# 2012 SESSION

**ENROLLED** 

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## VIRGINIA ACTS OF ASSEMBLY - CHAPTER

2 An Act to amend and reenact § 21-118.4 of the Code of Virginia, relating to the construction and 3 maintenance of a dam in a sanitary district; emergency.

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## Approved

#### Be it enacted by the General Assembly of Virginia: 6 7

### 1. That § 21-118.4 of the Code of Virginia is amended and reenacted as follows: 8

§ 21-118.4. Certain additional powers of governing body.

9 Notwithstanding any other provisions of law, when an order has been entered creating a sanitary district in such county, the board of supervisors or other governing body hereinafter referred to as 10 "board of supervisors," shall have the following powers and duties, in addition to such powers and 11 12 duties created by any law, subject to the conditions and limitations hereinafter prescribed:

13 (a) To construct, reconstruct, maintain, alter, improve, add to and operate dams, motor vehicle parking lots, water supply, drainage, sewerage, garbage disposal, heat, light, power, gas, sidewalks, 14 curbs, gutters, streets and street name signs and fire-fighting systems, for the use and benefit of the 15 public in such sanitary district and as to such motor vehicle parking lots systems to make such charges 16 17 for the use of such facilities as may be prescribed by said board or body;

18 (a1) To acquire, construct, maintain and operate, or to contract for such acquisition, construction, 19 maintenance and operation, within such sanitary district, such community buildings, community centers, 20 other recreational facilities and advisory community planning councils as the board may deem expedient 21 or advisable, and to make such charges for the use of such facilities as may be prescribed by the board;

(b) To acquire by gift, condemnation, purchase, lease or otherwise, and to maintain and operate any 22 23 such *dams*, motor vehicle parking lots, water supply, drainage, sewerage, garbage disposal, heat, light, 24 power, gas, sidewalks, curbs, gutters, streets and street name signs and fire-fighting systems in such 25 district;

26 (c) To contract with any person, firm, corporation, municipality, county, authority or the federal 27 government or any agency thereof to acquire, construct, reconstruct, maintain, alter, improve, add to and 28 operate any such *dams*, motor vehicle parking lots, water supply, drainage, sewerage, garbage removal 29 and disposal, heat, light, power, gas, sidewalks, curbs, gutters, streets and street name signs and fire-fighting systems in such district, and to accept the funds of, or to reimburse from any available 30 31 source, such person, firm, corporation, municipality, county, authority or the federal government or any 32 agency thereof for either the whole or any part of the costs, expenses and charges incident to the 33 acquisition, construction, reconstruction, maintenance, alteration, improvement, addition to and operation 34 of any such system or systems;

35 (d) To require owners or tenants of any property in the district to connect with any such system or 36 systems, and to contract with the owners or tenants for such connections. In order to require owners or tenants of any property in the district to connect with any such system or systems, the board of 37 38 supervisors shall have power and authority to adopt ordinances so requiring owners or tenants to connect 39 with such systems, and to use the same, and the board of supervisors shall have power to provide for a 40 punishment in the ordinance of not exceeding a fifty-dollar \$50 fine for each failure and refusal to so 41 connect with such systems, or to use the same. Before adopting any such ordinance the board of 42 supervisors shall give public notice of the intention to propose the same for passage by posting handbill 43 notices of such proposal in three or more public places in the sanitary district at least ten 10 days prior to the time the ordinance shall be proposed for passage. The ordinance shall not become effective after 44 45 its passage until ten 10 days' like notice has been given by posting copies of such ordinance in three or more public places in the district. The board of supervisors, in lieu of giving notice in such manner, 46 may cause notice to be published in the manner provided in § 15.2-1427 for imposing or increasing any 47 tax or levy. Violations of such ordinances shall be tried before the county court of the county as is 48 49 provided for trial of misdemeanors, and with like right of appeal;

50 (e) To fix and prescribe or change the rates of charge for the use of any such system or systems, the rate of charge for connection to any such system or systems, a late charge not to exceed ten 10 percent 51 of the amount due or ten dollars \$10, whichever is the greater, and interest on outstanding bills at the 52 53 rate provided for in § 58.1-3918, after a public hearing upon notice as provided in subdivision (d) and to 54 provide for the collection of such charges. In fixing such rates the sanitary district may seek the advice 55 of the State Corporation Commission. The Commission may charge the district a reasonable fee for any 56 advice given pursuant to this section. The board of supervisors may provide for the exemption from,

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57 deferral of or reduction of the rates of charge for the use of any garbage disposal system or systems by 58 persons at least sixty-five 65 years of age or persons permanently and totally disabled as defined in 59 § 58.1-3217. Any such exemptions, deferrals or reductions may be conditioned upon only the income 60 criteria as provided by § 58.1-3211 as in effect on December 31, 2010. And to enable the board to 61 enforce the collection of charges for the use of any such system against the person or persons, firm or 62 corporation using the same, the charges when made for the use of any such system shall be collectible 63 by distress, levy, garnishment, attachment or otherwise without recourse to court procedure, except so 64 far as the selected procedure may require the same. And the board shall have power to designate as its 65 agent for the purpose of collection such officer or officers, person or persons as it may determine, and the officer or officers, person or persons shall be vested with the same power and authority as a sheriff 66 67 or constable may have in like procedure.

