



# 115th MAINE LEGISLATURE

## **SECOND REGULAR SESSION-1992**

Legislative Document

No. 2316

H.P. 1653

House of Representatives, February 11, 1992

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 26. Reference to the Committee on Utilities suggested and ordered printed.

EDWIN H. PERT, Clerk

Presented by Representative KONTOS of Windham. Cosponsored by Representative KUTASI of Bridgton, Senator RICH of Cumberland and Senator TITCOMB of Cumberland.

STATE OF MAINE

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

An Act to Establish a Watershed District for Sebago Lake.

Printed on recycled paper

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

Sec. 1. Territorial limits; name; purposes. Notwithstanding the Maine Revised Statutes, Title 38, chapter 23, the territory and 4 inhabitants of the towns and cities of Bethel, Greenwood, Albany, Stoneham, Lovell, Waterford, Norway, Sweden, Bridgton, Harrison, 6 Denmark, Otisfield, Poland, Naples, Sebago, Hiram, Baldwin, 8 Standish, Casco, Raymond, Gray, Windham and Gorham are created a body corporate and politic under the name of Sebago Lake 10 Watershed District, in this Act called the "district," for the purpose of protecting, improving and conserving the lakes, ponds and other waterways within the territory of the district that 12 comprise the Sebago Lake watershed, so called, for the public 14 health, welfare and benefit of the residents and of the property on, adjacent to or near the watershed, in the manner and with the rights, duties and immunities set forth in this Act. 16

18 Sec. 2. Authority to contract and maintain. Within the territory outlined in section 1, the district is authorized to acquire, 20 construct, reconstruct, operate and repair dams and facilities in connection with the dam; to control the level of the water and to 22 collect, hold and discharge the water; to improve the quality and purity of the water; and to do anything incidental to accomplish 24 the purposes of this Act.

26 Sec. 3. Trustees; appointment; tenure; vacancies; organization; annual report. All of the affairs of the district must be managed 28 by a board not exceeding 24 trustees who must be residents of the district and chosen as provided in this section.

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As soon as possible after the acceptance of this Act, the 32 trustees of the Portland Water District and the municipal officers of each municipality listed in section 1 shall appoint a trustee to hold office. Those appointed by Bethel, Greenwood, 34 Albany, Stoneham, Lovell, Waterford, Norway, Sweden, Bridgton, Harrison and Denmark are appointed for a 3-year term, those 36 appointed by Otisfield, Poland, Naples, Sebago, Hiram, Baldwin, 38 Standish, Casco, Raymond, Gray, Windham and Gorham are appointed for a 2-year term and those appointed by the water district are appointed for a one-year term. At the expiration of the original 40 terms, all subsequent appointments are for 3-year terms. The trustee appointed by the water district serves without vote until 42 a majority of the other trustees determines that the water 44 district is contributing a fair share of the costs of this district. At each annual meeting of the district, the trustees shall choose a chair, a clerk and a treasurer to serve until the 46 next annual meeting of the district and until their successors 48 are elected and qualified. Whenever any trustee

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ceases to be a resident of the district, the trustee vacates the office of trustee. A vacancy in the office of trustee must be filled for the unexpired term by appointment by the municipal officers or trustees that trustee represents.

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As soon as convenient after their appointment, the first б board of trustees shall hold a meeting at some convenient place in the district to be called by any member in writing, 8 designating the time and place and delivered in hand to the other 10 members not less than 2 full days before the meeting; however, they may meet by agreement without notice. They shall elect a 12 chair and a clerk from their own number. They shall choose a treasurer, adopt a corporate seal and bylaws and perform any 14 other acts within the powers delegated to them by law. They may choose and fix the compensation of any other necessary officers and agents, who shall serve at their pleasure. The treasurer 16 shall furnish bond in such a sum and with such sureties as the trustees approve, the cost of which must be paid by 18 the district. Members of the board of trustees are eligible to any office under the board. The trustees, as such, receive \$50 per 20 year compensation; the treasurer is allowed such compensation as 22 the trustees determine.

24 The trustees must be sworn to the faithful performance of their duties as trustees, which include the duties of any member 26 who serves as clerk or clerk pro tem. They shall make and publish an annual report, including a report of the treasurer.

Sec. 4. Right of eminent domain conferred. The Sebago Lake 30 Watershed District is expressly granted the right of eminent domain and for the purposes of this Act is authorized to take and 32 hold, either by exercising its right of eminent domain or by purchase, gift, lease or otherwise, as for public uses, any land, easement, dams, water rights or interests therein and rights 34 necessary for accomplishing its purposes. The district does not 36 have the right of eminent domain to take the dams and water rights at Weir Dam. The district shall work in concert with the 38 licensee of Weir Dam and the Federal Energy Regulatory Commission regarding the setting of the water level on affected lakes and 40 ponds.

