

NEW DRAFT OF H. P. 362-L. D. 125

NINETY-FOURTH LEGISLATURE

Legislative Document

No. 1225

H. P. 1900 House of Representatives, March 3, 1949 Reported by Mr. Paine from the Committee on Legal Affairs and laid on table to be printed under joint rules.

HARVEY R. PEASE, Clerk

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED FORTY-NINE

AN ACT to Incorporate the Town of Machias School District.

Be it enacted by the People of the State of Maine, as follows:

Sec. 1. Incorporation; name; purposes. Subject to the provisions of this act, the inhabitants of and the territory within the town of Machias shall constitute a body politic and corporate under the name of the "Town of Machias School District" for the purpose of providing additional school facilities within said district, for the purpose of erecting and constructing a new school plant upon land which the trustees are hereby authorized to acquire, if a site has not previously been determined and provided by the town, and located in said town of Machias; and for the further purposes of equipping and maintaining said plant and grading the grounds about the same, and for the purpose of receiving, accepting and holding gifts, grants or devises of property, real, personal or mixed, to be used for school purposes, all as hereinafter provided and for the benefits of the inhabitants of said district.

Sec. 2. Trustees; powers and duties; limitations. All the affairs of said district, except the election of teachers who shall serve in said town of Machias schools and the fixing of their salaries, the courses of study, the terms of school, and all other matters pertaining to the education of pupils, which matters shall be controlled by the school board of the town of Machias, shall be managed by a board of 5 trustees who shall be appointed as

is hereinafter provided. The trustees shall have the right and authority to employ and fix compensation of such officers and agents as they may deem necessary for the proper conduct and management of the affairs of the district. The superintendent of schools shall serve as secretary ex officio of this board.

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Sec. 3. Trustees; how chosen; organization, compensation. All the affairs of said district as are herein provided shall be managed by a board of trustees composed of 5 members. Said 5 trustees shall be appointed by the selectmen as soon as this act has been accepted by the town, I for I year, I for 2 years, I for 3 years, I for 4 years, and I for 5 years. Thereafter, I each year shall be elected by the voters of the town for a term of 5 years. Vacancies shall be filled by appointment by the selectmen until the next annual town meeting. The members of the board, as soon as convenient after they have been chosen as above provided, shall meet upon call of one of their number after such reasonable notice as he shall deem proper. They shall then elect from their membership, a president, clerk and treasurer, adopt a corporate seal, and do all other acts and things, consistent with the laws of the state, which are necessary to perfect their organization. The trustees shall serve without compensation, except that the treasurer may receive for his services an amount to be fixed by the board of trustees, not to exceed \$300 per year. The treasurer shall give a bond to the district in such sum and with such sureties as the trustees may determine, which bond shall be deposited with the president. The treasurer's salary, bond premium and all expenses of the district shall be paid from the funds of the district.

At the close of each fiscal year, which shall coincide with the fiscal year of the town of Machias, the trustees shall make a detailed report of their doings, of the financial condition of said district, and the physical condition of said school plant, and also such other matters and things pertaining to said district as shall show the inhabitants thereof how said trustees are fulfilling the duties and obligations of their trust, said reports to be made, attested to and filed with the municipal officers of said town.

Sec. 4. Bond issue authorized; temporary loans; notes and bonds legal investment for savings banks. To procure funds for the purposes of this act, the trustees of said district are hereby authorized to issue bonds and notes to an amount not exceeding the sum of \$150,000. Each bond and note shall have inscribed upon its face the words, "Town of Machias School District," and shall bear interest at such rates as the trustees shall determine, payable semiannually. Said bonds and notes may be issued to mature serially, or made to run for such periods as said trustees shall determine, but none of them shall run for a longer period than 30 years. All the aforesaid notes or bonds issued by said district shall be signed by the treasurer and countersigned by the president of the district, and if coupon bonds be issued, each coupon shall be attested by a facsimile signature of the president and treasurer printed thereon. Said notes and bonds shall be legal obligations of said district, which is hereby declared to be a quasi-municipal corporation within the meaning of section 132 of chapter 49 of the revised statutes, and all the provisions of said section shall be applicable thereto. The said notes and bonds shall be legal investments for savings banks. The said trustees are hereby authorized and empowered to enter into such an agreement with the federal or state government, or any agency thereof, or any corporation or board authorized by the federal or state government to loan money or otherwise assist in the financing of such projects as this school district is authorized to carry out, as may be necessary or desirable to accomplish the purposes of this act.

Sec. 5. Sinking fund; refunding bonds provided for. In case any bonds or notes at any time issued are made to run for a period of years (as distinguished from serial maturity), the trustees shall establish a sinking fund for such bonds or notes for the purpose of redeeming the same when they become due. The amount to be paid annually into such sinking fund shall be not less than $3 \frac{1}{3}\%$ of the total principal amount of such bonds or notes originally issued. In addition to such annual sinking fund payment, the trustees shall have authority from time to time to add to any such sinking fund any funds of said district not required for other purposes. Funds in any sinking fund may be deposited in any trust company or savings bank within the state or may be invested in whole or in part in any bonds of the United States, of the state of Maine, or of any political subdivision thereof, as the trustees may determine. Interest received on any funds so invested shall be added to the sinking fund. When and if the amount accumulated in any sinking fund, together with interest received or to be received thereon, shall be sufficient to pay at maturity or, at the option of the trustees, to redeem the bonds or notes for the benefit of which such sinking fund was established, all further payments to such sinking fund shall cease.