Water and sewer connection fees established by any county, city, town or sanitary district shall be
fair and reasonable. Such fees shall be reviewed by the county, city, town or sanitary district
periodically and shall be adjusted, if necessary, to assure that they continue to be fair and reasonable.
Nothing herein shall affect existing contracts with bondholders which are in conflict with any of the
foregoing provisions.

73 If any rates, fees or charges for the use of and for the services furnished by any system acquired or 74 constructed by the sanitary district under the provisions of this chapter shall not be paid within thirty 30 75 days after the same shall become due and payable, and the person who incurred the debt is the occupant 76 of such premises, the board may at the expiration of such thirty-day 30-day period disconnect the 77 premises from the water and/or sewer system, or otherwise suspend services and the board may proceed 78 to recover the amount of any such delinquent rates, fees or charges, with interest, in a civil action.

79 If any rates, fees, or charges for the use and services of any water or sewer system acquired or 80 constructed by the sanitary district under the provisions of this chapter shall not be paid within thirty 30 days after the same becomes due and payable, the occupant-debtor of such premises shall cease to 81 dispose of sewage or industrial wastes originating from or on such premises by discharge thereof 82 83 directly or indirectly into the sewer system until such rates, fees or charges with interest shall be paid. If 84 such occupant-debtor does not cease such disposal at the expiration of such thirty-day 30-day period, the 85 political subdivision or district or other public corporation, board, or body supplying water to or selling 86 water for use on such premises may, within five days after the receipt of notice of such delinquency, 87 cease to supply water to or to sell water to such occupant-debtor. If such political subdivision or district 88 or public corporation, board or body shall not, at the expiration of such five-day period, cease supplying 89 water to or selling water for use by such occupant-debtor, then the governing body within whose 90 geographical boundaries such sanitary district lies may shut off the supply of water to such person.

The water supply to or for any occupant-debtor shall not be shut off or stopped under the provisions of this section, if the State Health Commissioner, upon application of the local board of health or health officer of the county, city or town wherein such water is supplied or such real estate is located, shall have found and shall certify to the authorities charged with the responsibility of ceasing to supply or sell such water, or to shut off the supply of such water, that ceasing to supply or shutting off such water supply will endanger the health of such person or the health of others in such county, city or town.

97 Any unpaid charge shall become a lien superior to the interest of any owner, lessee or tenant, and 98 next in succession to county taxes, on the real property on which the use of any such system was made 99 and for which the charge was imposed. However, such lien shall not bind or affect a subsequent bona 100 fide purchaser of such real estate for valuable consideration without actual notice of such lien, except 101 and until from the time that the amount of such charge is entered in the Judgment Lien Docket kept in 102 the office where deeds may be recorded in the political subdivision wherein the real estate or a part 103 thereof is located. It shall be the duty of the clerk in whose office deeds may be recorded to keep and 104 preserve and hold available for public inspection such Judgment Lien Docket and to cause entries to be 105 made and indexed therein from time to time upon certification by the board for which he shall be 106 entitled to a fee of five dollars per entry to be paid by the board and added to the amount of the lien.

107 No such lien shall be placed by the board unless the board or its billing and collection agent (i) shall 108 have advised the owner of such real estate at the time of initiating service to a lessee or tenant of such 109 real estate that a lien will be placed on such real estate if the lessee or tenant fails to pay any fees, rents 110 or other charges when due for services rendered to such lessee or tenant; (ii) shall have mailed to the owner of such real estate a duplicate copy of the final bill rendered to such lessee or tenant at the time 111 112 of rendering the final bill to such lessee or tenant; and (iii) shall employ the same collection efforts and 113 practices to collect amounts due the board from a lessee or a tenant as are employed with respect to 114 collection of such amounts due from customers who are owners of the real estate for which service is 115 provided.

