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FIRST REGULAR SESSION-1991

Legislative Document

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S.P. 355

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Referred to the Committee on Utilities and 1400 ordered printed pursuant to Joint Rule 14.

JOY J. O'BRIEN Secretary of the Senate

Presented by President PRAY of Penobscot Cosponsored by Representative HUSSEY of Milo.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND NINETY-ONE

An Act to Authorize the Town of Brownville to Acquire the Assets and Liabilities of the Brownville Water District.

(EMERGENCY)

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

Whereas, the board of directors of the Brownville Water District has resigned; and

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Whereas, the water system is in danger of not being properly managed to provide safe water to its customers; and

Whereas, this problem would be solved by combining the 12 functions and assets of the Brownville Water District with the Town of Brownville; 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 legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

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

Sec. 1. Town of Brownville authorized to acquire property of Brownville Water District. The Town of Brownville may, under the 24 terms contained in this Act, acquire all, but not less than all, the plant, properties, assets, franchises, rights and 26 of privileges owned by the Brownville Water District including, without limitation, all lands, buildings, waters, water rights, 28 springs, wells, reservoirs, tanks, standpipes, mains, pumps, pipes, machinery, fixtures, hydrants, meters, services, tools, 30 equipment and appliances used or useful in supplying water for domestic, sanitary, commercial, industrial and municipal purposes 32 also for providing adequate sewerage facilities and for 34 collection, discharge and disposition of sewage. The consideration to be paid for them is the assumption by the Town 36 of Brownville of all of the outstanding debts, obligations and liabilities of the Brownville Water District including, without limitation, the assumption by the Town of Brownville of any 38 outstanding notes or bonds of the Brownville Water District that 40 are due on or after the date of transfer.

Sec. 2. Brownville Water District required to sell property to the 42 of Brownville. The Brownville Water District, Town quasi-municipal corporation organized and existing pursuant to 44 Private and Special Law 1947, chapter 44, shall sell, transfer and convey by appropriate instruments of conveyance all, but not 46 less than all, of its plants, properties, assets, franchises, rights and privileges including, without limitation, all lands, 48 buildings, waters, water rights, springs, wells, reservoirs, tanks, standpipes, mains, pumps, pipes, machinery, fixtures, 50 hydrants, meters, services, tools, equipment and appliances used or useful in supplying water for domestic, commercial, industrial 52

and municipal purposes and for providing adequate sewerage facilities for the collection, discharge and disposition of sewage to the Town of Brownville in consideration of the assumption by the Town of Brownville of all of the outstanding obligations and liabilities of the Brownville Water debts, District including, without limitation, the assumption of any outstanding notes or bonds of the Brownville Water District that are due on or after the date of the transfer.

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Sec. 3. Approval of Public Utilities Commission. 10 The sale and transfer by the Brownville Water District to the Town of 12 Brownville of its plant, properties, assets, franchises, rights and privileges; the acquisition of them by the Town of Brownville 14 and the assumption by the Town of Brownville of all of the outstanding debts, obligations and liabilities of the Brownville 16 Water District pursuant to sections 1 and 2 and the subsequent use thereof by the Town of Brownville within the limits of the town are subject to such approval of the Public Utilities Commission as may be required by applicable provisions of the 20 Maine Revised Statutes, Title 35-A.

Sec. 4. Contracts of Brownville Water District assumed by the Town of Brownville. All contracts between the Brownville Water District and any person, firm or corporation relating to supplying water and for the collection, discharge and disposition of sewage that are in effect on the date of the transfer by the Brownville Water District to the Town of Brownville are assumed and carried out by the Town of Brownville.

Sec. 5. Act void unless property of Brownville Water District is acquired. If the plant, properties, assets, franchises, rights and privileges owned by the Brownville Water District are not acquired by the Town of Brownville pursuant to this Act prior to December 31, 1991, this Act becomes void on that date.

Sec. 6. Dissolution and termination of Brownville Water District; 36 pledge of revenues. If and when all debts, obligations and other 38 liabilities of the Brownville Water District have been paid in full and discharged or the holders or owners of all debts, 40 obligations and other liabilities that have not been paid in full and discharged have assented to the assumption thereof by the 42 Brownville Water District and to the novation and substitution of the Town of Brownville as obligor in respect thereto in place of 44 the Brownville Water District, the clerk of the Brownville Water District shall file a certificate to that effect with the Secretary of State and the corporate existence of the Brownville 46 Water District ceases and terminates. Until the corporate existence of the Brownville Water District ceases and terminates 48 pursuant to this section, the gross revenues derived by the Town 50 of Brownville from the sale of water and the collection, discharge and disposition of sewage within the area

comprising the former limits of the district must be applied first to the payment of expenses fairly allocable to the operation of the water and sewage disposal systems and 2nd to payments of debts, obligations and other liabilities of the Brownville Water District assumed by the Town of Brownville pursuant to this Act.

8 Sec. 7. Referendum; effective date; certificate to Secretary of State. This Act must be submitted to the legal voters of the Town of 10 Brownville at either a regular town meeting or a special town meeting to be held prior to December 31, 1991.

The clerk of the Town of Brownville shall prepare the 14 required ballots, on which the clerk shall reduce the subject matter of this Act to the following question:

"Shall the Town of Brownville be authorized to acquire the assets and liabilities of the Brownville Water District and shall the Brownville Water District be dissolved?"

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The voters shall indicate by a cross or check mark placed against the words "Yes" or "No" their opinion of the same.

24 This Act takes effect for all purposes immediately upon its acceptance by a majority of the legal voters at the town meeting 26 and further provided that the total number of votes cast for and against the acceptance of this Act equals or exceeds 10% of the 28 total vote for all candidates for Governor cast in the Town of Brownville at the last gubernatorial election.

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The result of the vote must be declared by the municipal officers of the Town of Brownville and due certificate of the vote must be filed by the town clerk with the Secretary of State.

Emergency clause. In view of the emergency cited in the 36 preamble, this Act takes effect when approved.

STATEMENT OF FACT

This bill authorizes the Town of Brownville to take over the assets and liabilities of the Brownville Water District. The
bill, if enacted, becomes effective only upon approval by the voters of the Town of Brownville prior to December 31, 1991.

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