



117th MAINE LEGISLATURE

SECOND REGULAR SESSION-1996

Legislative Document

No. 1752

H.P. 1276

House of Representatives, February 6, 1996

An Act to Merge the Charter of the Jackman Water and Sewer Districts.

(AFTER DEADLINE)

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 27. Reference to the Committee on Utilities and Energy suggested and ordered printed.

JOSEPH W. MAYO, Clerk

Presented by Representative DEXTER of Kingfield. Cosponsored by Senator MILLS of Somerset.

Mandate preamble. This measure requires one or more local units of government to expand or modify activities so as to 2 necessitate additional expenditures from local revenues but does not provide funding for at least 90% of those expenditures. 4 Pursuant to the Constitution of Maine, Article IX, Section 21, two thirds of all of the members elected to each House have 6 determined it necessary to enact this measure.

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

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Sec. 1. Jackman Sewer District; additional purposes; expanded 12 The Jackman Sewer District, formed under Private and powers. Special Law 1969, chapter 88 and referred to in this Act as "the district," is granted additional powers, rights, privileges and 14 obligations as provided in this Act for the purpose of allowing 16 the district to supply the town and inhabitants and others within the territory of the district with potable water for domestic, sanitary, commercial, industrial, agricultural and municipal 18 purposes. All authority and powers of the Jackman Sewer District as previously granted continue in full force and effect. 20 The board of trustees of the district as presently elected and exercise 22 constituted may all additional powers, rights, privileges and obligations granted by this section in the same manner as currently empowered for the affairs of this district. 24

Sec. 2. Additional powers of district. The district, for the 26 purposes specified in section 1, may take, collect, store, flow, use, divert, distribute and convey to the district, or any part 28 of the district, water from any surface or underground source, natural or artificial, within the district on the effective date 30 of this Act. It may also locate, construct and maintain aqueducts, pipes, conduits, dams, wells, reservoirs, standpipes, 32 hydrants, pumping stations and other necessary structures and equipment therefor, and do anything necessary to furnish water 34 for public purposes and for the public health, comfort and convenience of the inhabitants and others of the district, or to 36 contract to do any and all of the foregoing things.

All incidental powers, rights and privileges granted to the Jackman Water District and necessary to the accomplishment of the 40 objectives set forth in this Act are granted to the district.

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Notwithstanding section 1 and other provisions of this section, the district may not provide service to any person or business within the territory served by the Jackman Water 46 District, or its successors, unless the provision of service is approved by the Public Utilities Commission pursuant to section

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13 of this Act and approved by the voters pursuant to section 18 2 of this Act.

Sec. 3. Authorized to lay mains, pipes, conduits and other water 4 conveyances through public ways and across private lands. The district may lay in, along, under and through the streets, roads, ways, 6 highways, bridges, tidal waters, lakes, ponds, rivers and water courses in the territory of the district and across private lands 8 in the territory of the district and maintain, repair and replace pipes, mains, conduits, aqueducts and fixtures and appurtenances 10 as necessary and convenient for the purposes specified in section 1 and, whenever the district lays any pipes, mains, conduits, 12 aqueducts and fixtures or appurtenances in any street, road, way or highway, it shall cause the same to be done with as little 14 obstruction as practicable to the public travel and at the district's own expense, without unnecessary delay, shall cause 16 the earth and pavement removed by the district to be replaced in 18 proper condition.

Sec. 4. Authorized to erect dams and reservoirs; to cross navigable 20 waters; to supply water to utilities. The district, for the purposes specified in section 1, may erect and maintain all dams, 22 reservoirs and structures necessary and convenient for those purposes. The district may lay, construct and maintain its pipes 24 and fixtures in, over and under navigable waters and build and 26 maintain structures for the pipes and fixtures, subject to the laws of the United States. The district may supply water to any public utility now supplying water in Somerset County, subject to 28 the consent of the Public Utilities Commission. 30

Sec. 5. Procedure if public utility must be crossed. In case of crossing of any public utility, unless consent is given by the 32 company owning and operating the public utility as to place, 34 manner and conditions of the crossing within 30 days after consent is requested by the district, the Public Utilities Commission, upon petition by the district, shall determine the 36 place, manner and conditions of the crossing, and all work on the property of the public utility must be done under the supervision 38 and to the satisfaction of the public utility or as prescribed by the Public Utilities Commission, but at the expense of the 40 district.

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Sec. 6. Authority to acquire property; rights of eminent domain. In
44 addition to the district's eminent domain powers granted under the Maine Revised Statutes, Title 38, chapter 11, the district is
46 granted the right of eminent domain for the purposes of this Act pursuant to Title 35-A, chapters 65 and 67.

This section may not be construed as authorizing the 50 district to take by right of eminent domain any of the property

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or facilities of any other public utility used, or acquired for
future use by the owner of that property or those facilities, in the performance of a public duty, unless expressly authorized to
do so by this Act or by subsequent Act of the Legislature.

