

General Assembly

Substitute Bill No. 149

February Session, 2024

AN ACT CONCERNING FORECLOSURE, ASSIGNMENT AND OTHER ENFORCEMENT ACTIONS FOR UNPAID SEWER ASSESSMENTS AND OTHER FEES AND CHARGES.

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

Section 1. Subsections (a) to (c), inclusive, of section 7-254 of the general statutes are repealed and the following is substituted in lieu thereof (*Effective October 1, 2024, and applicable to actions filed on or after October 1, 2024*):

(a) Any assessment of benefits or any installment thereof, not paid
within thirty days after the due date, shall be delinquent and shall be
subject to interest from such due date at the interest rate and in the
manner provided by the general statutes for delinquent property taxes.
Each addition of interest shall be collectible as a part of such assessment.

10 (b) (1) Whenever any installment of an assessment becomes 11 delinquent, the interest on such delinquent installment shall be as 12 provided in subsection (a) of this section or five dollars, whichever is 13 greater. Any unpaid assessment and any interest due thereon shall 14 constitute a lien upon the real estate against which the assessment was 15 levied from the date of such levy. Each such lien may be continued, 16 recorded and released in the manner provided by the general statutes 17 for continuing, recording and releasing property tax liens. Each such lien shall take precedence over all other liens and encumbrances except taxes and may be enforced, in accordance with subdivision (2) of this subsection, in the same manner as property tax liens. The tax collector of the municipality may collect such assessments in accordance with any mandatory provision of the general statutes for the collection of property taxes and the municipality may recover any such assessment in a civil action against any person liable therefor.

(2) In the case of one or more liens for any unpaid assessment and
any interest due thereon, as described in subdivision (1) of this
subsection, upon any owner-occupied real estate, no such lien or liens
may be enforced unless the principal for all such liens upon such owneroccupied real estate exceeds four thousand dollars or five years have
elapsed from the date any such lien was filed and such lien remains
unpaid.

32 (c) [Any] <u>(1) Except as provided in subdivision (2) of this subsection,</u> 33 <u>any</u> municipality, by resolution of its legislative body, may assign, for 34 consideration, any and all liens filed by the tax collector to secure unpaid 35 sewer assessments as provided under the provisions of this chapter. The 36 consideration received by the municipality shall be negotiated between 37 the municipality and the assignee.

(2) In the case of one or more liens filed by the tax collector to secure
unpaid assessments, as described in subdivision (1) of this subsection,
upon any owner-occupied real estate, no such lien or liens may be
assigned unless the principal for all such liens upon such owneroccupied real estate exceeds four thousand dollars or five years have
elapsed from the date any such lien was filed and such lien remains
unpaid.

45 Sec. 2. Subsections (a) and (b) of section 7-258 of the general statutes
46 are repealed and the following is substituted in lieu thereof (*Effective*47 October 1, 2024, and applicable to actions filed on or after October 1, 2024):

48 (a) (1) Any charge for connection with or for the use of a sewerage

49 system, not paid within thirty days of the due date, shall thereupon be 50 delinquent and shall bear interest from the due date at the rate and in 51 the manner provided by the general statutes for delinquent property 52 taxes. Each addition of interest shall be collectible as a part of such 53 connection or use charge. Any such unpaid connection or use charge 54 shall constitute a lien upon the real estate against which such charge was 55 levied from the date it became delinquent. Each such lien may be 56 continued, recorded and released in the manner provided by the general 57 statutes for continuing, recording and releasing property tax liens. Each 58 such lien shall take precedence over all other liens and encumbrances 59 except taxes and may be foreclosed in the same manner as a lien for 60 property taxes in accordance with subdivision (2) of this subsection. The 61 municipality may by ordinance designate the tax collector or any other 62 person as collector of sewerage system connection and use charges and 63 such collector of sewerage system connection and use charges may 64 collect such charges in accordance with the provisions of the general 65 statutes for the collection of property taxes. The municipality may 66 recover any such charges in a civil action against any person liable 67 therefor. For the purpose of establishing or revising such connection or 68 use charges and for the purpose of collecting such charges any 69 municipality may enter into agreements with any water company or 70 municipal water department furnishing water in such municipality for 71 the purchase from such water company or municipal water department 72 of information or services and such agreement may designate such 73 water company or municipal water department as a billing or collecting 74 agent of the collector of sewerage system connection and use charges in 75 the municipality. Any water company or municipal water department 76 may enter into and fulfill any such agreements and may utilize for the 77 collection of such charges any of the methods utilized by it for the 78 collection of its water charges.

(2) In the case of one or more liens for any unpaid connection or use
 charge, as described in subdivision (1) of this subsection, upon any
 owner-occupied real estate, no such lien or liens may be foreclosed
 unless the principal for all such liens upon such owner-occupied real

83 <u>estate exceeds four thousand dollars or five years have elapsed from the</u>
84 date any such lien was filed and such lien remains unpaid.

