

## (NEW DRAFT OF H.P. 1568, L.D. 2135) (NEW TITLE) SECOND REGULAR SESSION

#### ONE HUNDRED AND THIRTEENTH LEGISLATURE

## Legislative Document

NO. 2583

H.P. 1888 Reported by Representative PRIEST from the Committee on Legal Affairs and printed under Joint Rule 2.

EDWIN H. PERT, Clerk Original bill sponsored by Representative VOSE of Eastport.

#### STATE OF MAINE

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

# AN ACT Concerning Charter Changes in Quasi-Municipal Corporations or Districts.

5 Be it enacted by the People of the State of Maine as 6 follows:

7

8

1

2

3 4

30 MRSA c. 250 is enacted to read:

CHAPTER 250

Page 1-LR5023

1	QUASI-MUNICIPAL CORPORATIONS OR DISTRICTS
2	§5501. Definitions
3	As used in this chapter, unless the context
4	indicates otherwise, the following terms have the
5	following meanings.
6	1. Affected municipalities. "Affected
7	municipalities" means the municipalities of which part
8	or all is embraced by the quasi-municipal corporation
9	or district.
10	2. Charter amendment. "Charter amendment" means
11	a change in the charter of a quasi-municipal
12	corporation or district of insufficient magnitude to
13	require a referendum on the change.
14 15 16 17	3. Charter revision. "Charter revision" means a change in the charter of a quasi-municipal corporation or district of sufficient magnitude to require a referendum on the change.
18	4. Quasi-municipal corporation or district.
19	"Quasi-municipal corporation or district" means any
20	governmental unit embracing a portion of a
21	municipality, a single municipality or several
22	municipalities which is created by law to deliver
23	public services but which is not a general purpose
24	governmental unit. Quasi-municipal corporation or
25	district does not include School Administrative
26	Districts or hospital districts.
27	5. Quasi-municipal corporation or district
28	voters. "Quasi-municipal corporation or district
29	voters" means the voters within the boundaries of the
30	guasi-municipal corporation or district.
31 32 33	§5502. Charter amendments If, after the board of trustees of the
33	quasi-municipal corporation or district holds a public

75	<u><u> </u></u>	arter	L I E	: 002	ira	OT.	ւլպե	Lees	. 0.	
33	quasi-mun	icipal	corp	oratio	n or	dis	trict	hold	s a	public
34	hearing	on	the	propos	sed	ame	ndment	, t	he	board
35	unanimous	ly vot	es in	favor	of a	in an	lendmen	t to	the	_

Page 2-LR5023

charter of the quasi-municipal corporation or district, the board shall submit that amendment to the 2 3 standing committee of the Legislature having ioint 4 jurisdiction over utilities to be included in the annual omnibus legislation as provided in section 5505. The amendment is effective upon the effective date of the omnibus legislation.

#### 8 §5503. Charter revisions

1

5

6 7

9

10

11

12 13

14

15

16

17

18

19

24 25 26

37

1. Board of trustees and municipal legislative after the board of trustees of the bodies. If, quasi-municipal corporation or district holds a public hearing on the proposed revision, a majority of the board and a majority of each municipal legislative body of the affected municipalities vote in favor of a revision of the charter of the quasi-municipal corporation or district, the proposed revision shall be submitted to the quasi-municipal corporation or district voters in each affected municipality each affected municipality according to the procedures in section 5504. If the charter revision passes, the trustees of the quasi-municipal corporation or district shall submit that change to the joint standing committee of the Legislature having jurisdiction over utilities to be included in the annual omnibus legislation as provided in section 5505. The revision is effective upon the effective date of the omnibus legislation.

2. Alternative method, initiated petition. On the written petition of a number of voters equal to at least 20% of the total number of the votes cast in the 27 28 29 affected municipalities in the last gubernatorial election, but in no case less than 10 voters, the proposed revision shall be submitted to the 30 31 32 33 quasi-municipal corporation or district voters in each affected municipality according to the procedures section 5504. If the charter revision passes, t trustees of the quasi-municipal corporation 34 in 35 the 36 or shall submit that change to the joint district standing committee of the Legislature jurisdiction over utilities to be included annual omnibus legislation as provided in 38 having 39 in the 40 section 41 5505. The revision is effective upon the effective date of the omnibus legislation. 42

