Q8, L2 9 lr 0704 CF 9 lr 0875

By: Senators Washington, Carter, Ferguson, Hayes, and McCray

Introduced and read first time: January 14, 2019

Assigned to: Budget and Taxation

A BILL ENTITLED

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1	AN	ACT	concerning

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Baltimore City – Tax Sales of Real Property – Water Liens (Water Taxpayer Protection Act of 2019)

4 FOR the purpose of repealing the authority of the Mayor and City Council of Baltimore 5 City to sell certain properties to enforce a lien for unpaid charges for water and sewer 6 service if the properties are also being sold to enforce another lien; repealing the 7 authority of the Mayor and City Council of Baltimore City to sell certain places of 8 worship to enforce a lien for unpaid charges for water and sewer service; repealing 9 the authority of Baltimore City to enforce a water and sewer service lien on residential property if the property is being sold to enforce another lien; providing 10 11 that this Act does not affect other rights or remedies of Baltimore City to collect 12 unpaid charges for water and sewer service, subject to a certain exception; 13 prohibiting Baltimore City from acquiring residential property and places of worship 14 by means of execution of a judgment under certain circumstances; repealing a certain termination provision relating to the authority of Baltimore City to sell real property 15 16 to enforce a water and sewer service lien; providing for the application of certain 17 provisions of this Act; and generally relating to tax sales of real property in Baltimore 18 City.

19 BY repealing and reenacting, with amendments,

20 Article – Tax – Property

21 Section 14–849.1

22 Annotated Code of Maryland

23 (2012 Replacement Volume and 2018 Supplement)

24 BY repealing and reenacting, with amendments,

25 Chapter 714 of the Acts of the General Assembly of 2018

Section 3

27 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,

28 That the Laws of Maryland read as follows:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



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Article - Tax - Property 1 2 14-849.1. 3 In Baltimore City, the Mayor and City Council may not sell a property [solely] to enforce a lien for unpaid charges for water and sewer service unless: 4 5 (1) the lien is for at least \$350; 6 (2)the property is not: 7 **(I)** a residential property; **OR** 8 REAL PROPERTY USED EXCLUSIVELY AS A PLACE OF (II)9 WORSHIP; and 10 the unpaid charges for water and sewer service are at least 3 quarters (3)11 in arrears. 12 [(1)] Notwithstanding subsection (a) of this section, the Mayor and City 13 Council may enforce a lien on a property other than residential property OR REAL PROPERTY USED EXCLUSIVELY AS A PLACE OF WORSHIP for unpaid water and sewer 14 service that is less than \$350 if the property is being sold to enforce another lien. 15 16 Notwithstanding subsection (a) of this section, the Mayor and City 17 Council may enforce a lien on residential property for unpaid water and sewer service if the property is being sold to enforce another lien. 18 19 (C) **(1)** EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, 20 THIS SECTION DOES NOT AFFECT ANY OTHER RIGHT OR REMEDY OF BALTIMORE 21CITY FOR THE COLLECTION OF A WATER AND SEWER SERVICE CHARGE. 22**(2)** BALTIMORE CITY MAY NOT ACQUIRE RESIDENTIAL PROPERTY OR 23 REAL PROPERTY USED EXCLUSIVELY AS A PLACE OF WORSHIP BY MEANS OF 24 EXECUTION OF A JUDGMENT FOR FAILURE BY THE OWNER, ON WHOM THE WATER 25AND SEWER SERVICE CHARGE WAS ORIGINALLY MADE, TO PAY THE WATER AND 26 SEWER SERVICE CHARGE. 27 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows: 28

SECTION 3. AND BE IT FURTHER ENACTED. That this Act shall take effect

Chapter 714 of the Acts of 2018

- 1 October 1, 2018. [It shall remain effective for a period of 1 year and 3 months and, at the
- 2 end of December 31, 2019, this Act, with no further action required by the General
- 3 Assembly, shall be abrogated and of no further force and effect.]

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- SECTION 3. AND BE IT FURTHER ENACTED, That Section 1 of this Act shall be construed to apply only prospectively and may not be applied or interpreted to have any effect on or application to any liens attached to real property before the effective date of this Act.
- SECTION 4. AND BE IT FURTHER ENACTED, That this Act shall take effect July 9 $\,$ 1, 2019.