

	(EMERGENCY) FIRST REGULAR SESS	ION
ONE HU	JNDRED AND TWELFTH LI	EGISLATURE
Legislative Docume	nt	No. 40
H.P. 38 Reference to the and ordered printed.	House of Repr Committee on Local and Cou	esentatives, January 9, 1985 anty Government suggested
		EDWIN H. PERT, Clerk
	ntative Mitchell of Freeport. Senator Clark of Cumberland	l.
	STATE OF MAINE	
NINEI	IN THE YEAR OF OUR 1 TEEN HUNDRED AND EIGI	
	Amend the Charter of sland Village Corpora	
lature do not	preamble. Whereas, A become effective t less enacted as emerg	until 90 days after
Whereas, le the charter c tion; and	egislation is urgent: of the Bustin's Islam	ly needed to amend nd Village Corpora-
	his legislation will nd the corporation fr alations; and	
the Constituti legislation as	the judgment of eate an emergency with ion of Maine and rec immediately necessar public peace, healt	quire the following ry for the preser-

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1 Be it enacted by the People of the State of Maine as 2 follows:

3 Sec. 1. P&SL 1913, c. 213, §2, as amended by 4 P&SL 1967, c. 17, is further amended by adding at the 5 end a new sentence to read:

6 The corporation is further authorized to borrow funds 7 towards accomplishing the purposes of this section.

8 Sec. 2. P&SL 1913, c. 213, §§2-A and 3-A are en-9 acted to read:

Sec. 2-A. Town of Freeport relieved of certain 10 obligations. The Town of Freeport is relieved from 11 12 any and all duty to build, repair or maintain roads, streets or ways upon Bustin's Island or to perform 13 14 any of the duties for which the corporation is autho-15 rized by Private and Special Laws of 1913, chapter 16 213, section 2, to raise money, and the town shall 17 not be liable for any failure to perform any duty 18 from which it is relieved by this section, but the 19 corporation shall assume all of those duties.

Sec. 3-A. Annual payments by Town of Freeport. The Town of Freeport shall annually pay to 20 21 22 the treasurer of the corporation a sum equal to 60% 23 all real estate and personal property taxes colof 24 lected by the town out of the taxes and estates on 25 Bustin's Island, exclusive of any state or county tax or tax collected pursuant to the Private and Special 26 27 Laws of 1913, chapter 213, section 8, that money to 28 be expended by the corporation for its municipal purposes. The money to be paid annually to the treasur-29 30 er of the corporation shall be paid each year as soon 31 as practicable, but in no event later than 30 days after the start of each fiscal year, and the amount 32 33 to be paid shall be computed on the basis of the 34 taxes collected during the immediate preceding fiscal 35 year.

36 Sec. 3. P&SL 1913, c.213, §4, first sentence is 37 amended to read:

38 All moneys which shall be raised by said the corpora-39 tion for the purposes named in section two 2 of this 40 Act or for any other purpose, for which the corpora-

1 tion may lawfully raise money, shall be assessed upon the taxable polls and estates embraced within the 2 3 limits of the corporation by the assessors of the 4 Town of Freeport in the same manner as is provided by 5 law for the assessment of town and county taxes; pre-6 vided, that it shall not be legal for said assessment 7 exceed 5 mills on the dollar on estates, and that ŧe 8 the total appropriations together with any indebted-9 ness of said corporation shall not exceed two and 10 one-half percent total valuation of said island as 11 shown on the assessor's books of said town at the 12 last preceding assessment.

Emergency clause. In view of the emergency cited in the preamble, this Act shall take effect when approved.

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STATEMENT OF FACT

17 Town of Freeport, a municipality of the The 18 State, and the Bustin's Island Village Corporation, a 19 village corporation within the limits of Freeport, jointly request the adoption, as expeditiously as 20 possible, of legislation making changes to the Pri-21 vate and Special Laws of 1913, chapter 213, as 22 23 amended, which created Bustin's Island Village Corpo-24 ration. The changes are for the mutual benefit of Freeport and the Bustin's Island Village Corporation 25 26 and do not involve any request for funds.

27 This bill provides for a return to the Bustin's 28 Island Village Corportion each year, for municipal 29 purposes, of 60% of the taxes paid to Freeport by the residents of Bustin's Island and in return Freeport 30 31 would be relieved of its duties to maintain roads and 32 provide certain other services on the island. The 33 other changes provide for the grant of specific bor-34 rowing authority to the Bustin's Island Village Cor-35 poration and elimination of the present limits on self-assessment and incurrence of indebtedness by the 36 37 Bustin's Island Village Corporation. These latter changes are necessary so that the Bustin's Island 38 39 Village Corporation would have sufficient means to 40 raise funds for municipal purposes in the event the 41 funds received from Freeport were insufficient, due 42 to emergency spending needs or otherwise.

1 The purpose of this bill is solely to improve the 2 budget process between Freeport and the Bustin's Is-3 land Village Corporation, to assist Freeport by elim-4 inating unpredictable variations in Bustin's Island 5 Village Corporation requests for funds and fixing the 6 rate of spending on Bustin's Island Village Corpora-7 requirements, and to put the Bustin's Island tion 8 Village Corporation in a better position to deal 9 first hand with Bustin's Island Village Corporation 10 monetary needs and priorities. The changes are not intended to affect otherwise the relationship between 11 12 Freeport and the Bustin's Island Village Corporation.

13 Unlike the charters of most village corporations, enabling act does not specify the percentage of 14 the 15 the taxes paid to Freeport by Bustin's Island proper-16 ty owners to be applied by Freeport to island re-17 This has resulted in the need each year quirements. 18 for budget negotiations, sometimes lengthy, between 19 representatives of Freeport and the Bustin's Island 20 Village Corporation to the disadvantage of both par-21 ties. From the Freeport point of view, the Bustin's 22 Island budget is only a small part of the overall 23 town budget and discussions with regard to Bustin's 24 Island can take up a disproportionate amount of time. 25 In addition, since Bustin's Island needs are fre-26 quently affected by unpredictable storms and other 27 weather conditions, Bustin's Island Village Corpora-28 tion requests for funds can have wide year-to-year fluctuations. From the Bustin's Island 29 point of 30 view, the Bustin's Island Village Corporation feels 31 it could do a better job of planning for and attend-32 ing to island needs, and assigning priorities to is-33 land projects, if it could count on a regular rate of 34 return from Freeport.

35 Both Freeport and the Bustin's Island Village 36 Corporation believe, based on experience going back 37 several decades, that the Bustin's Island Village 38 Corporation should be able to take care of its antic-39 ipated requirements under the 60-40 proposal, absent 40 extraordinary events. If the event should occur, it

1 may be necessary for the Bustin's Island Village Cor-2 poration to borrow funds or self-assess, and hence 3 the requested borrowing authority and removal of lim-4 its on indebtedness and self-assessment. The 5 islanders are prepared to assume the risk that in 6 certain instances self-assessment may be necessary.

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