



118th MAINE LEGISLATURE

FIRST SPECIAL SESSION-1997

Legislative Document

No. 1777

S.P. 598

In Senate, April 10, 1997

An Act to Permit the Creation of Cooperative Municipal Fire Districts.

(AFTER DEADLINE)

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 205.

Reference to the Committee on State and Local Government suggested and ordered printed.

Buen

JOY J. O'BRIEN Secretary of the Senate

Presented by Senator DAGGETT of Kennebec. Cosponsored by Representative GAGNON of Waterville and Representatives: KANE of Saco, MADORE of Augusta.

DCI	t enacted by the People of the State of Mame as follows:
	Sec. 1. 30-A MRSA c. 164 is enacted to read:
	CHAPTER 164
	COOPERATIVE FIRE DISTRICTS
<u>§35</u> ;	31. Definitions
ind	As used in this chapter, unless the context otherwise icates, the following terms have the following meanings.
	1. District. "District" or "fire district" means a trict created by vote of a group of municipalities for the pose of providing fire protection within the municipalities.
<u>§35</u> :	32. Formation; powers
	1. Formation. By vote of its legislative body, any icipality, in cooperation with one or more other icipalities, may form a district for the purposes provided in
	s chapter.
be com	2. General powers; area of service. The district formed er subsection 1 is a body politic and corporate, and may sue, sued, plead and be impleaded, adopt a name, adopt and alter a mon seal and do all things necessary to furnish fire tection within that district.
in	3. Incidental rights. All incidental powers, rights and vileges necessary to accomplish the main objective set forth this chapter are granted to a district created under this pter.
<u>§35</u>	33. Management
	The affairs of a district formed under section 3532 are aged by a board of directors chosen from the inhabitants of municipalities comprising the district.
mun	1. Number of directors. Each member municipality is itled to one director for each 5,000 inhabitants of the icipality or fraction of that number, as determined by the est Federal Decennial Census.
Iac	
dis	2. Appointment: terms: guorum. The municipal officers of h member municipality shall appoint the directors of the fire trict. Initially, the directors' terms of office must be ermined by lot at their first organizational meeting as

1

Page 1-LR2345(1)

follows: One-third of those appointed shall serve for 3 years,1/3 for 2 years and the remaining number for one year. All
subsequent appointments are for a term of 3 years. Directors4shall serve until their successors have been appointed, with
vacancies being filled for the unexpired portion of the
66respective terms.

A majority of the directors constitutes a quorum for the transaction of business. Action taken by 2/3 of the directors
present at any meeting at which a quorum is in attendance is considered to be the action of the full board of directors.

12 14

§3534. Officers; meetings; employees

Officers: bylaws. The directors shall elect from among
themselves a president, treasurer, clerk and any other officers
that they desire and shall adopt bylaws and regulations for the
conduct of the district's affairs.

2. Meetings. The directors shall meet at least 4 times a year, or more often if required by the bylaws, and upon the call
of the president. The president shall call any other meetings that are requested in writing directed to the president and
signed by at least 1/3 of the directors.

3. District manager; employees. The directors shall appoint and fix the salary of a fire chief who may not be a director. The fire chief is the chief executive officer of the district. The fire chief shall appoint any other employees that are required for district purposes and fix the salaries of those employees. The directors may, by resolution, indicate which appointments by the fire chief and salaries established by the fire chief require confirmation by the board of directors.

 4. Municipal status. For all employment-related purposes,
a district must be considered a municipality, and the employees of the district must be treated as employees of a municipality
for all employment-related purposes, including labor relations and retirement purposes.

§3535. Interest in contracts

A director, officer or employee of the district may not be interested directly or indirectly in any contract entered into by or in behalf of a district for work or material, or the purchase of material, or in any property acquired or to be acquired by the district. A contract made in violation of this section is void.