(b) [Any] (1) Except as provided in subdivision (2) of this subsection, any municipality, by resolution of its legislative body, may assign, for consideration, any and all liens filed by the tax collector or collector of sewerage system connection and use charges to secure unpaid sewerage connection and use charges as provided under the provisions of this chapter. The consideration received by the municipality shall be negotiated between the municipality and the assignee.

92 (2) In the case of one or more liens filed by the tax collector or collector 93 of sewerage system connection and use charges to secure unpaid 94 sewerage connection and use charges, as described in subdivision (1) of 95 this subsection, upon any owner-occupied real estate, no such lien or 96 liens may be assigned unless the principal for all such liens upon such 97 owner-occupied real estate exceeds four thousand dollars or five years 98 have elapsed from the date any such lien was filed and such lien remains 99 unpaid.

Sec. 3. Section 22a-506 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2024, and applicable to actions filed on or after October 1, 2024*):

103 (a) An authority may (1) levy and collect benefit assessments upon 104 the lands and buildings within its jurisdiction that, in its judgment, are 105 especially benefited by a wastewater system; (2) establish, revise and 106 collect rates, fees, charges, penalties and assessments for the use and 107 benefits of a wastewater system; and (3) order the owner of any building 108 which is accessible to a wastewater system to connect to such system, all 109 in the manner provided in sections 7-249 to 7-257, inclusive, and sections 110 22a-416 to 22a-599, inclusive.

(b) (1) Any assessment of benefits, including any installment thereof,
and any charge, fee, fine or other amount that is not paid within thirty
days after the due date shall be delinquent, shall be subject to interest

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114 and shall constitute a lien upon the premises served and a charge upon 115 the owner thereof all in the manner provided both by the provisions of 116 the general statutes for delinquent property taxes and by section 7-258, 117 as amended by this act. The rules and regulations of the authority may provide for the discontinuance of water pollution control service for 118 119 nonpayment of taxes, special assessments, fees, rates, penalties or other 120 charges therefor imposed under sections 22a-500 to 22a-519, inclusive. 121 Such lien shall take precedence over all other liens or encumbrances 122 except taxes and may be foreclosed against the lot or building served, in 123 accordance with subdivision (2) of this subsection, in the same manner 124 as a lien for taxes, provided all such liens shall continue until such time 125 as they shall be discharged or foreclosed by the authority without the 126 necessity of filing certificates of continuation, but in no event for longer 127 than ten years. The authority may institute a civil action against such 128 owner to recover the amount of any such fee or charge which remains 129 due and unpaid for thirty days along with interest thereon at the same 130 rate as unpaid taxes and with reasonable attorneys' fees, provided no 131 such civil action to recover such amount may be instituted against the 132 owner of an owner-occupied premises unless the principal for such 133 amount exceeds four thousand dollars or five years have elapsed from 134 the date any such lien was filed and such lien remains unpaid.

135 (2) In the case of one or more liens for any assessment of benefits and 136 any charge, fee, fine or other amount that is not paid within thirty days after the due date, as described in subdivision (1) of this subsection, 137 138 upon any owner-occupied premises served, no such lien or liens may be 139 foreclosed unless the principal for all such liens upon such owner-140 occupied premises served exceeds four thousand dollars or five years 141 have elapsed from the date any such lien was filed and such lien remains 142 unpaid.

Sec. 4. Subsection (a) of section 49-920 of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective October*1, 2024, and applicable to actions filed on or after October 1, 2024):

146 (a) [Any] (1) Except as provided in subdivision (2) of this subsection,

<u>any</u> regional sewer authority established under an act of the General
Assembly, may assign, for consideration, any and all liens filed by such
regional sewer authority to secure unpaid sewer assessments or
connection or use charges of the authority. The consideration received
by the authority shall be negotiated between the authority and the
assignee.

(2) In the case of one or more liens filed by a regional sewer authority
to secure unpaid sewer assessment or connection or use charges of the
authority, as described in subdivision (1) of this subsection, upon any
owner-occupied real estate, no such lien or liens may be assigned unless
the principal for all such liens upon such owner-occupied real estate
exceeds four thousand dollars or five years have elapsed from the date
any such lien was filed and such lien remains unpaid.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	October 1, 2024, and	7-254(a) to (c)
	applicable to actions filed	
	on or after October 1, 2024	
Sec. 2	October 1, 2024, and	7-258(a) and (b)
	applicable to actions filed	
	on or after October 1, 2024	
Sec. 3	October 1, 2024, and	22a-506
	applicable to actions filed	
	on or after October 1, 2024	
Sec. 4	October 1, 2024, and	49-92o(a)
	applicable to actions filed	
	on or after October 1, 2024	

PD Joint Favorable Subst.