Page 3-LR5023

1	§5504. Procedure for referenda on charter changes
2	1. Board of trustees of quasi-municipal
3	corporation or district. When a referendum on a
4	charter revision is required under section 5503, the
5	board of trustees of the quasi-municipal corporation
6	or district shall initiate a corporation or district
7	referendum and place before the voters the specific
8	charter revision which has been proposed by the board
9	or the petitioners.
10	2. Method of calling a corporation or district
11	referendum. A corporation or district referendum
12	shall be initiated by a warrant prepared and signed by
13	a majority of the board of trustees. The warrant
14	shall be countersigned by the municipal officers in
15	each municipality where the warrants are posted.
16	A. The warrant shall direct the municipal
17	officers of the affected municipalities to call a
18	referendum on a date and time determined by the
19	board of trustees. A warrant shall be prepared
20	and distributed at least 30 days prior to the date
21	of the referendum.
22 23 24 25 26 27 28 29 30 31 32	(1) The warrant shall be directed to a resident of one of the affected municipalities by name ordering the resident to notify the municipal officers of each of the affected municipalities to call a town meeting or city election on the date specified by the board of trustees. No other date may be used. The person who serves the warrant shall make a return on the warrant stating the manner of service and the time when it was given.
33	(2) The warrant shall be served on the
34	municipal clerk of each of the affected
35	municipalities by delivering an attested copy
36	of the warrant in hand within 3 days of the
37	date of the warrant. The municipal clerk, on
38	receipt of the warrant, shall immediately
39	notify the municipal officers within the

Page 4-LR5023

municipality. The municipal officers shall forthwith meet, countersign and have the 1 2 3 warrant posted. The warrants and other notices for the 4 (3) 5 referendum shall be in the same manner as 6 provided in Title 21-A. 7 The warrant shall set forth the articles to be в. 8 acted on in each municipal referendum. The 9 articles shall have the following form. 10 "Shall the charter of the quasi-municipal 11 corporation or district of 12 be revised to 13 14 (insert summary of revision)? 15 11 Yes No 16 Referendum procedures. The following 17 procedures shall apply to a corporation or district 18 referendum. 19 The board of trustees shall prepare and Α. of 20 furnish the required number ballots for 21 carrying out the referendum as posted, including 22 absentee ballots. It shall prepare and furnish all other materials necessary to fulfill requirements for voting procedures. 23 the 24 25 Voting shall be held and conducted as follows. в. 26 (1)The voting at referenda held in towns 27 shall be held and conducted in accordance with Title 30, sections 2054 and 2061 to 2065, even though the town has not accepted 28 29 30 the provisions of Title 30, sections 2061 and 31 2062. The facsimile signature of the clerk under Title 30, section 2061, subsection 5, paragraph F, shall be that of the chairman of 32 33 34 the board of trustees. If a corporation or 35 called to be held district referendum is 36 statewide simultaneously with any election, 37 the voting in towns shall be held and

Page 5-LR5023

1	conducted in accordance with Title 21-A,
2	except that the duties of the Secretary of
3	State shall be performed by the board. The
4	absentee voting procedure of Title 21-A shall
5	be used, except that the duties of the
6	Secretary of State shall be performed by the
7	board.
8	(2) The voting at referenda in cities shall
9	be held and conducted in accordance with
10	Title 21-A, including the absentee voting
11	procedure, except that the duties of the
12	Secretary of State shall be performed by the
13	board of trustees.
14 <u>C.</u> 15 <u>fol</u>	The return and counting of votes shall be as lows.
16 17 18 19 20 21 22 23 24 25	<ul> <li>(1) The municipal clerk shall, within 24 hours of the determination of the results of the vote in the municipality, certify and send to the board of trustees the total number of votes cast in the affirmative and in the negative on the article.</li> <li>(2) As soon as all of the results from all of the municipalities have been returned to the board of trustees, the board shall meet and compute the total number of votes cast in</li> </ul>
26 27 28	all of the affected municipalities in the affirmative and in the negative on the article.
29	(3) If the board of trustees determines that
30	there were more votes cast in the affirmative
31	than in the negative on the article, it shall
32	declare that the article has passed.
33	(4) If the board of trustees determines that
34	the total number of votes cast on the article
35	in the affirmative is equal to or less than
36	those cast in the negative, it shall declare
37	that the article has not passed.
38	(5) The board of trustees shall enter its

Page 6-LR5023

declaration and computations in its records and send certified copies of it to the clerk of each affected municipality.

4. Reconsideration. The procedure to reconsider votes taken at a corporation or district referendum shall be as follows.

A. The board of trustees shall, within 60 days, initiate a new corporation or district referendum to reconsider the vote of the previous referendum if, within 7 days of the first referendum, at least 10% of the number of voters voting for the gubernatorial candidates in the last gubernatorial election in the affected municipalities petition to reconsider a prior corporation or district referendum vote.