48

42

44

46

§3536. Certificate of organization

50

	After its organization, the district shall file a
2	certificate with the Secretary of State setting forth the
	following information:
4	
	1. Name. Name of the district;
б	
	2. Purposes. Purposes of the district;
8	
10	3. Municipalities included. Municipalities included within
10	the district;
12	4. Location. Location of the principal office;
1 44	4. Dealion. Location of the principal office,
14	5. Names of directors. Number and names of the directors
<u>, ,</u>	and their addresses; and
16	
	6. Names of officers. Names and addresses of the officers.
18	
	The certificate must be signed by the president and
20	treasurer and a majority of the directors, and the president or
	treasurer shall swear that the signatures set forth in the
22	certificate are true. As changes occur, the district shall file
	an amended certificate with the Secretary of State setting forth
24	those changes.
26	§3537. Powers of directors
28	The directors of a district may exercise all powers
	necessary to carry out the purposes of this chapter.
30	
	<u>§3538. Estimate of expenditures; contributions; budget</u>
32	
	1. Estimate of expenditures and revenues. By November 1st
34	of each year, the board of directors shall prepare and submit to
	the municipal officers of the municipalities comprising the
36	district an itemized estimate of expenditures and revenues for
20	the following calendar year, which must be the fiscal year. This
38	estimate must include the following:
40	A. An itemized estimate of anticipated revenues during the
10	ensuing fiscal year from each source;
42	ensuing ribear year riom each bource?
10	B. An itemized estimate of expenditures for each
44	classification for the ensuing fiscal year, including
	payments of principal and interest on bonds or notes issued
46	or to be issued by the district;
48	C. After the first year of operation, an itemized statement
	of all actual receipts from all sources, up to and including
50	September 30th of the current fiscal year, with estimated

Page 3-LR2345(1)

receipts from those sources shown for the balance of the year;

D. After the first year of operation, an itemized statement of all actual expenditures, up to and including September 30th of the current fiscal year, with estimated expenditures shown for the balance of the year; and

8 10

12

22

32

34

2

4

6

E. An estimate of revenue surplus or deficit of the district for the fiscal year for which estimates are being prepared.

 Determination of municipal contributions. Each year,
before submitting the estimates required by subsection 1 to the municipal officers, the board of directors of the district, by a
2/3 vote of its entire membership, shall establish a formula for contributions to be made by each municipality in order to defray
any projected deficit. This formula and estimated amount of the contribution required from each municipality must be based on
population and shown in the estimates filed with the municipal officers of each municipality.

3. Budget; payment of allocations. By March 1st of each
year, the board of directors shall adopt a final budget for that
year which must be itemized in the same manner as the estimate of
expenditures and revenues under subsection 1. This budget must
be submitted immediately to the municipal officers of the
municipalities comprising the district, and the amounts allocated
to each municipality to defray any projected revenue deficit in
the budget must be included in the warrant to the assessors of
each municipality as provided in section 3539.

§3539. Warrant for taxes

1. Warrant. Before April 1st of each year, the directors 36 shall issue their warrant in the same form as the warrant of the Treasurer of State for taxes, with proper changes, to the 38 assessors of the municipalities comprising the district. The warrant must require the municipalities to assess the sum 40 allocated to each municipality for payment of the costs of the district upon the taxable estates within those municipalities and 42 to commit their assessment to the constable or collector of the municipalities. The constable or collector has all the authority 44 and powers to collect these taxes as is vested by law to collect state, county and municipal taxes. Within 30 days after the date 46 fixed by the municipality on which its taxes are due, the treasurer of the municipality shall pay the amount of the tax assessed under this section to the treasurer of the district. 48

 Failure to pay. If the treasurer of a municipality
fails to pay the sum assessed under this section, or fails to pay any part of the sum by the date set in the year in which the tax
is levied, the treasurer of the district may issue a warrant for the amount of the tax, or so much of the tax as remains unpaid,
to the sheriff of the appropriate county, requiring the sheriff to levy by distress and sale on real and personal property of any
of the inhabitants of the municipality. The sheriff or a deputy shall execute the warrant.

§3540. Withdrawal

12

10

A municipality may withdraw from the district at the end of 14 a fiscal year, after it has given the board of directors at least one year's written notice of its intention to do so. The 16 municipality must pay its proportionate share of the current indebtedness of the district before withdrawal and must agree by appropriate written document to pay its proportionate share of 18 any long-term indebtedness of the district as that indebtedness becomes due and payable. During the period of notice, the 20 withdrawing municipality does not become liable for any capital 22 expenditures or borrowings that may be made by the district. The proportionate share of the withdrawing municipality in any current and long-term indebtedness of the district must be in 24 accordance with the formula then in effect for payment of the current and long-term indebtedness. 26

28 §3541. Dissolution

30 At such time as a district has discharged all of its obligations and paid or provided for the payment of all of its 32 bonded indebtedness, the board of directors, by 2/3 vote of its membership, may dissolve the district and dispose of all of its property, real and personal, in the manner authorized and 34 directed by the board of directors. The treasurer may execute 36 any deeds, bills of sale or documents required for that purpose. All money, if any, remaining in the hands of the treasurer of the 38 district must be paid to the municipalities comprising the district as of the date of dissolution in accordance with the 40 formula then in effect for the payment of any operating deficit.

- 42
- 44

46

- SUMMARY
- This bill provides for the establishment of cooperative municipal fire districts.

Page 5-LR2345(1)