116 Such lien on any real estate may be discharged by the payment to the board of the total amount of 117 such lien, and interest accrued thereon to the date of such payment, and the entry fee of two dollars, and 118 it shall be the duty of the board to deliver a certificate thereof to the person paying the same, and upon119 presentation thereof and the payment of the further fee of one dollar by such person, the clerk having120 the record of such lien shall mark the entry of such lien satisfied.

Jurisdiction to enforce any such lien shall be in equity and the court may decree the real estate
subject to the lien, or any part thereof, to be sold and the proceeds applied to the payment of such lien
and the interest which may accrue to the date of such payment.

124 Nothing contained herein shall be construed to prejudice the right of the board to recover the amount 125 of such lien, or of the charge, and the interest which may accrue, by action at law or otherwise, which 126 relief shall be cumulative and not alternative;

(f) To employ and fix the compensation of any technical, clerical, or other force and help which
 from time to time, in their judgment, may be deemed necessary for the construction, operation or
 maintenance of any such system or systems;

(g) To negotiate and contract with any person, firm, corporation, county, authority or municipality
with regard to the connection of any system or systems with any other system or systems now in
operation or hereafter to be established, and with regard to any other matter necessary and proper for the
construction or operation and maintenance of any such system within the sanitary district;

(h) To contract for the extension of any such system into territory outside of the district, and for theuse thereof, upon such terms and conditions as the board may from time to time determine upon;

(i) With respect to the maintenance and operation of said motor vehicle parking lots system, the
 board is authorized to purchase, install, maintain and operate, and to fix and charge parking meter fees
 for the use of, such parking lot or lots;

(j) Insofar as is permitted by Article VIII, Section 5 and Article VIII, Section 7 of the Constitution
of Virginia to construct or contract to construct within such sanitary district, at the request of the school
board and subject to all provisions of law applicable to the construction of school buildings, and
additions thereto;

(k) To borrow not earlier than January 1 of any year, or the first day of the fiscal year of the district,
for the purpose of meeting casual deficits in the revenue of the district or creating a debt in anticipation
of the collection of the revenue of the district, a sum of money not to exceed one-half of the amount
reasonably anticipated to be produced by the revenues of the district, including taxes levied pursuant to
§ 21-119, for the year in which the loan is negotiated; provided, there shall be excluded from the
amount reasonably anticipated to be produced by the revenue of the district any anticipated tax revenues
of the district which have not actually been levied and assessed against property within the district.

150 Notwithstanding any provisions of law to the contrary, any sanitary district is empowered to borrow 151 in advance of grants and reimbursements due the district from the federal and state governments for the 152 purpose of meeting appropriations for the then current fiscal year. "Grants" and "reimbursements" as used herein shall mean grants which the district has been formally advised in writing it will receive, and 153 154 reimbursements on moneys which the federal or state governments are obligated to pay the district on 155 account of expenditures made in anticipation of receiving such payment from the federal or state 156 government. The district may borrow the full amount of the grant or reimbursement that the federal or state government is obligated to pay at the time the loan is issued. The loan shall be repaid within sixty 157 158 60 days of the time the grant or reimbursement is received, but in any event, the loan shall be repaid 159 within one year from the date of its issue.

Such temporary loans shall be evidenced by notes or bonds, negotiable or nonnegotiable as the board 160 161 of supervisors may determine; shall bear interest at a rate as provided in § 2.2-5000; and shall be repaid 162 not later than either December 15 of the year in which they are borrowed or fifteen 15 days before the last day of the fiscal year of the district. No extension of any such loan shall be valid. No additional 163 164 loan under this subsection shall be made until all temporary loans of preceding years shall have been paid. No election shall be required for the issuance of any bond pursuant to the provisions of this 165 subsection. Except as this subsection otherwise provides, any bonds issued pursuant to this subsection 166 167 may be issued in accordance with the provisions of §§ 21-130 through 21-136;

168 (1) Notwithstanding any other provision of this chapter to the contrary, where the use of any water or 169 sewer systems described in this section is contracted for by an occupant who is not the owner of the 170 premises and where such occupant's premises are separately metered for service, the owner of any such 171 premises shall be liable only for the payment of delinquent rates or charges applicable to three 172 delinquent billing periods but not to exceed a period of ninety 90 days for such delinquency. No board 173 shall refuse to service other premises of the owner not occupied by an occupant who is delinquent in the 174 payment of such rates or charges on account of such delinquency provided that such owner has paid in 175 full any delinquent charges for which he would be responsible for paying. No board shall refuse to 176 service or unreasonably delay reinstatement of service to premises where such occupant who is 177 delinquent has vacated the premises and a new party has applied for service provided such owner has 178 paid in full such delinquent charges as he would be responsible for paying.

179 2. That an emergency exists and this act is in force from its passage.