6 Sec. 7. Annual report. The trustees of the district shall make and publish an annual report concerning the operations of 8 the district pursuant to this Act, including a report of the treasurer.

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Sec. 8. District and towns authorized to make and assume contracts. The district, through its trustees, in order to carry out the objectives set forth in this Act, may contract with persons, districts, municipalities, utilities or corporations. The district may contract with the Town of Jackman and the town may contract with the district for the supply of water for municipal purposes.

Sec. 9. Authorized to receive government aid; borrow money; issue 20 bonds and notes. For accomplishing the purposes of this Act, the district, through its trustees, without vote of the inhabitants, may receive state and federal aid or grants, borrow money 22 temporarily and issue for the money its negotiable notes for the 24 purpose of renewing and refunding the indebtedness so created, for paying any necessary expenses and liabilities incurred under 26 this Act, including organizational and other necessary expenses and liabilities, whether incurred by the district or the Town of 28 Jackman, the district being authorized to reimburse the Town of Jackman for any such expense incurred by the town and in acquiring properties, paying damages, laying pipes, 30 mains, aqueducts and conduits, constructing, maintaining and operating a water plant or system and making renewals, additions, extensions 32 and improvements to the water plant or system and to cover 34 associated interest payments. The district, through its trustees, may also issue, from time to time, in accordance with the Maine Revised Statutes, Title 35-A, chapter 63, bonds, notes 36 or other evidences of indebtedness of the district in such amount or amounts, bearing interest at such rate or rates, selling at 38 par or at a discount or a premium, to be sold in such manner, at 40 public or private sale, and having such other terms and provisions as the trustees determine, except that loans running for one year or less do not require the approval of the Public 42 Utilities Commission.

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Bonds, notes and evidences of indebtedness of the district 46 may be issued to mature serially or made to run for a term of years as the trustees determine. Bonds, notes or evidences of 48 indebtedness may be issued with or without provisions for calling the bonds, notes or evidences of indebtedness prior to maturity 50 and, if callable, may be made callable at par or at such premium

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as the trustees determine. All bonds, notes or other evidences
of indebtedness must have inscribed upon their face the words
"Jackman Sewer District" and be signed by the treasurer and
countersigned by the chair of the board of trustees of the district. If coupon bonds are issued, the interest coupon
attached to the coupon bonds must bear the facsimile signature of the treasurer.

All bonds, notes and evidences of indebtedness so issued by 10 the district, which is declared to be a quasi-municipal corporation, are legal obligations of the district within the 12 meaning of the Maine Revised Statutes, Title 30-A, section 5701.

14 The district may refund and reissue, from time to time, in one or in separate series, its bonds, notes and other evidences 16 of indebtedness, and each authorized issue constitutes a separate loan. All bonds, notes and evidences of indebtedness issued by 18 the district are legal investments for savings banks in the State and are exempt from state income tax.

Sec. 10. Rates. The rates established pursuant to this 22 section must be sufficient to provide revenue for the purposes of this Act, without the need for any financial assistance from the 24 Town of Jackman other than the normal payment of water charges for services rendered and the loan or loans for initial funds as 26 set forth in section 9. Individuals, firms and corporations, whether private, public or municipal, shall pay to the treasurer 28 or other designated officer of the district the rates established by the board of trustees for the water used by them. The rates 30 must be established in accordance with the Maine Revised Statutes, Title 35-A, chapter 61, to provide for the purposes set 32 forth therein.

Sec. 11. Jackman Sewer District's acquisition of property of Jackman 34 Water District. The Jackman Sewer District acquires, under the 36 terms contained in this Act, all, and not less than all, of the plant, properties, assets, franchises, rights and privileges 38 owned by the Jackman Water District including, without limitation, lands, buildings, waters, water rights, springs, 40 wells, reservoirs, tanks, standpipes, mains, pumps, pipes, machinery, fixtures, hydrants, meters, services, tools, equipment 42 and appliances used or useful in supplying water for domestic, sanitary, commercial, industrial and municipal purposes. The 44 consideration paid for them is the assumption by the Jackman Sewer District of all of the outstanding debts, obligations and 46 liabilities of the Jackman Water District including, without limitation, the assumption by the Jackman Sewer District of any outstanding notes or bonds of the Jackman Water District that are 48 due on or after the date of transfer.