Sec. 5. Procedure under eminent domain. 42 In exercising from time to time the right of eminent domain, the district, by its 44 board of trustees, shall file in the office of the county commissioners of Cumberland, Oxford or Androscoggin County, 46 depending on the county in which the property is located, and cause to be recorded in the registry of deeds in that county 48 plans of the location of all lands or interests in the land or county to be taken, with an appropriate rights in that 50 description and the of names the

owners of the land or interests, if known. When, for any reason, the district fails to acquire property that it is authorized to 2 take and that is described in that location or if the location 4 recorded is defective and uncertain, it may, at any time, correct and perfect that location and file a new description; in that case the district is liable in damages only for property for 6 which the owner had not previously been paid, to be assessed as of the time of the original taking, and the district is not 8 liable for any acts that would have been justified if the original taking had been lawful. No entry may be made on any 10 private lands, except to make surveys, until the expiration of 10 days from the filing, at which time possession may be had of all 12 lands or interests in the land or property or rights to be taken, but title to the land or interest does not vest in the district 14 until payment.

Sec. 6. Assessment of damage by county commissioners; procedure on appeals. If a person sustaining damages by a taking pursuant to section 5 does not agree with the district on the sum to be paid for the land or interest, either party, on petition to the county commissioners of the county in which the property is located, may have damages assessed by them; the procedure and all subsequent proceedings and rights of appeal are governed by the same restrictions, conditions and limitations as are or may be by law prescribed in the case of damages by the laying out of highways.

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28 Instead of having the damages assessed by the county commissioners, a person sustaining damages by any taking pursuant to section 5 may have damages determined as follows. The person 30 must notify the district in writing, within 15 days of being 32 informed by the district of the filing in the registry of deeds, of the person's intent to have the damages determined as set forth in this paragraph. The district shall then file a petition 34 in the clerk's office of the Superior Court for the county where 36 the property is located addressed to any justice of the court, who, after notice to the defendant, after hearing and within 60 after the filing of the petition, 38 days shall appoint - 3 disinterested appraisers to determine the damages. The court may 40 order under proper terms the production for inspection by the trustees or the appraisers of all books and papers pertaining to 42 the issue on petition by the petitioner, unless they are voluntarily produced. The appraisers have the power to The appraisers, after due notice and hearing, 44 administer oaths. shall fix the damages as of the date of filing the petition. The report of the appraisers or of a majority of them, together with 46 the report of a stenographer certified by the appraisers as correct, must be filed in the clerk's office within 6 months 48 after their appointment and any Justice of the Superior Court, 50 after notice and hearing, may confirm or reject the report or recommit it. Upon the confirmation of the report, the court

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shall make final decree on the entire matter including the application of the purchase money and transfer of the property, 2 jurisdiction over which is conferred, and with the power to enforce the decree as in equity cases. All findings of fact by 4 the court and the appraisers are final but any party aggrieved may take exceptions as to any matters of law. The exceptions 6 must be accompanied by as much of the case as is necessary to a clear understanding of the question raised. These exceptions 8 must be claimed on the docket within 10 days after the final decree has been signed, entered and filed and notice of the 10 decree given by the clerk to the parties. The exceptions claimed must be drawn up, allowed and filed within this time unless 12 further time is granted by the court or by agreement of the The exceptions must be entered and heard at the next 14 parties. term of the Law Court held after the filing unless otherwise agreed or unless the Law Court for good cause orders further time 16 for hearing.

Sec. 7. Limitations on crossing a public utility. Unless a company 20 owning or operating a public utility consents to the place, manner and conditions of any crossing within 30 days after consent is requested by the district, the Public Utilities 22 Commission shall determine the place, manner and conditions of 24 that crossing. All work on the property of the public utility must be done under the supervision and to the satisfaction of the public utility but at the expense of the district. Nothing in 26 this section may be construed as authorizing the district to take 28 by right of eminent domain any of the property or facilities of any other public service corporation or district used, or acquired for future use, by the owner in the performance of a 30 public duty unless expressly authorized in this Act or by 32 subsequent act of the Legislature.

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34 Sec. 8. Contracts authorized. The district is authorized to contract with persons and corporations, including municipal and 36 quasi-municipal corporations, and they in turn are authorized to contract with the district for controlling the level of the 38 water, for collecting, holding and discharging water, for improving the quality and purity of the water and for other 40 connected and related purposes. The district is authorized to accept grants or loans from any municipality, state or federal 42 agency and any municipality is authorized to make those grants or loans. 44

Sec. 9. Excavation or repair work; closing of ways. Whenever the district enters, digs up or excavates any public way, the work must be expeditiously done with the least possible interruption of travel on that way and, on completion of the work, the district shall restore the way or land to the condition it was in prior to that work or to an equally good condition.