B. A reconsideration referendum is not valid unless the number of persons voting in that referendum is at least equal to the number who voted in the prior corporation or district referendum.

If the margin of the vote being reconsidered с. was between 10% and 25%, the petitioners shall post a bond with the petition equal to the actual and reasonable costs of the new referendum. If the margin of the vote being reconsidered exceeded 25%, the petitioners shall post an additional bond equal to the actual and reasonable costs which may be incurred as a result of the delay of an authorization or approval granted in the prior referendum. corporation or district If the petitioners are successful, the bonds shall be canceled.

33 §5505. Annual omnibus legislation

1

2 3

4

5 6

7

8 9

10

11 12 13

14

15

16

17 18 19

20

21

22

27

28

29

30

31

32

The joint standing committee having jurisdiction over utilities shall report each year an omnibus bill including all amendments to and revisions of the charters of quasi-municipal corporations or districts which have been submitted to the committee as provided in this chapter.

Page 7-LR5023

# 1 §5506. General provisions

2 3 4 5	1. Other legislation not precluded. This chapter does not preclude the introduction of any legislation concerning quasi-municipal corporation or district charter amendments or revisions.
6 7 8 9	2. Effect of contrary charter provisions. Any portion of the charter of any quasi-municipal corporation or district which is contrary to this chapter has no effect.
10 11 12 13 14 15	3. Trustees' compensation; water districts and sewer districts. This chapter does not affect the procedures concerning changes in the compensation of trustees of water districts and sewer districts as provided in Title 35-A, section 6303, subsection 4, and Title 38, section 1252, subsection 5.
16	STATEMENT OF FACT
17 18 19	This new draft provides simplified methods for changing the charters of quasi-municipal corporations or districts.
20 21 23 24 25 26 27 28	The methods for changing the charters of quasi-municipal corporations or districts depend on whether the proposed change is considered substantive, and therefore a revision of the charter, or non-substantive, and therefore considered an amendment to the charter. This distinction is made in the methods of changing the charters of municipalities, and the same concepts are to be used in changing the charters of quasi-municipal corporations or districts.
29 30 31 32 33 34	If an amendment is proposed, the change will be effective after two steps are followed. First, the board of trustees, after holding a public hearing, must unanimously vote in favor of the proposed amendment. Second, the Legislature must ratify the amendment. This may be accomplished by the board of

ù

amendment. This may be accomplished by the board of trustees submitting the proposed amendment to the joint standing committee of the Legislature having jurisdiction over utilities which will include it in

# Page 8-LR5023

an omnibus bill on charter changes. If the proposed change is substantive and thus considered a charter revision, the revision must have the backing of a majority of the board of trustees and a majority of each municipal legislative body of the municipalities covered by the quasi-municipal corporation, must be approved by the voters and then must be ratified by the Legislature. As an alternative, a charter revision may be initiated by citizens' petition, which then requires a referendum vote and enactment by the Legislature before becoming effective. The referendum procedures mirror those of School Administrative Districts provided in Title 20-A.

1

2 3 4

5 6 7

8

9

10

11

12

13

·L.

14 A public meeting of the board of trustees may 15 serve as a public hearing if the public is notified in 16 advance of the meeting that the proposed charter 17 change is on the agenda.

18 These provisions are not intended to preclude any 19 Legislator from introducing legislation to effect a 20 charter change without first going through the local 21 voting procedures.

22 Maine Revised Statutes, Title The 30, section 5506, subsection 2, clarifies what would happen in the rare situation when the charter of a quasi-municipal corporation or district actually spells out a method 23 24 25 26 for making changes in that charter. If the situation 27 does occur, this section provides that, if the charter 28 provisions conflict with the method for charter 29 changes provided in this Act, this Act will govern. 30 This avoids the question of whether a general law, such as this Act, or a Private and Special Law, which 31 32 creates these corporations and districts, governs when 33 they conflict.

34 Title 30, section 5506, subsection 3, clarifies 35 that changes in the compensation of trustees of water 36 districts and sewer districts can still be made 37 through the procedures provided in Title 35-A and Title 38 without amending the districts' 38 charters. 39 This chapter is not intended to eliminate that avenue 40 of change, but actual amendments or revisions of the

Page 9-LR5023

1 charters can be made through the procedures provided 2 in this chapter.

5023032188

'n.

 $\frac{1}{2}$ 

Page 10-LR5023

3