



# **119th MAINE LEGISLATURE**

## **FIRST REGULAR SESSION-1999**

Legislative Document

No. 1190

S.P. 399

In Senate, February 11, 1999

An Act to Allow Greenings Island to Secede from the Town of Southwest Harbor.

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

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JOY J. O'BRIEN Secretary of the Senate

Presented by Senator GOLDTHWAIT of Hancock. (BY REQUEST).

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

#### PART A

Sec. A-1. Separation and incorporation. Notwithstanding the provisions of the Maine Revised Statutes, Title 30-A, sections 6 2171 to 2173 and subject to referendum election as set forth in 8 section 2, the following territory now within the Town of Southwest Harbor and the County of Hancock, together with the inhabitants of that territory, is hereby separated from the Town 10 of Southwest Harbor and incorporated into a separate town by the 12 name of the Town of Greenings Island: the island in Southwest identified as Greenings Island together Harbor with the surrounding waters within 200' from the shoreline of Greenings 14 Island, excluding territory under the jurisdiction of another municipality, on July 1, 2000. The island and surrounding waters 16 described in this section are referred to in this Part as "the Greenings Island territory." The Town of Greenings Island 18 remains within Hancock County.

Sec. A-2. Special referendum election. This Part takes effect
90 days after adjournment of the First Regular Session of the 119th Legislature for the purpose of permitting its submission to
the voters of the Greenings Island territory at a special referendum election to be held on November 2, 1999. Warrants
must be issued for this election notifying the qualified voters to vote on the approval or rejection of this Act.

For the purposes of this special referendum election, all 30 persons resident and legally registered to vote within the Greenings Island territory are eligible to vote on the question 32 with respect to the separation of that territory from the Town of Southwest Harbor.

The town clerk of the Town of Southwest Harbor shall prepare 36 the required ballots on which the subject matter of this Part must be reduced to the following question:

"Do you favor the separation of Greenings Island and the
 surrounding waters within two-hundred feet (200') from the
 shoreline of Greenings Island from the Town of Southwest
 Harbor and its incorporation as a separate town?"

44 The voters shall indicate by an appropriate mark placed against the word "Yes" or "No" their vote on this question.

The special referendum election must be conducted by the 48 town clerk of the Town of Southwest Harbor who shall declare the result of the election. The town clerk's declaration of the 50 election results is final, subject to review by the Superior Court for the County of Hancock. The results of the special 52 referendum election must be filed by the town clerk with the Secretary of State.

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Sec. A-3. Effective date of separation. If a majority of those voting in the Greenings Island territory election approves the question, this Part takes effect with respect to that territory and that territory is separated from the Town of Southwest Harbor and is incorporated as the Town of Greenings Island on July 1, 2000.

Sec. A-4. Provision for first meeting. If the voters of Greenings 8 Island territory approve the question, a justice of the peace or notary public may issue a warrant to any legal voter in the Town 10 of Greenings Island directing that legal voter to notify the municipal inhabitants of a public meeting to select municipal 12 officers and to transact municipal business to be held at a time 14 and place specified in the warrant. Notice to the municipal inhabitants must be provided at least 7 days prior to the meeting. Until July 1, 2000, municipal officers selected at the 16 meeting are vested with all of the powers and duties that other duly elected municipal officers have, including the power to 18 raise, borrow and spend money.

Sec. A-5. Form of government. If the voters of Greenings Island territory approve the question, the Town of Greenings Island will be incorporated and separated from the Town of Southwest Harbor on July 1, 2000 and shall adopt the town meeting as its form of government.

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The Town of Greenings Island may subsequently vote to change its form of government without the necessity of a further act of the Legislature.

Sec. A-6. Allocation of debts and assets. If the Town of Greenings Island is incorporated and separated from the Town of Southwest Harbor on July 1, 2000, the Town of Greenings Island shall assume debts and assets of the Town of Southwest Harbor as follows.

 All tangible personal property owned by the Town of Southwest Harbor and located within the Greenings Island territory on the date of separation becomes the property of the Town of Greenings Island on July 1, 2000, and the Town of Southwest Harbor shall promptly deliver to the Town of Greenings
 Island an appropriate quitclaim bill of sale for that property.

2. The Town of Southwest Harbor taxes that are due from Greenings Island territory property owners as of July 1, 2000
will continue to be owed to the Town of Southwest Harbor after separation. Tax liens on behalf of the Town of Southwest Harbor
attributable to those taxes remain valid.

No other tangible property or intangible property of the
 Town of Southwest Harbor, including cash or bank accounts, is due
 to the Town of Greenings Island.

2 4. The Town of Greenings Island shall bear its just and due proportion of the bonded indebtedness of the Town of Southwest
4 Harbor as determined pursuant to Part B of this Act.

6 Sec. A-7. Property taxes. Greenings Island territory remains a part of the Town of Southwest Harbor for all purposes including liabilities, obligations and the collection and disbursement of property taxes up to the effective date of separation and the 10 Town of Southwest Harbor shall maintain its customary level of service to the Greenings Island territory until that date. After 12 that date, each municipality is separately responsible for raising and collecting the revenues necessary to fund its 14 respective government.

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#### PART B

18 Sec. B-1. Other duties and responsibilities. The Town of Southwest Harbor and the Town of Greenings Island shall allocate duties and responsibilities between themselves as they mutually determine to be necessary and appropriate and shall negotiate 22 with each other in good faith.

Sec. B-2. Agreement binding; binding arbitration. 24 Negotiations under section 1 of this Part must be completed by January 1, 2000, subject to a mutually agreed upon extension. 26 If the parties reach agreement by that date, the agreement must be 28 reduced to writing and is final and binding on the Town of and the Town of Greenings Island Southwest Harbor upon 30 incorporation of the Town of Greenings Island on July 1, 2000 if the referendum question in Part A, section 2 is approved.

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If the parties do not reach agreement by January 1, 2000, the parties shall submit any matters remaining in dispute to a 34 panel of arbitrators and shall reduce to writing all matters agreed upon. The panel of arbitrators consists of one arbitrator 36 selected by the Town of Southwest Harbor, one arbitrator selected by the Town of Greenings Island and one neutral arbitrator 38 selected jointly by the 2 other arbitrators. Each party shall 40 pay its chosen arbitrator and half of the cost of the neutral arbitrator. Determination of disputed matters by the panel of 42 arbitrators is final and binding on the parties. The arbitration must be administered under the auspices of the American Arbitration Association and, 44 except for the selection of arbitrators, is governed by the commercial rules and procedures 46 of the American Arbitration Association. The concept of "last best offer" must be used. These issues must be resolved no later 48 than March 31, 2000.

### SUMMARY

This bill authorizes the incorporation of Greenings Island if the legal residents of that territory approve, by referendum,
separation from the Town of Southwest Harbor. This bill also clarifies the binding arbitration process.

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