

General Assembly **R**

February Session, 2020

Raised Bill No. 465



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:

1 Section 1. Subsections (c) and (d) of section 7-239 of the general 2 statutes are repealed and the following is substituted in lieu thereof 3 (*Effective July 1, 2020*):

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

17 [attorneys'] <u>attorney's</u> fees incurred by the assignee as a result of any 18 foreclosure action or other legal proceeding brought pursuant to this 19 section and directly related to the proceeding shall be taxed in any such 20 proceeding against each person having title to any property subject to 21 the proceedings. Such costs and fees may be collected by the assignee at 22 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repealed and the following is substituted in lieu thereof (*Effective July 1*,
2020):

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

49 collected by the assignee at any time after demand for payment has been50 made by the assignee.

51 Sec. 3. Subsection (b) of section 7-258 of the general statutes is 52 repealed and the following is substituted in lieu thereof (*Effective July 1*, 53 2020):

54 (b) Any municipality, by resolution of its legislative body, may 55 assign, for consideration, any and all liens filed by the tax collector or 56 collector of sewerage system connection and use charges to secure 57 unpaid sewerage connection and use charges as provided under the 58 provisions of this chapter. The consideration received by the 59 municipality shall be negotiated between the municipality and the 60 assignee. The assignee or assignees of such liens shall have and possess 61 the same powers and rights at law or in equity as such municipality and 62 municipality's tax collector would have had if the lien had not been 63 assigned with regard to the precedence and priority of such lien, the 64 accrual of interest and the fees and expenses of collection. The assignee 65 shall have the same rights to enforce such liens as any private party holding a lien on real property, including, but not limited to, foreclosure 66 67 and a suit on the debt. Costs and reasonable [attorneys'] attorney's fees 68 incurred by the assignee as a result of any foreclosure action or other 69 legal proceeding brought pursuant to this section and directly related to 70 the proceeding shall be taxed in any such proceeding against each 71 person having title to any property subject to the proceedings. Such 72 costs and fees may be collected by the assignee at any time after demand 73 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 July 1*,
2020):

(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

80 only for property or casualty losses and employee retirement benefits, 81 and expenses related thereto, including court costs and [attorneys'] 82 attorney's fees, incurred by the municipality, or (2) any part or the whole 83 of such fund may be transferred to a trust established to hold and invest 84 the assets of a pension, retirement or other postemployment health and life benefit system of the municipality. Any unexpended portion of such 85 86 appropriation remaining after such payment, together with all interest 87 accruing on the balance in the fund, shall revert to and be credited to 88 such reserve fund. For the purposes of this section, "property or casualty 89 losses and employee retirement benefits" shall include, but not be 90 limited to, (A) motor vehicle liability, physical damage and collision, (B) 91 loss or damage to, or legal liability for, real or personal property, (C) 92 legal liability for personal injuries or deaths, including but not limited 93 to, workers' compensation and heart and hypertension, and (D) retiree 94 health and life benefits.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2020	7-239(c) and (d)
Sec. 2	July 1, 2020	7-254(c)
Sec. 3	July 1, 2020	7-258(b)
Sec. 4	July 1, 2020	7-403a(e)

Statement of Purpose:

To make technical changes to title 7 of the general statutes.

[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.]