

General Assembly

January Session, 2019

Raised Bill No. 7361

LCO No. **5927**

Referred to Committee on PLANNING AND DEVELOPMENT

Introduced by: (PD)

AN ACT CONCERNING MUNICIPALITIES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

Section 1. Subsections (c) and (d) of section 7-239 of the general
 statutes are repealed and the following is substituted in lieu thereof
 (*Effective October 1, 2019*):

4 (c) Any municipality, by resolution of its legislative body, may 5 assign, for consideration, any and all liens filed by the superintendent 6 of the waterworks system or tax collector to secure unpaid water 7 charges as provided under the provisions of this chapter. The 8 consideration received by the municipality shall be negotiated between 9 the municipality and the assignee. The assignee or assignees of such 10 liens shall have and possess the same powers and rights at law or in 11 equity as such municipality and municipality's tax collector would 12 have had if the lien had not been assigned with regard to the 13 precedence and priority of such lien, the accrual of interest and the fees 14 and expenses of collection. The assignee shall have the same rights to 15 enforce such liens as any private party holding a lien on real property, 16 including, but not limited to, foreclosure and a suit on the debt. Costs

and reasonable [attorneys'] <u>attorney's</u> fees incurred by the assignee as a result of any foreclosure action or other legal proceeding brought pursuant to this section and directly related to the proceeding shall be taxed in any such proceeding against each person having title to any property subject to the proceedings. Such costs and fees may be collected by the assignee at any time after demand for payment has been made by the assignee.

(d) The amount of any such rate or charge which remains due and
unpaid for thirty days may, with reasonable [attorneys'] <u>attorney's</u>
fees, be recovered by the legislative body in a civil action in the name
of the municipality against such owners. The municipality shall be
subject to the same rates or charges under the same conditions as other
users of such waterworks system.

Sec. 2. Subsection (c) of section 7-254 of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective October 1, 2019*):

33 (c) Any municipality, by resolution of its legislative body, may 34 assign, for consideration, any and all liens filed by the tax collector to 35 secure unpaid sewer assessments as provided under the provisions of 36 this chapter. The consideration received by the municipality shall be 37 negotiated between the municipality and the assignee. The assignee or 38 assignees of such liens shall have and possess the same powers and 39 rights at law or in equity as such municipality and municipality's tax 40 collector would have had if the lien had not been assigned with regard 41 to the precedence and priority of such lien, the accrual of interest and 42 the fees and expenses of collection. The assignee shall have the same 43 rights to enforce such liens as any private party holding a lien on real 44 property, including, but not limited to, foreclosure and a suit on the 45 debt. Costs and reasonable [attorneys'] attorney's fees incurred by the assignee as a result of any foreclosure action or other legal proceeding 46 47 brought pursuant to this section and directly related to the proceeding 48 shall be taxed in any such proceeding against each person having title 49 to any property subject to the proceedings. Such costs and fees may be

collected by the assignee at any time after demand for payment hasbeen made by the assignee.

52 Sec. 3. Subsection (b) of section 7-258 of the general statutes is 53 repealed and the following is substituted in lieu thereof (*Effective* 54 *October 1, 2019*):

55 (b) Any municipality, by resolution of its legislative body, may 56 assign, for consideration, any and all liens filed by the tax collector or 57 collector of sewerage system connection and use charges to secure 58 unpaid sewerage connection and use charges as provided under the 59 provisions of this chapter. The consideration received by the 60 municipality shall be negotiated between the municipality and the 61 assignee. The assignee or assignees of such liens shall have and possess 62 the same powers and rights at law or in equity as such municipality 63 and municipality's tax collector would have had if the lien had not 64 been assigned with regard to the precedence and priority of such lien, 65 the accrual of interest and the fees and expenses of collection. The 66 assignee shall have the same rights to enforce such liens as any private 67 party holding a lien on real property, including, but not limited to, 68 foreclosure and a suit on the debt. Costs and reasonable [attorneys'] 69 attorney's fees incurred by the assignee as a result of any foreclosure action or other legal proceeding brought pursuant to this section and 70 71 directly related to the proceeding shall be taxed in any such 72 proceeding against each person having title to any property subject to 73 the proceedings. Such costs and fees may be collected by the assignee 74 at any time after demand for payment has been made by the assignee.

Sec. 4. Subsection (e) of section 7-403a of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective October 1, 2019*):

(e) Upon the recommendation of the chief executive officer and the
budget-making authority and approval by the legislative body, (1) any
part or the whole of such fund may be used and appropriated to pay
only for property or casualty losses and employee retirement benefits,

82 and expenses related thereto, including court costs and [attorneys'] 83 attorney's fees, incurred by the municipality, or (2) any part or the 84 whole of such fund may be transferred to a trust established to hold 85 and invest the assets of a pension, retirement or other postemployment 86 health and life benefit system of the municipality. Any unexpended 87 portion of such appropriation remaining after such payment, together 88 with all interest accruing on the balance in the fund, shall revert to and 89 be credited to such reserve fund. For the purposes of this section, 90 "property or casualty losses and employee retirement benefits" shall 91 include, but not be limited to, (A) motor vehicle liability, physical 92 damage and collision, (B) loss or damage to, or legal liability for, real 93 or personal property, (C) legal liability for personal injuries or deaths, 94 including but not limited to, workers' compensation and heart and 95 hypertension, and (D) retiree health and life benefits.

This act shall take effect as follows and shall amend the following
sections:Section 1October 1, 20197-239(c) and (d)Sec. 2October 1, 20197-254(c)Sec. 3October 1, 20197-258(b)Sec. 4October 1, 20197-403a(e)

Statement of Purpose:

To make technical corrections.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]