Augusta, Maine 2021

revocation, suspension or refusal to renew shall does not continue for more than 30 days, except as provided in Title 22, section 804 and subject to review under Title 22, section 804, subsection 3;

- **Sec. 2. 22 MRSA §802, sub-§1, ¶C,** as amended by PL 2005, c. 383, §6, is further amended to read:
 - C. Investigate cases, epidemics and occurrences of communicable, environmental and occupational diseases; and
- **Sec. 3. 22 MRSA §802, sub-§1, ¶D,** as amended by PL 2005, c. 383, §6, is further amended to read:
 - D. Establish procedures for the control, detection, prevention and treatment of communicable, environmental and occupational diseases, including public immunization and, contact notification programs, and closure of a business or entity when that business or entity directly and repeatedly violates public health control measures during an extreme public health emergency under section 820; and
- Sec. 4. 22 MRSA §802, sub-§1, ¶E is enacted to read:
 - E. Impose administrative fines in accordance with section 804 and Title 5, chapter 375.
- **Sec. 5. 22 MRSA §802, sub-§2, ¶B,** as enacted by PL 1989, c. 487, §11, is amended to read:
 - B. Procedures for the disinfection, seizure or destruction of contaminated property; and
- **Sec. 6. 22 MRSA §802, sub-§2, ¶C,** as amended by PL 2005, c. 383, §7, is further amended to read:
 - C. The establishment of temporary facilities for the care and treatment of infected or exposed persons, which are subject to the supervision and regulations of the department and to the limitations set forth in section 807; and
- Sec. 7. 22 MRSA §802, sub-§2, ¶D is enacted to read:
 - D. Procedures for the imposition of sanctions, including license suspensions and administrative fines, to enforce orders issued to reduce potential exposure and risk to public health. Notwithstanding Title 5, section 10004, subsection 3, the department may directly and temporarily suspend a department-issued license for more than 30 days when further operation of the licensee's business would result in a serious and imminent risk to public health or safety.
- **Sec. 8. 22 MRSA §804, sub-§2,** as enacted by PL 1989, c. 487, §11, is amended to read:

- 2. Refusal to obey rules. Any person who neglects, violates or refuses to obey the rules or who willfully obstructs or hinders the execution of the rules, may be ordered by the department, in writing, to cease and desist. This order shall may not be considered an adjudicatory proceeding within the meaning of the Maine Administrative Procedure Act, Title 5, chapter 375. In the case of any person who refuses to obey a cease and desist order issued to enforce the rules adopted pursuant to section 802, the department may impose a fine, which may not be less than \$250 or greater than \$1,000 for each violation. Each day that the violation remains uncorrected may be counted as a separate offense. A fine may be imposed for each violation of the rules. If the imposition of a fine under this subsection does not result in compliance, the department may bring an action in District Court to obtain an injunction enforcing the cease and desist order or to request a civil fine not to exceed \$500 \$1,500, or both. Alternatively, the department may seek relief pursuant to section 810 or 812. The District Court shall have has jurisdiction to determine the validity of the cease and desist order whenever an action for injunctive relief or civil penalty is brought before it under this subsection.
- Sec. 9. 22 MRSA §804, sub-§3 is enacted to read:
- 3. License suspension. A licensing agency under the department may immediately suspend a license pursuant to Title 5, section 10004, subsection 3 for a violation under this section. Notwithstanding Title 5, section 10004, subsection 3, a suspension under this subsection remains in effect until:
 - A. The licensing agency determines that the licensee's conduct no longer poses an imminent risk to public health or safety; or
 - B. The District Court, after conducting a hearing at the licensee's request, finds that the licensee's conduct does not pose an imminent risk to public health or safety. The suspension remains in effect pending the District Court's review under this paragraph.

See title page for effective date.

CHAPTER 350 H.P. 1014 - L.D. 1380

An Act To Increase Protections for Option Contracts for the Purchase of Real Property or Rent-to-own Real Property

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

- Sec. 1. 14 MRSA §6203-F, sub-§1-A is enacted to read:
- 1-A. Mediation. Upon the request of either party, mediation must be provided as set forth in section 6321-A if the premises are owner-occupied residential real property of no more than 4 units and the primary residence of the owner-occupant.
 - Sec. 2. 14 MRSA §6203-H is enacted to read:

§6203-H. Option contract for purchase of real property or rent-to-own real property

- 1. **Definitions.** As used in this section, unless the context otherwise indicates, the following terms have the following meanings.
 - A. "Option contract for the purchase of real property or rent-to-own real property" means an agreement for the occupancy of purchaser-occupied residential real property of no more than 4 units that is the primary residence of the purchaser in which the purchaser is required to make an initial payment in excess of 4 times the periodic monthly payments required to occupy the premises and any agreement in which a person is induced to occupy such property as a primary residence by a promise or offer to grant ownership of the property to the person at a future date, at the option of the purchaser.
 - B. "Purchaser" means a person who enters into an option contract for the purchase of real property or rent-to-own real property and thereby obtains an option to purchase the real property.
 - C. "Vendor" means the owner of real property that is the subject of an option contract for the purchase of real property or rent-to-own real property and who enters into an option contract for the purchase of real property or rent-to-own real property for that real property. A vendor is a creditor under Title 9-A, section 1-301, subsection 17, except that an individual who engages in no more than 2 transactions per year and not more than 4 in a 5-year period may not be considered a creditor for purposes of Title 9-A, section 1-301, subsection 17.
- 2. Requirements. An option contract for the purchase of real property or rent-to-own real property must:

