

# MAINE STATE LEGISLATURE

The following document is provided by the  
**LAW AND LEGISLATIVE DIGITAL LIBRARY**  
at the Maine State Law and Legislative Reference Library  
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied  
(searchable text may contain some errors and/or omissions)

D. OF

STATE OF MAINE  
SENATE  
110TH LEGISLATURE  
FIRST REGULAR SESSION

(Filing No. S-315)

SENATE AMENDMENT " A " to SENATE AMENDMENT "A" to S.P. 649,  
L.D. 1677, Bill, "AN ACT to Make Corrections of Errors and  
Inconsistencies in the Laws of Maine."

Amend the amendment by inserting at the end before the  
statement of fact the following:

'Further amend the bill by inserting at the end before the  
Emergency clause the following:

Sec. 1. P&SL 1981, c. 22, § 3, 4th sentence is amended  
to read:

~~Two-thirds~~ A majority of the directors shall constitute a quorum  
for the transaction of business and any action taken by a majority  
of directors present at any meeting at which a quorum is in  
attendance shall be deemed to be the action of the full board of  
directors.

Sec. 2. P&SL 1981, c. 22, §8, first sentence is amended  
to read:

The directors of ~~a the~~ district may establish such routes and  
shall fix such rates of fare to be charged for such public  
transportation service as shall to the extent possible reasonably  
assure sufficient income to meet the cost of the service, including,  
but not limited to, operating expenses, insurance, taxes, rentals,  
annual serial bond payments, sinking fund requirements, if any,  
interest, allocation for a reserve account or accounts and an  
allowance for depreciation.

SENATE AMENDMENT "A" to SENATE AMENDMENT "A" to S.P. 649, L.D. 1677

Sec. 3. P&SL 1981, c. 22, §11 is amended to read:

Sec. 11. Sale of bonds. The costs incurred in acquiring the Casco Bay Lines and, establishing the service and issuing bonds or notes, including, without limitation, the funding of any debt service reserves, shall be paid by the district from the proceeds of the sale of bonds or notes upon approval of the directors of the district. The district shall operate its service as a toll system to retire the bonds or notes issued and to provide for all the expenses and maintenance incurred hereunder. All such bonds, notes and evidences of indebtedness so issued by the district shall be legal obligations of the district, which is declared to be a quasi-municipal corporation. Such bonds or notes may be secured by a mortgage or security interest in any assets of the district. The district may refund and reissue from time to time, in one or in a separate series, its bonds, or notes and each such series shall constitute a separate loan. All bonds, notes and evidences of indebtedness issued by the district shall be legal investments for savings banks in the State and, together with the income therefrom, shall be tax-exempt at all times exempt from taxation within the State. The amortization of and interest paid on bonds or notes issued in under this Act shall be included as an operating expense for rate-making purposes by the Public Utilities Commission.

SENATE AMENDMENT " A" to SENATE AMENDMENT "A" to S.P. 649, L.D. 1677

Sec. 4. Validation of election. The election of directors held on May 4, 1981, by the Casco Bay Island Transit District is validated.'

Further amend Part B by renumbering the sections to read consecutively.

Statement of Fact

The purpose of this amendment is to correct certain technical matters in Private and Special Law 1981, chapter 22. Sections 2 and 3 clarify the bonding authority of the district. Section 1 revises the quorum requirement for district meetings and section 4 validates the first election of the district held on May 4, 1981. These corrections are for the purpose of making the district function as intended by Private and Special Law /chapter 22.

(Sen. Conley)  
NAME: *Joseph A. Conley*  
COUNTY: Cumberland

Reproduced and distributed pursuant to Senate Rule 11-A.

June 2, 1981

(Filing No. S-315)

UFR