

Rep. Michael Halpin

Filed: 2/22/2022

10200HB4627ham001 LRB102 24546 LNS 36679 a 1 AMENDMENT TO HOUSE BILL 4627 AMENDMENT NO. _____. Amend House Bill 4627 by replacing 2 everything after the enacting clause with the following: 3 "Section 5. The Self-Service Storage Facility Act is 4 5 amended by changing Section 4 and by adding by adding Section 8 6 as follows: 7 (770 ILCS 95/4) (from Ch. 114, par. 804) Sec. 4. Enforcement of lien. An owner's lien as provided 8 for in Section 3 of this Act for a claim which has become due 9 10 may be satisfied as follows: (A) The occupant and an alternative contact, if any, shall 11 be notified. 12 (B) The notice shall be delivered: 13 14 (1) in person; or 15 (2) by verified mail or by electronic mail to the last known address of the occupant and to the alternative 16

1 <u>contact</u>, if any.

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- (C) The notice shall include:
- (1) An itemized statement of the owner's claim showing the sum due at the time of the notice and the date when the sum became due;
- (2) The name of the facility, address, telephone number, date, time, location, and manner of the lien sale, and the occupant's name and unit number;
- (3) A notice of denial of access to the personal property, if such denial is permitted under the terms of the rental agreement, which provides the name, street address, and telephone number of the owner, or his designated agent, whom the occupant may contact to respond to this notice;
- (3.5) Except as otherwise provided by a rental agreement and until a lien sale, the exclusive care, custody, and control of all personal property stored in the leased self-service storage space remains vested in the occupant. No bailment or higher level of liability is created if the owner over-locks the occupant's lock, thereby denying the occupant access to the storage space. Rent and other charges related to the lien continue to accrue during the period of time when access is denied because of non-payment;
- (4) A demand for payment within a specified time not less than 14 days after delivery of the notice;

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- (5) A conspicuous statement that unless the claim is paid within the time stated in the notice, the personal property will be advertised for sale or other disposition, and will be sold or otherwise disposed of at a specified time and place.
 - (D) Any notice made pursuant to this Section shall be presumed delivered when it is deposited with the United States Postal Service, and properly addressed with postage prepaid or sent by electronic mail and the owner receives a receipt of delivery to the occupant's last known address, except if the owner does not receive a receipt of delivery for the notice sent by electronic mail, the notice is presumed delivered when it is sent to the occupant by verified mail to the occupant's last known mailing address.
 - (E) After the expiration of the time given in the notice, an advertisement of the sale or other disposition shall be published once a week for two consecutive weeks in a newspaper of general circulation where the self-service storage facility is located or in any other commercially reasonable manner. The manner of advertisement shall be deemed commercially reasonable if at least 3 bidders who are unrelated to the owner attend or view the sale at the time and place advertised. The advertisement shall include:
- (1) The name of the facility, address, telephone number, date, time, location, and manner of lien sale and the occupant's name and unit number.

1 (2) (Blank).

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- (3) The sale or other disposition shall take place not sooner than 15 days after the first publication. If there is no newspaper of general circulation where self-service facility is storage located, the advertisement shall be posted at least 10 days before the date of the sale or other disposition in not less than 6 conspicuous places in the neighborhood self-service storage facility is located.
 - (E-5) After the expiration of the time given in the notice, the occupant and the alternative contact, if any, shall be notified of the sale or other disposition, which shall be delivered either (i) in person, or (ii) by verified mail or by electronic mail to the last known address of the occupant. The notice shall contain the information included in the advertisement pursuant to subsection (E).
 - (F) Any sale or other disposition of the personal property shall conform to the terms of the notification as provided for in this Section.
 - (G) Any sale or other disposition of the personal property shall be held at the self-service storage facility, or at the nearest suitable place to where the personal property is held or stored. A sale under this Section shall be deemed to be held at the self-service storage facility where the personal property is stored if the sale is held on a publicly accessible online website.

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(G-5) If the property upon which the lien is claimed is a motor vehicle or watercraft and rent or other charges related to the property remain unpaid or unsatisfied for 60 days, the owner may have the property towed from the self-service storage facility. If a motor vehicle or watercraft is towed, the owner shall not be liable for any damage to the motor vehicle or watercraft, once the tower takes possession of the property. After the motor vehicle or watercraft is towed, the owner may pursue other collection options against the delinquent occupant for any outstanding debt. If the owner chooses to sell a motor vehicle, aircraft, mobile home, moped, motorcycle, snowmobile, trailer, or watercraft, the owner the Secretary of State and shall contact governmental agency as reasonably necessary to determine the name and address of the title holder or lienholder of the item, and the owner shall notify every identified title holder or lienholder of the time and place of the proposed sale. The owner is required to notify the holder of a security interest only if the security interest is filed under the name of the person signing the rental agreement or an occupant. An owner who fails to make the lien searches required by this Section is liable only to valid lienholders injured by that failure as provided in Section 3.

(H) Before any sale or other disposition of personal property pursuant to this Section, the occupant may pay the amount necessary to satisfy the lien, and the reasonable

- 1 expenses incurred under this Section, and thereby redeem the
- 2 personal property. Upon receipt of such payment, the owner
- 3 shall return the personal property, and thereafter the owner
- 4 shall have no liability to any person with respect to such
- 5 personal property.
- 6 (I) A purchaser in good faith of the personal property
- 7 sold to satisfy a lien, as provided for in Section 3 of this
- 8 Act, takes the property free of any rights of persons against
- 9 whom the lien was valid, despite noncompliance by the owner
- 10 with the requirements of this Section.
- 11 (J) In the event of a sale under this Section, the owner
- may satisfy his lien from the proceeds of the sale, but shall
- 13 hold the balance, if any, for delivery on demand to the
- 14 occupant. If the occupant does not claim the balance of the
- 15 proceeds within one year of the date of sale, it shall become
- 16 the property of the owner without further recourse by the
- 17 occupant.
- 18 (K) The lien on any personal property created by this Act
- 19 shall be terminated as to any such personal property which is
- sold or otherwise disposed of pursuant to this Act and any such
- 21 personal property which is removed from the self-service
- 22 storage facility.
- (L) If 3 or more bidders who are unrelated to the owner are
- in attendance at a sale held under this Section, the sale and
- its proceeds are deemed to be commercially reasonable.
- 26 (Source: P.A. 102-687, eff. 12-17-21.)

(770 ILCS 95/8 new) 1

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Sec. 8. Alternative contact. The rental agreement shall include space for the occupant to designate an alternative contact to receive notices required by this Act. The failure or refusal of an occupant to designate an alternative contact shall not affect an occupant's or owner's rights or remedies under this Act or any other provision of law. The alternative contact, if any, shall not have any rights to access the storage space or to the personal property stored in the storage space unless expressly stated otherwise in the rental agreement.".