Whenever any bonds or notes issued by said district may become due or can be purchased or called for redemption by said district on favorable terms, said trustees, if sufficient funds have accumulated in the sinking fund provided therefor, shall pay, purchase or redeem said bonds or notes and cancel them. In no case shall bonds or notes so paid, purchased or redeemed, and cancelled, be reissued.

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In case the amount in any sinking fund shall not be sufficient to pay the total amount when due of the bonds or notes for which such sinking was provided, or in case it shall become desirable in the opinion of the trustees to call for redemption any outstanding bonds or notes and to issue new bonds or notes in their stead, authority is hereby granted to said trustees to issue new bonds or notes sufficient in amount to pay or redeem so many of said original bonds or notes as cannot be paid or redeemed from the sinking fund provided therefor, if any, but in no case shall such new bonds or notes mature more than 30 years from the original date of issue of the original bonds or notes so refunded.

Sec. 6. Assessment of taxes authorized to meet indebtedness; how collected; procedure. The trustees of the Town of Machias School District shall determine the sum to be paid annually into the sinking fund, or if the bonds or notes authorized by this act shall be issued to mature serially, what amount is required each year to meet the bonds or notes falling due and interest on said bonds or notes and other necessary expenses in the district, and shall each year, before the 1st day of April, issue their warrant in the same form as the warrant of the state treasurer for taxes, with proper changes, to the assessors of the town of Machias, requiring them to assess the sum so determined upon the taxable polls and estates within said district and to commit their assessment to the constable or collector of said town of Machias, who shall have all authority and powers to collect said taxes as is vested by law to collect state, county and municipal taxes. On or before the 31st day of December of the year in which said tax is so levied, the treasurer of said district may issue his warrant for the amount of said tax or so much thereof as shall then remain unpaid to the sheriff of Washington county, requiring him to levy by distress and sale on real and personal property of any of the inhabitants of said district, and the sheriff or either or any of his deputies shall execute said warrant except as is otherwise provided herein. The same authority as is vested in county officials for the collection of county taxes, under the provisions of the revised statutes, is hereby vested in the trustees of said district in relation to the collection of taxes within said district.

Sec. 7. When trustees cease to function. At such time as the school building shall have been completed, equipped and occupied by pupils, and the board of trustees shall have discharged all of its principal obligations and the property of said district shall be free and clear of all indebtedness, the board of trustees shall automatically cease to function and all of the duties, management, care and maintenance in respect to such school build-

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ing shall revert to the school committee of the town of Machias or other such board as may at that time have jurisdiction over similar school property, and the then treasurer and president shall cause to be executed, signed and delivered a good and sufficient deed of all property in said school district to the town of Machias. All money, if any remains in the treasury of the board of trustees at the time it ceases to function, shall be given to the treasurer of the town of Machias. This money shall be used only for school purposes and shall be kept separate from all other money until authorized by the selectmen of the town of Machias to be expended as hereafter provided.

Sec. 8. Authority to receive property from the town of Machias. The district is hereby authorized to receive from the town of Machias, and said town is hereby authorized to transfer and convey to said district, any property, real, personal or mixed, now or hereafter owned or held by the said town for school purposes, and any sums of money or other assets which the said town has raised or may raise, either by taxation, borrowing or otherwise, for school purposes. Before transferring and conveying any of said property or turning over any of said funds or assets, the selectmen of the said town shall be duly authorized to do so by a majority vote of the legal voters present at any annual or special town meeting, the call for which shall have given notice of the proposed action.

Sec. q. Referendum; effective date. This act shall take effect go days after the adjournment of the legislature only for the purpose of permitting its submission to the legal voters of the territory embraced within the limits of said district, voting at a special town meeting called and held for the purpose, or at a regular town meeting, not later than I year after the effective date of this act. Such special town meeting shall be called, advertised and conducted according to the law relating to municipal elections; provided, however, that the board of registration in said town of Machias shall not be required to prepare for posting, or the town clerk to post, a new list of voters, and for the purpose of registration of voters, said board shall be in session the 2 hours next preceding such special meeting. The town clerk shall prepare the required ballots on which he shall reduce the subject matter of this act to the following question "Shall the Act to Incorporate the Town of Machias School District be accepted?" and the voters shall indicate by a cross or check mark placed over the words "Yes" or "No" their opinion of the same. The result in said district shall be declared by the municipal officers of the town of Machias and due certificate thereof filed by the town clerk with the secretary of state. This act shall take effect for all the purposes hereof immediately upon its acceptance by a majority vote of the legal voters voting at said meeting.