HOUSE BILL 1273

L1, M3

By: Delegate Otto

Introduced and read first time: March 9, 2015 Assigned to: Rules and Executive Nominations

A BILL ENTITLED

1 AN ACT concerning

Somerset County Sanitary Commission – Enforcement of Liens – Tax Sale Authorization

FOR the purpose of authorizing the Somerset County Sanitary Commission to request the
county tax collector to conduct a sale of real property to enforce a lien representing
certain unpaid assessments or charges in accordance with certain procedures;
authorizing the tax collector in Somerset County to conduct a county tax sale for the
purpose of enforcing a certain lien; and generally relating to the levy and collection
of benefit assessments by the Somerset County Sanitary Commission.

- 10 BY repealing and reenacting, with amendments,
- 11 Article Environment
- 12 Section 9–658
- 13 Annotated Code of Maryland
- 14 (2014 Replacement Volume)

15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 16 That the Laws of Maryland read as follows:

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Article – Environment

18 9–658.

(a) When the sanitary commission has determined a benefit assessment, and except as otherwise provided in this section, the sanitary commission shall levy a benefit assessment, so that the levy will be effective on the July 1 that next follows the first March 31 that occurs on or before which the construction is completed on the project for which the benefit assessment is made.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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1 (b) (1) The Allegany County Sanitary Commission may make the levy of a 2 benefit assessment effective on the date on which the construction is completed on the 3 project for which the benefit assessment is made.

4 (2) If the Allegany County Sanitary Commission makes a levy on the date 5 on which the construction is completed, it shall prorate the levy on the basis of the benefit 6 assessment for an entire year and the time remaining until July 1.

7 (c) (1) The Dorchester County Sanitary Commission may make the levy of a 8 benefit assessment effective on the date on which:

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(i) The construction is substantially completed; or

10 (ii) The system is in use for the project for which the benefit 11 assessment is made.

12 (2) If the Dorchester County Sanitary Commission makes a levy on the 13 date on which the construction is substantially completed or when the system is in use, it 14 shall prorate the levy on the basis of the benefit assessment for an entire year and the time 15 remaining until July 1.

16 (d) While unpaid, benefit assessments and other charges are a lien on the parcel 17 for which made.

18 (e) The lien granted by this section is subordinate only to State taxes and 19 municipal taxes.

20 (f) (1) As to each lien that arises against a parcel in the district, the sanitary 21 commission shall keep a public record that:

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(i) Identifies the owners of the parcel;

(ii) Describes the parcel and gives any lot number of record thatapplies to the parcel; and

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(iii) Shows the amount of the lien.

26 (2) The sanitary commission shall file the record of liens among the land 27 records of the county where the parcel is located.

(3) The record of liens shall be legal notice of all existing liens in thedistrict.

30 (g) (1) To enforce the collection of unpaid benefit assessments or other charges 31 that are at least 60 days overdue, the sanitary commission, at any time, may:

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1 (i) Sue any person who was an owner of record of the parcel at any 2 time since the benefit assessment was last paid; or

3 (ii) File a bill in equity to enforce a lien through a decree of sale of 4 property against any person who was an owner of record of the parcel at any time since the 5 benefit assessment was last paid.

6 (2) In addition to the actions that the sanitary commission may take under 7 paragraph (1) of this subsection, in Allegany County, Dorchester County, Garrett County, 8 and Somerset County, the sanitary commission may disconnect the service.

9 (3) When recorded, the lien is legal notice to any person who has any 10 interest in a parcel.

(h) (1) The governing body of Kent County may authorize by local law the sale of real property to enforce a lien based on unpaid benefit assessments or other charges under this subtitle. The procedures for establishment, notification, and enforcement of a lien authorized by the governing body in accordance with this subsection shall conform to the provisions of Chapter 152 of the Code of Kent County, governing collection of real property taxes in arrears.

17 (2) If the sale of real property is authorized under paragraph (1) of this 18 subsection, in addition to any remedy under subsection (g) of this section, the sanitary 19 commission may request that the county tax collector conduct a sale of real property to 20 enforce a lien at a county tax sale in accordance with the same procedures governing the 21 sale of property for delinquent property taxes and the county tax collector may conduct the 22 sale.

(i) (1) In addition to any remedy under subsection (g) of this section, in Allegany County [and], Dorchester County, AND SOMERSET COUNTY, the sanitary commission may request the county tax collector to conduct a sale of real property to enforce a lien representing any unpaid benefit assessment or other charges under this subtitle at a county tax sale in accordance with the same procedures governing the sale of property for delinquent property taxes.

(2) In Allegany County, the tax collector in Allegany County may conduct
 a county tax sale for the purpose of enforcing a lien as specified in paragraph (1) of this
 subsection.

32 (3) In Dorchester County, the tax collector in Dorchester County may 33 conduct a county tax sale for the purpose of enforcing a lien as specified in paragraph (1) of 34 this subsection.

(4) IN SOMERSET COUNTY, THE TAX COLLECTOR IN SOMERSET
 COUNTY MAY CONDUCT A COUNTY TAX SALE FOR THE PURPOSE OF ENFORCING A
 LIEN AS SPECIFIED IN PARAGRAPH (1) OF THIS SUBSECTION.

1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 2 October 1, 2015.