97TH GENERAL ASSEMBLY

State of Illinois

2011 and 2012

SB1776

Introduced 2/9/2011, by Sen. Jacqueline Y. Collins

SYNOPSIS AS INTRODUCED:

65 ILCS 5/11-20-15

Amends the Illinois Municipal Code. Makes a technical change in a Section concerning liens for removal costs.

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A BILL FOR

SB1776

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AN ACT concerning local government.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The Illinois Municipal Code is amended by 5 changing Section 11-20-15 as follows:

6 (65 ILCS 5/11-20-15)

7 Sec. 11-20-15. Lien for removal costs.

8 (a) If <u>the</u> the municipality incurs a removal cost under 9 Section 11-20-7, 11-20-8, 11-20-12, or 11-20-13 with respect to 10 any underlying parcel, then that cost is a lien upon that 11 underlying parcel. This lien is superior to all other liens and 12 encumbrances, except tax liens and as otherwise provided in 13 subsection (c) of this Section.

(b) To perfect a lien under this Section, the municipality must, within one year after the removal cost is incurred, file notice of lien in the office of the recorder in the county in which the underlying parcel is located or, if the underlying parcel is registered under the Torrens system, in the office of the Registrar of Titles of that county. The notice must consist of a sworn statement setting out:

(1) a description of the underlying parcel that
 sufficiently identifies the parcel;

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(2) the amount of the removal cost; and

(3) the date or dates when the removal cost was
 incurred by the municipality.

3 If, for any one parcel, the municipality engaged in any 4 removal activity on more than one occasion during the course of 5 one year, then the municipality may combine any or all of the 6 costs of each of those activities into a single notice of lien.

7 (c) A lien under this Section is not valid as to: (i) any 8 purchaser whose rights in and to the underlying parcel arose 9 after the removal activity but before the filing of the notice 10 of lien; or (ii) any mortgagee, judgment creditor, or other 11 lienor whose rights in and to the underlying parcel arose 12 before the filing of the notice of lien.

13 (d) The removal cost is not a lien on the underlying parcel 14 unless a notice is personally served on, or sent by certified 15 mail to, the person to whom was sent the tax bill for the 16 general taxes on the property for the taxable year immediately 17 preceding the removal activities. The notice must be delivered or sent after the removal activities have been performed, and 18 it must: (i) state the substance of this Section and the 19 20 substance of any ordinance of the municipality implementing this Section; (ii) identify the underlying parcel, by common 21 22 description; and (iii) describe the removal activity.

(e) A lien under this Section may be enforced by proceedings to foreclose as in case of mortgages or mechanics' liens. An action to foreclose a lien under this Section must be commenced within 2 years after the date of filing notice of - 3 - LRB097 10124 KMW 50306 b

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1 lien.

2 (f) Any person who performs a removal activity by the 3 authority of the municipality may, in his or her own name, file 4 a lien and foreclose on that lien in the same manner as a 5 municipality under this Section.

6 (g) A failure to file a foreclosure action does not, in any 7 way, affect the validity of the lien against the underlying 8 parcel.

9 (h) Upon payment of the lien cost by the owner of the 10 underlying parcel after notice of lien has been filed, the 11 municipality (or its agent under subsection (f)) shall release 12 the lien, and the release may be filed of record by the owner 13 at his or her sole expense as in the case of filing notice of 14 lien.

15 (i) For the purposes of this Section:

16 "Lien cost" means the removal cost and the filing costs for 17 any notice of lien under subsection (b).

18 "Removal activity" means any activity for which a removal 19 cost was incurred.

20 "Removal cost" means a removal cost as defined under 21 Section 11-20-7, 11-20-8, 11-20-12, or 11-20-13.

22 "Underlying parcel" means a parcel of private property upon 23 which a removal activity was performed.

24 "Year" means a 365-day period.

(j) This Section applies only to liens filed after August
14, 2009 (the effective date of Public Act 96-462).

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(k) This Section shall not apply to a lien filed pursuant
 to Section 11-20-15.1.

3 (Source: P.A. 96-462, eff. 8-14-09; 96-856, eff. 3-1-10;

4 96-1000, eff. 7-2-10.)