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Sec. 12. Jackman Water District required to sell property to the 2 Jackman Sewer District. The Jackman Water District, а quasi-municipal corporation organized and existing pursuant to Private and Special Law 1971, chapter 119, under the terms 4 contained in this Act, shall sell, transfer and convey to the б Jackman Sewer District by appropriate instruments of conveyance all, and not less than all, of its plants, properties, assets, franchises, rights and privileges including, without limitation, 8 buildings, waters, water rights, lands, springs, wells, reservoirs, tanks, standpipes, mains, pumps, pipes, machinery, 10 fixtures, hydrants, meters, services, tools, equipment and 12 appliances used or useful in supplying water for domestic, commercial, industrial and municipal purposes, in consideration of the assumption by the Jackman Sewer District of all of the 14 outstanding debts, obligations and liabilities of the Jackman 16 Water District including, without limitation, the assumption of any outstanding notes or bonds of the Jackman Water District that are due on or after the date of the transfer. 18

Sec. 13. Approval of Public Utilities Commission. The sale and 20 transfer by the Jackman Water District to the Jackman Sewer District of its plant, properties, assets, franchises, rights and 22 privileges and the assumption by the Jackman Sewer District of 24 all of the outstanding debts, obligations and liabilities of the Jackman Water District pursuant to sections 11 and 12 and the subsequent use of the plants, properties, assets, franchises, 26 rights and privileges by the Jackman Sewer District within the 28 limits of the Jackman Sewer District are subject to the approval of the Public Utilities Commission as may be required by the Maine Revised Statutes, Title 35-A, Part 1. 30

Sec. 14. Contracts of Jackman Water District assumed by the Jackman Sewer District. All contracts between the Jackman Water
 District and any person, firm or corporation relating to supplying water that are in effect on the date of the transfer by
 the Jackman Water District to the Jackman Sewer District are assumed and carried out by the Jackman Sewer District.

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Sec. 15. Dissolution and termination of Jackman Water District; 40 pledge of revenues. If and when all debts, obligations and other liabilities of the Jackman Water District have been paid in full and discharged or the holders or owners of all debts, obligations 42 and other liabilities that have not been paid in full and discharged have assented to the assumption thereof by the Jackman 44 Water District and to the novation and substitution of the Jackman Sewer District as obligor in respect thereto in place of 46 the Jackman Water District and, when the transfer of property 48 pursuant to section 12 is complete, the clerk of the Jackman Water District shall file a certificate to that effect with the 50 Secretary of State and thecorporate existence of the

Jackman Water District terminates. After filing the certificate with the Secretary of State, the clerk of the Jackman Water 2 District shall submit legislation to repeal Private and Special Law 1971, chapter 119. Until the corporate existence of the 4 Jackman Water District is terminated pursuant to this section, 6 the gross revenues derived by the Jackman Sewer District from the sale of water within the area comprising the former limits of the district must be applied first to the payment of expenses and 2nd 8 to payments of debts, obligations and other liabilities of the 10 Jackman Water District assumed by the Jackman Sewer District pursuant to this Act.

Sec. 16. Property tax exemption. Notwithstanding the Maine Revised Statutes, Title 38, section 1064, the property of the district acquired pursuant to this Act and used for the purposes of this Act is exempt from taxation to the extent provided in Title 36, section 651.

Sec. 17. Existing laws not affected; rights conferred subject to 20 provisions of law; preservation of powers. Nothing contained in this Act is intended to repeal, or may be construed as repealing, the 22 whole or any part of any existing law, and all the rights and duties mentioned in this Act must be exercised and performed in 24 accordance with all the applicable provisions of and amendatory acts to the Maine Revised Statutes, Title 35-A to the extent that 26 title and its amendments affect the operations of the district. Powers granted in this Act are in addition to powers granted to 28 the district under the provisions of Title 38, chapter 11, and nothing in this Act may be construed as limiting the authority of 30 the district in carrying out the purposes of the district as provided in Title 38, section 1063.

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Sec. 18. Referendum; effective date. The municipal officers of the Town of Jackman shall submit this Act to the legal voters of 34 the Town of Jackman voting at a regular or special election called and held within 6 months after passage of this Act. 36 Ιf the municipal officers choose to so submit this Act the election must be called, advertised and conducted according to the law 38 relating to municipal elections, except that the municipal 40 officers are not required to prepare or the town clerk to post a new list of voters. For the purpose of registration of voters 42 the registrar is required to be in session the 3 secular days next preceding the election, of which the first 2 days must be devoted to registration of the voters and the last day to 44 verification of the list and completion of the records of these The subject matter of this Act is reduced to the 46 sessions. following question:

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"Do you favor the dissolution of the Jackman Water District and the acquisition of the assets and liabilities of the 2 Jackman Water District by the Jackman Sewer District?" 4 This Act also must be submitted to the Trustees of the Jackman Water District for a ratification vote at any trustees' 6 meeting. 8 This Act takes effect for all purposes immediately upon its acceptance by the Trustees of the Jackman Water District and by a 10 majority of the legal voters of the Town of Jackman voting at the election. 12 The results of the election must be declared by the 14 municipal officers of the Town of Jackman and due certificate of the results filed by the town clerk with the Secretary of State. 16 The trustees of the Jackman Water District shall certify the results of their vote and file the certification with the 18 Secretary of State. 20 STATEMENT OF FACT 22 24 This bill combines the Jackman Water District and the Jackman Sewer District. 26