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Whenever the character of the work endangers travel on any public way, the municipal officers controlling the way may order a temporary closing of that way and any intersecting way on request of the district, and the way must remain closed to public travel until the municipal officers determine that it is restored to a condition safe for traffic.

Sec. 10. Property tax exempt. The property, rights and franchises of the district are exempt from taxation.

12 Sec. 11. Budget meeting. An annual district budget meeting must be called to approve the operating budget, a reserve fund 14 for a capital outlay purpose or a capital outlay appropriation by the trustees as follows.

Each district meeting must be called by a warrant signed
by a majority of the trustees.

20 Ζ. The warrant for calling the district meeting must specify the time and place of the meeting and set forth the proposed budget, may include other items of business and must be 22 directed to any resident of the district by name ordering that 24 resident to notify all voters within the district to assemble at An attested copy of the warrant the time and place appointed. must be posted by the person to whom it is directed in some 26 conspicuous public place in each of the municipalities within the 28 district at least 7 days before the meeting. The person who gives notice of the meeting must make the return on the warrant, 30 stating the manner of notice in each municipality and the time when it was given.

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3. The following provisions apply to the district meeting.

A. Each person whose name appears on the district voting list may attend and vote at a district budget meeting. Twenty-five voters constitute a quorum.

B. The chair of the trustees shall open the meeting by calling for the election of a moderator, receiving and counting votes for moderator and swearing in the moderator.

C. As soon as the moderator has been elected and sworn, the 44 moderator shall preside at the meeting.

46 D. The clerk of the district shall record all the votes of the district meeting.

4. The trustees shall appoint a resident of the district to 50 make and keep a voting list of all residents in the district

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eligible to vote. This person is known as the registration clerk. The registration clerk shall compile the voting list from the voting list of all the municipalities in the district. At least 14 days before any budget meeting the registration clerk shall bring the voting list up to date by comparing the list with those voting lists found in the municipalities within the district and by making such additions and deletions as the registration clerk finds necessary. No additions or deletions may be made in the 14-day period prior to the meeting.

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Sec. 12. Power to borrow money. To procure funds for authorized purposes of the district, the trustees of the district 12 are authorized to borrow funds to pay current operating expenses of the district, but the loans must be repaid within one year. 14 To procure funds for capital outlay purposes, the trustees of the district are authorized to issue bonds and notes of the district 16 not to exceed in the aggregate outstanding at any one time a limit of indebtedness of 2% of the total of the last preceding. 18 state valuation of all the participating municipalities. The 20 general purpose and maximum amount of bonds or notes of the district for capital outlay purposes must be approved by a majority of those qualified voters of the district voting at a 22 meeting called by the trustees under the procedure set forth in section 11. For purposes of this Act "capital outlay purposes" 24 means and includes the cost of acquiring, constructing and 26 reconstructing dams and related facilities; related architectural, engineering and legal charges, including surveys, plans and specifications and preliminary 28 estimates, investigation; the cost of equipment; interest during the period 30 of construction and for not more than 6 months thereafter; and any sums required to reimburse a municipality or district for any 32 of those items that are properly chargeable to the district. Each bond or note must have inscribed upon its face the official 34 name of the district, be dated at such time or times, be in such denomination, bear such rate of interest payable semiannually, be in such form subject to this section and be sold in such manner 36 at public or private sale as the trustees determine. No bonds may be sold for less than par. Each issue of the bonds must 38 mature in substantially equal annual installments so that the 40 first installment is payable not later than 2 years after the date of issue and the last installment not later than 25 years 42 from the date of issue. When an issue of capital outlay bonds or notes has been properly authorized, the trustees prior to the 44 issuance of the bonds or notes may borrow in anticipation of their sale by issuing temporary notes and renewal notes, the total face amount of which that is outstanding at any one time 46 may not exceed the authorized amount of the capital outlay bonds or notes. If the proceeds of an issue of bonds are used in whole 48 or in part to fund temporary notes of the district or renewals of 50 temporary notes, the period during which the issue of bonds is

outstanding plus the period of the loan represented by temporary 2 notes or renewal notes may not exceed 25 years. All notes or bonds issued by the trustees on behalf of the district must be 4 signed by the treasurer and countersigned by the chair of the board of trustees. If coupons are issued, each coupon must be attested by a facsimile signature of the treasurer printed on the The notes and bonds and loans to pay current operating coupon. expenses are legal obligations of the district, which is declared to be a quasi-municipal corporation within the meaning of the Maine Revised Statutes, Title 30-A, section 5701 and 10 all provisions of that section are applicable.

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Sec. 13. Financing. Before May 1st of each year the trustees 14 of the district shall determine the sum required to meet the bonds falling due and any further sum necessary to meet the interest on the bonds or other obligations and all other expenses 16 necessary for the operation of the district, including temporary Before June 1st of each year the trustees shall hold a 18 loans. district budget meeting. At this meeting the budget must be 20 thoroughly explained and the voters of the district must be given an opportunity to be heard. A budget must be approved by the voters of the district at the district budget meeting. At the 22 district budget meeting, only those items dealing with theexpenses necessary to operate the district, appropriations for a 24 reserve fund and capital outlay appropriations are subject to 26 change by the voters. If a budget for the operation of the district is not approved prior to July 1st in any given year, the 28 budget as submitted by the trustees for operational expenses, reserve fund and capital outlay purposes is automatically considered the budget approved for operational expenses in the 30 ensuing year and the other amounts submitted for payment of bonds 32 falling due and interest on those bonds, including temporary loans for capital purposes, must be added together and the total 34 amount assessed as follows. The trustees issue their warrants, in substantially the same form as the warrant of the Treasurer of 36 State for taxes, to each municipality in the district requiring it to pay its proportionate share of the budgeted expenses of the 38 district. The proportionate share of each municipality is that proportion that the valuation of the area of land and buildings 40 in the municipality located within 600 feet of the shore of the major lakes, ponds and waterways of the watershed within the 42 municipality bears to the total valuation of the area in all the municipalities in the district as determined by the trustees. 44 Each municipality shall pay its proportionate share of the budgeted expenses based on the ratio. In the year in which the 46 assessment is levied, the treasurer of each municipality shall pay the amount of the assessment levied in 3 equal installments 48 to the treasurer of the district. The first installment must be paid on or before August 1st, the 2nd installment on or before 50 December 1st and the 3rd installment on or before March 31st.

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The trustees of the district shall initially and from time to time, but at least every 10 years, ascertain the valuation 2 assigned to each municipality by determining the fair value of 4 the land and buildings in the designated areas of each municipality in the district. In making that determination, the 6 trustees may consider the local assessed valuation of those properties affected by the factor used to determine equalized valuation for the purposes of the Maine Revised Statutes, Title 8 36, section 381 and any other information they consider shall then publish a notice that the 10 relevant. They determination has been made and is available at the office of the clerk of the district. Any person aggrieved may appeal within 30 12 days of the publication of the notice or the issue of the district's warrant, whichever occurs first, to the Superior Court 14 for review.

Any water district benefiting from the services of this district has the right to contribute funds to this district as a 18 utility operating expense.

Sec. 14. Incidental powers and rights. All incidental powers, rights and privileges necessary to the accomplishment of the main 22 objectives of this Act are granted to the district, including the 24 right of the trustees to determine when and where facilities are most needed and the power to make rules.

Sec. 15. Existing laws not affected; rights conferred subject to 28 provisions of law. Nothing in this Act is intended to repeal or may be construed as repealing the whole or any part of any existing statute.

Sec. 16. Effective date; referendum, certificate to Secretary of State. This Act takes effect 90 days after adjournment of the Legislature only for the purpose of permitting its submission to 34 the legal voters of the towns and cities of Bethel, Greenwood, 36 Albany, Stoneham, Lovell, Waterford, Norway, Sweden, Bridgton, Harrison, Denmark, Otisfield, Poland, Naples, Sebago, Hiram, 38 Baldwin, Standish, Casco, Raymond, Gray, Windham and Gorham at meetings called and held for the purpose. These meetings must be 40 called, advertised and conducted according to the laws governing municipal elections, provided that the registrars of voters are 42 not required to prepare, nor the clerks to post, a new list of voters. The registrars of voters must be in session on the 44 secular day next preceding the meeting for the purpose of registration of voters.

The municipal clerks shall reduce the subject matter of this Act to the following question:

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"Do you favor passage of the Act Creating the Sebago Lake 2 Watershed District passed by the 115th Legislature?"

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

This Act takes effect for all purposes immediately on 8 acceptance by a majority of the municipalities voting at these meetings only if the total number of votes cast for and against the acceptance of this Act at any meeting of that majority of the 10 municipalities equalled or exceeded 20% of the total vote for all candidates for Governor cast in the town at the next preceding 12 qubernatorial election. Failure of approval at these meetings 14 does not prevent a subsequent meeting or meetings for the same purpose on or before April 1, 1993. If a town or city does not accept this Act, the district may not include the territory and 16 inhabitants of that municipality and the municipality pays no assessments and has no right to be represented by a trustee on 18 the board. If it does accept this Act at any subsequent date, a town or city has all the rights as though it had originally 20 accepted this Act. The result of the votes must be declared by 22 the municipal officers of the town or city and due certificate must be filed by the clerk with the Secretary of State.

#### STATEMENT OF FACT

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This bill establishes the Sebago Lake Watershed District.