

1 Introduced by Committee on Judiciary  
2 Referred to Committee on  
3 Date:  
4 Subject: Taxation; delinquent property taxes; notice of sale  
5 Statement of purpose of bill as introduced: This bill proposes to establish the  
6 requirements for serving a notice of tax sale on a delinquent property taxpayer.

7 An act relating to notice of sale of property subject to unpaid property taxes

8 It is hereby enacted by the General Assembly of the State of Vermont:

9 Sec. 1. 32 V.S.A. § 5252 is amended to read:

10 § 5252. LEVY AND NOTICE OF SALE; SECURING PROPERTY

11 (a) When the collector of taxes of a town or of a municipality within it has  
12 for collection a tax assessed against real estate in the town and the taxpayer is  
13 delinquent, the collector may extend a warrant on such land. If a collector  
14 receives notice from a mobile home park owner pursuant to 10 V.S.A. §  
15 6248(c), the collector shall, within 15 days of the notice, commence tax sale  
16 proceedings to hold a tax sale within 60 days of the notice. If the collector fails  
17 to initiate such proceedings, the town may initiate tax sale proceedings only  
18 after complying with 10 V.S.A. § 6249(f). If the tax collector extends the  
19 warrant, the collector shall:

1           (1) File in the office of the town clerk for record a true and attested copy  
2 of the warrant and so much of the tax bill committed to the collector for  
3 collection as relates to the tax against the delinquent taxpayer, a sufficient  
4 description of the land so levied upon, and a statement in writing that by virtue  
5 of the original tax warrant and tax bill committed to the collector for  
6 collection, the collector has levied upon the described land.

7           (2) Advertise forthwith such land for sale at public auction in the town  
8 where it lies three weeks successively in a newspaper circulating in the  
9 vicinity, the last publication to be at least 10 days before such sale.

10           (3) Give the delinquent taxpayer written notice by registered mail  
11 requiring a return receipt directed to the last known address of the delinquent  
12 of the date and place of such sale at least 10 days prior thereto if the delinquent  
13 is a resident of the town, and 20 days prior thereto if the delinquent is a  
14 nonresident of the town. If the notice by registered mail is returned  
15 undelivered, notice shall be provided to the taxpayer by re-sending the notice  
16 by first class mail, by posting the notice on the taxpayer's front door, or by  
17 personal service pursuant to Rule 4 of the Vermont Rules of Civil Procedure.

18           (4) Give to the mortgagee or lien holder of record written notice of such  
19 sale at least 10 days prior thereto if a resident of the town, and if a nonresident,  
20 20 days' notice to the mortgagee or lien holder of record or his or her agent or  
21 attorney by registered mail requiring a return receipt directed to the last known

1 address of such person. Notice shall be provided by sending the notice by first  
2 class mail, by posting the notice on the taxpayer's front door, or by personal  
3 service pursuant to Rule 4 of the Vermont Rules of Civil Procedure.

4 (5) Post a notice of such sale in some public place in the town.

5 \* \* \*

6 Sec. 2. 32 V.S.A. § 5258 is amended to read:

7 § 5258. FEES AND COSTS ALLOWED AFTER WARRANT AND LEVY  
8 RECORDED

9 (a) The fees and costs allowed after the warrant and levy for delinquent  
10 taxes have been recorded shall be as follows:

11 (1) levy and extending of warrant, \$10.00;

12 (2) recording levy and extending of warrant in the town clerk's office,  
13 \$10.00, to be paid to the town clerk;

14 (3) notices and publication of notices, actual costs incurred, including the  
15 costs of service pursuant to subdivisions 3252(a)(3) and (4) of this title;

16 (4) expenses actually and reasonably incurred by the town in securing a  
17 property for which property taxes are delinquent against illegal activity and fire  
18 hazards, to be paid to the town clerk, provided that the expenses shall not  
19 exceed 20 percent of the uncollected tax;

20 (5) when authorized by the selectboard, expenses actually and reasonably  
21 incurred by the tax collector for legal assistance in the preparation for or

1 conduct of a tax sale, provided that the expenses shall not exceed 15 percent of  
2 the uncollected tax;

3 (6) travel reimbursement at the rate established by the contract governing  
4 State employees;

5 (7) attending and holding the sale, \$10.00;

6 (8) making return and recording the return in the town clerk's office,  
7 \$10.00, to be paid to the town clerk;

8 (9) collector's deed, \$30.00;

9 (b) the fees and costs allowed in subsection (a) of this section, together with  
10 a collector's fee of up to eight percent, shall be in lieu of all other fees and  
11 costs.

12 Sec. 3. EFFECTIVE DATE

13 This act shall take effect on