

## (EMERGENCY) FIRST REGULAR SESSION

## ONE HUNDRED AND THIRTEENTH LEGISLATURE

# Legislative Document

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NO. 215

H.P. 171 House of Representatives, February 4, 1987 Reference to the Committee on Utilities suggested and ordered printed.

EDWIN H. PERT, Clerk Presented by Representative MURPHY of Kennebunk. Cosponsored by Senator DUTREMBLE of York, Representatives ROLDE of York and SEAVEY of Kennebunkport.

### STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

AN ACT to Amend the Charter of the Kennebunk, Kennebunkport and Wells Water District.

**Emergency preamble.** Whereas, Acts of the Legislature do not become effective until 90 days after adjournment unless enacted as emergencies; and

Whereas, the present water system of the Kennebunk, Kennebunkport and Wells Water District is inadequate to serve the rapidly growing needs of its customers and certain capital improvements are immediately necessary to meet the demand; and

Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following

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legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

4 Be it enacted by the People of the State of Maine as 5 follows:

6 P&SL 1921, c. 159, Section 11-A is enacted to 7 read:

8 11-A. System development charge. In addi-Sec. 9 tion to the provisions of section 11, the board of 10 trustees may establish a system development charge 11 which is just and reasonable to provide funds to fi-12 nance capital outlays for water system expansion 13 caused by an increase in demand for service. The 14 funds generated by the system development charge 15 shall be deposited into a special account of the dis-16 trict dedicated to finance capital outlays for water 17 system expansion caused by an increase in demand for 18 service. The funds from the special account shall be 19 used only for the purpose of financing the expansion the system and may not be used for the repair or 20 of replacement of existing facilities, unless the re-21 22 placement is required as a result of increased demand 23 service. The system development charge shall for 24 not be treated as income of the municipal water de-25 partment or quasi-municipal water district nor shall 26 it be considered part of the rates established and 27 filed pursuant to section 11. The system development 28 charge may be assessed upon all customers of the municipal water department or quasi-municipal water 29 30 district that require new connections to the water 31 system, excluding fire service, as of or after the 32 effective date of this section and upon all existing 33 customers of the municipal water department or quasi-34 municipal water district who expand their demand for 35 water service as of or after the effective date of 36 this section.

Notwithstanding anything in the Maine Revised
Statutes, Title 35, section 73-A to the contrary, the
charge shall take effect immediately and shall not be
subject to review by the Public Utilities Commission
nor shall the commission have the authority to reduce
the district's rates as a result of the charge.

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

#### STATEMENT OF FACT

5 Recent and dramatic increases in population with-6 the Kennebunk, Kennebunkport and Wells Water Disin 7 trict have placed substantial constraints on the current water system and compel the expansion of 8 exist-9 ing facilities. The current water rates do not pro-10 vide funds for future capital improvements to the water system. This bill clarifies that the locally elected board of trustees of the district may estab-11 12 13 lish a system-wide charge to finance the costs of 14 district expansion and development. This charge shall permit the payment of development costs 15 in an 16 equitable manner and shall promote rate fairness 17 among district customers.

18 This bill shall be regarded as supplemental and 19 additional to powers conferred by other laws and 20 shall not be regarded as in derogation of any powers 21 now existing.

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