A. Be in writing;

- B. Include a statement that the vendor has inspected the property to be conveyed and certifies that the property is in compliance with sections 6021 and 6021-A, subject to the provisions of section 6021, subsection 5 authorizing a waiver for a stated reduction in payment or other specified fair consideration;
- C. Identify the party required to maintain the premises in compliance with sections 6021 and 6021-A;

- D. State the amount of the initial payment to secure the option contract for the purchase of real property or rent-to-own real property;
- E. State the amount of the monthly payment due;
- F. State the date by which the option contract for the purchase of real property or rent-to-own real property must be exercised;
- G. State the amount due to exercise the option contract for the purchase of real property or rent-to-own real property;
- H. Identify the party responsible to make payments for any real property taxes and homeowner's insurance:
- I. State whether the amounts paid for rent, property taxes or homeowner's insurance will be deducted from the amount due to exercise the option contract for the purchase of real property or rent-to-own real property;
- J. Include a termination clause that recites the provisions set forth in subsection 4;
- K. Include a clear and conspicuous provision above the place for the signature of the purchaser that acknowledges receipt by the purchaser of a copy of the option contract for the purchase of real property or rent-to-own real property; and
- L. Include language that in the event the option contract for the purchase of real property or rent-to-own real property is not exercised, the vendor shall return to the purchaser any amounts paid by the purchaser to the vendor at the commencement of the option contract for the purchase of real property or rent-to-own real property in excess of the lesser of:
 - (1) Four times the monthly rent; and
 - (2) One percent of the contract price for the purchase of the real property.
- **3. Recordation.** Within 20 days after the option contract for the purchase of real property or rent-to-own real property has been signed by both the vendor and the purchaser, the vendor shall cause a copy of the option contract for the purchase of real property or rentto-own real property or a memorandum of the option contract for the purchase of real property or rent-to-own real property to be recorded at the purchaser's expense in the registry of deeds in the county where the real property sold under the option contract for the purchase of real property or rent-to-own real property is located. If a memorandum of the option contract for the purchase of real property or rent-to-own real property is recorded, it must be entitled "Memorandum of a Land Installment Contract" and must at a minimum contain the names of the parties, the signatures of the parties, a description of the real property and the applicable time periods. A person other than a vendor and purchaser

may rely on the recorded materials in determining whether the requirements of this subsection have been met.

- **4. Termination.** The following provisions govern the termination of an option contract for the purchase of real property or rent-to-own real property.
 - A. An option contract for the purchase of real property or rent-to-own real property may be terminated only pursuant to the eviction process set forth chapter 709 if:
 - (1) The vendor has entered into not more than one contract in any calendar year or 2 contracts in any 5-year period;
 - (2) The option contract for the purchase of real property or rent-to-own real property does not require an initial payment of more than 4 times the monthly rent charged for the real property;
 - (3) The option contract for the purchase of real property or rent-to-own real property requires the vendor to maintain the real property pursuant to the provisions of section 6021, unless a waiver pursuant to the provisions of section 6021, subsection 5 has been entered into, and section 6021-A; and
 - (4) The vendor has otherwise complied with the requirements of this section.
 - B. If paragraph A does not apply, an option contact for the purchase of real property or rent-to-own real property may be terminated only pursuant to the foreclosure process set forth in section 6203-F.
- 5. Violations. A violation of this section is a violation of the Maine Unfair Trade Practices Act. In addition to any other rights and remedies a purchaser may have in the law, upon a finding that a violation of this section by a vendor has occurred, a court shall find one or more of the following:
 - A. The purchaser is entitled to recover all actual damages or \$1,000, whichever is greater;
 - B. The purchaser may rescind the option contract for the purchase of real property or rent-to-own real property and recover all payments made on the contract; and
 - C. The purchaser is entitled to recover the aggregate amount of costs, expenses and attorney's fees determined by the court to have reasonably been incurred on the purchaser's behalf in connection with the prosecution or defense of the matter.

Sec. 3. 33 MRSA §483 is enacted to read:

§483. Prohibited acts

1. Bad faith avoidance. A person may not in bad faith attempt to avoid the application of this chapter

- including engaging in subterfuge or designing or structuring a transaction with the purpose of evading the provisions of this chapter.
- 2. Survival of foreclosure. A land installment contract may not require a purchaser to enter into a promissory note or any other financial instrument or obligation that survives the foreclosure of the purchaser's interest in the real estate, or enforce any such obligation, unless:
 - A. The term of the promissory note does not exceed the term of the land installment contract;
 - B. Payments of principal made during the term of the promissory note are credited to reduce the principal due on the note; and
 - C. After obtaining a judgment for foreclosure and the expiration of the period of redemption set forth in Title 14, section 6203-F, the vendor conducts a sale in the same manner as required for a mortgagee in Title 14, section 6323 and complies with the provisions of Title 14, section 6324 except with the equity of redemption being 60 days.

See title page for effective date.

CHAPTER 351 S.P. 458 - L.D. 1408

An Act To Increase the Protection of Children from Domestic Abuse and Violence

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

- **Sec. 1. 4 MRSA §1553, sub-§2, ¶B,** as enacted by PL 2013, c. 406, §1, is amended to read:
 - B. Core training; and. Core training must include no less than 6 hours on domestic abuse and violence, developed and provided in collaboration with a statewide coalition of domestic violence resource centers, on the following topics:
 - (1) The domestic abuse tactics affecting adult and child safety and security after separation;
 - (2) The effects of domestic abuse and violence on children and conditions that support resilience;
 - (3) Best practices for recognizing, asking about and assessing the effects of abuse on the parenting relationship; and
 - (4) Methods for reducing post-separation abuse of the nonabusive parent and promoting child safety and security; and
- **Sec. 2. 4 MRSA §1553, sub-§3,** as enacted by PL 2013, c. 406, §1, is amended to read: