SB3460 Enrolled

1 AN ACT concerning civil law.

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

4 Section 5. The Self-Service Storage Facility Act is 5 amended by changing Sections 2, 4, and 7 as follows:

6 (770 ILCS 95/2) (from Ch. 114, par. 802)

Sec. 2. Definitions. As used in this Act, unless the
context clearly requires otherwise:

9 "Self-service storage facility" means any real (A) property designed and used for the purpose of renting or 10 11 leasing individual storage space to occupants who are to have 12 access to such for the purpose of storing and removing 13 personal property. A self-service storage facility is not a 14 warehouse for purposes of Article 7 of the Uniform Commercial Code. If an owner issues any warehouse receipt, bill of 15 16 lading, or other document of title for the personal property 17 stored, the provisions of this Act do not apply.

(B) "Owner" means the owner, operator, lessor, or sublessor of a self-service storage facility, his agent, or any other person authorized by him to manage the facility, or to receive rent from an occupant under a rental agreement.

(C) "Occupant" means a person, his sublessee, successor,
or assign, entitled to the use of the storage space at a

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1 self-service storage facility under a rental agreement, to the 2 exclusion of others.

3 "Rental agreement" means any agreement or lease, (D) written or oral, that establishes or modifies the terms, 4 5 conditions, rules or any other provisions concerning the use and occupancy of a self-service storage facility. The rental 6 agreement may be delivered and accepted by electronic mail, or 7 8 by any other electronic record pursuant to the Uniform 9 Electronic Transactions Act. If the occupant does not sign a 10 written rental agreement that the owner has tendered to the 11 occupant, the occupant's continued use of the storage space 12 shall constitute an acceptance of the rental agreement with the same effect as if it had been signed by the occupant. 13

(E) "Personal property" means movable property not affixed
to land, and includes, but is not limited to goods,
merchandise, motor vehicles, watercraft, and household items.

(F) "Last known address" means that mailing address or electronic mail address provided by the occupant in the latest rental agreement, or the mailing address or electronic mail address provided by the occupant in a subsequent written notice of a change of address.

(G) "Late fee" means a charge assessed for an occupant's failure to pay rent when due. "Late fee" does not include interest on a debt, reasonable expenses incurred in the collection of unpaid rent, or costs associated with the enforcement of any other remedy provided by statute or SB3460 Enrolled - 3 - LRB103 38164 JRC 68297 b

1 contract.

2 (H) "Verified mail" means any method of mailing that is
3 offered by the United States Postal Service or private
4 delivery service that provides evidence of mailing.

5 (I) "Electronic mail" means the transmission of 6 information or a communication by the use of a computer or 7 other electronic means sent to a person identified by a unique 8 address and that is received by that person.

9 (J) "Default" means the failure to perform any obligation
10 or duty set forth in the rental agreement or this Act.
11 (Source: P.A. 97-599, eff. 8-26-11; 98-1106, eff. 1-1-15.)

12 (770 ILCS 95/4) (from Ch. 114, par. 804)

Sec. 4. Enforcement of lien. An owner's lien as provided for in Section 3 of this Act for a claim which has become due may be satisfied as follows:

16 (A) The occupant shall be notified.

17 (B) The notice shall be delivered:

18

(1) in person; or

19 (2) by verified mail or by electronic mail to the last20 known address of the occupant.

21 (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;

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(2) The name of the facility, address, telephone

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number, date, time, location, and manner of the lien sale, and the occupant's name and unit number;

3 (3) A notice of denial of access to the personal 4 property, if such denial is permitted under the terms of 5 the rental agreement, which provides the name, street 6 address, and telephone number of the owner, or his 7 designated agent, whom the occupant may contact to respond 8 to this notice;

9 (3.5) Except as otherwise provided by a rental 10 agreement and until a lien sale, the exclusive care, 11 custody, and control of all personal property stored in 12 the leased self-service storage space remains vested in the occupant. No bailment or higher level of liability is 13 14 created if the owner over-locks the occupant's lock, thereby denying the occupant access to the storage space. 15 16 Rent and other charges related to the lien continue to accrue during the period of time when access is denied 17 18 because of non-payment;

19 (4) A demand for payment within a specified time not
20 less than 14 days after delivery of the notice;

(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.

26 (D) Any notice made pursuant to this Section shall be

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presumed delivered when it is deposited with the United States 1 2 Postal Service, and properly addressed with postage prepaid or 3 sent by electronic mail and the owner receives a receipt of delivery to the occupant's last known address, except if the 4 5 owner does not receive a receipt of delivery for the notice 6 sent by electronic mail, the notice is presumed delivered when 7 it is sent to the occupant by verified mail to the occupant's 8 last known mailing address.

9 (E) After the expiration of the time given in the notice, 10 an advertisement of the sale or other disposition shall be 11 published once a week for two consecutive weeks in a newspaper 12 of general circulation where the self-service storage facility 13 is located. The advertisement shall include:

14 (1) The name of the facility, address, telephone
15 number, date, time, location, and manner of lien sale and
16 the occupant's name and unit number.

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(2) (Blank).

(3) The sale or other disposition shall take place not 18 19 sooner than 15 days after the first publication. If there newspaper of 20 is no general circulation where the 21 self-service storage facility is located, the 22 advertisement shall be posted at least 10 days before the 23 date of the sale or other disposition in not less than 6 24 conspicuous places in the neighborhood where the 25 self-service storage facility is located.

26 (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.

10 (G-5) If the property upon which the lien is claimed is a 11 motor vehicle, trailer, or watercraft and rent or other 12 charges related to the property remain unpaid or unsatisfied for 60 days or the occupant is in default of the rental 13 14 agreement for 60 days, the owner may have the property towed 15 from the self-service storage facility. If a motor vehicle, 16 trailer, or watercraft is towed, the owner shall not be liable for any damage to the motor vehicle, trailer, or watercraft, 17 once the tower takes possession of the property. After the 18 19 motor vehicle, trailer, or watercraft is towed, the owner may 20 pursue other collection options against the delinguent occupant for any outstanding debt. If the owner chooses to 21 22 motor vehicle, aircraft, mobile home, sell а moped, 23 motorcycle, snowmobile, trailer, or watercraft, the owner 24 shall contact the Secretary of State and anv other 25 governmental agency as reasonably necessary to determine the 26 name and address of the title holder or lienholder of the item,

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and the owner shall notify every identified title holder or 1 2 lienholder of the time and place of the proposed sale. The owner is required to notify the holder of a security interest 3 only if the security interest is filed under the name of the 4 5 person signing the rental agreement or an occupant. An owner who fails to make the lien searches required by this Section is 6 liable only to valid lienholders injured by that failure as 7 8 provided in Section 3.

9 (H) Before any sale or other disposition of personal 10 property pursuant to this Section, the occupant may pay the amount necessary to satisfy the lien, and the reasonable 11 12 expenses incurred under this Section, and thereby redeem the personal property. Upon receipt of such payment, the owner 13 14 shall return the personal property, and thereafter the owner 15 shall have no liability to any person with respect to such 16 personal property.

(I) A purchaser in good faith of the personal property sold to satisfy a lien, as provided for in Section 3 of this Act, takes the property free of any rights of persons against whom the lien was valid, despite noncompliance by the owner with the requirements of this Section.

(J) In the event of a sale under this Section, the owner may satisfy his lien from the proceeds of the sale, but shall hold the balance, if any, for delivery on demand to the occupant. If the occupant does not claim the balance of the proceeds within one year of the date of sale, it shall become SB3460 Enrolled - 8 - LRB103 38164 JRC 68297 b

1 the property of the owner without further recourse by the 2 occupant.

3 (K) The lien on any personal property created by this Act 4 shall be terminated as to any such personal property which is 5 sold or otherwise disposed of pursuant to this Act and any such 6 personal property which is removed from the self-service 7 storage facility.

8 (L) If 3 or more bidders who are unrelated to the owner are 9 in attendance at a sale held under this Section, the sale and 10 its proceeds are deemed to be commercially reasonable.

11 (Source: P.A. 102-687, eff. 12-17-21.)

12 (770 ILCS 95/7) (from Ch. 114, par. 807)

13 Sec. 7. <u>Prohibited use.</u>

14 <u>(a)</u> No occupant may use a self-service storage facility 15 for residential purposes.

16 <u>(b) An occupant may not use a self-service storage</u> 17 <u>facility after the owner has delivered written notice in</u> 18 <u>person or by verified mail of the termination or non-renewal</u> 19 <u>of the occupant's rental agreement.</u>

20 (1) Notice shall provide the occupant with not less
21 than 14 days after delivery of the notice to remove all
22 personal property from the self-service storage facility.
23 (2) Prior to the occupant's removal of all personal
24 property, the owner may place reasonable restrictions on
25 the occupant's use of the self-service storage facility,

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1	including denying access to the self-service storage
2	facility except for the occupant to remove personal
3	property during the owner's normal business hours.
4	(3) The owner may dispose of any personal property
5	remaining at the self-service storage facility after the
6	date provided in the written notice under this Section.
7	(Source: P.A. 83-800.)