

MAINE STATE LEGISLATURE

The following document is provided by the
LAW AND LEGISLATIVE DIGITAL LIBRARY
at the Maine State Law and Legislative Reference Library
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied
(searchable text may contain some errors and/or omissions)



120th MAINE LEGISLATURE

FIRST REGULAR SESSION-2001

Legislative Document

No. 1188

H.P. 896

House of Representatives, February 28, 2001

**An Act to Provide for the Withdrawal of a Municipality from Hospital
Administrative District No. 1 in Penobscot County.**

Reference to the Committee on Health and Human Services suggested and ordered printed.

Millicent M. MacFarland

MILLICENT M. MacFARLAND, Clerk

Presented by Representative BUNKER of Kossuth Township.
Cosponsored by Senator CATHCART of Penobscot and
Representatives: CARR of Lincoln, HASKELL of Milford, STANLEY of Medway.

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

2
4
6
8
10
12
14
16
18
20
22
24
26
28
30
32
34
36
38
40
42
44
46
48
50

Sec. 1. P&SL 1967, c. 58, §9-A is enacted to read:

9-A. Procedure. When paying indebtedness on bonds, notes and other indebtedness, the hospital administrative district shall follow these procedures.

A. The hospital administrative district shall establish the date of each bond, note or other indebtedness and the municipalities that were members of the hospital administrative district at the time that the bond, note or other indebtedness was issued.

B. The hospital administrative district shall pay the bond, note or other indebtedness and the interest thereon in the order in which the bond, note or other indebtedness was incurred by the hospital administrative district.

Sec. 2. P&SL 1967, c. 58, §14 is enacted to read:

14. Withdrawal from hospital administrative district. A municipality may withdraw from the hospital administrative district according to the provisions of this section.

A. Upon receipt of a petition that seeks to withdraw from the hospital administrative district signed by 10% of the voters of the municipality who voted in the last gubernatorial election, the municipal officers shall place the question before the voters at the next annual election. The notice of the election regarding the question of withdrawal must include the financial implications to the municipality if withdrawal is accomplished.

B. The results of the vote at the election must indicate that a majority of the voters in the municipality favor withdrawal from the hospital administrative district.

C. To the extent that the hospital administrative district is required to issue an assessment for the levy of taxes pursuant to section 9, a municipality that was a member of the hospital administrative district at the time that the bond was issued is responsible for the payment of the bond, note or other indebtedness and any interest thereon.

SUMMARY

The provisions of this bill apply only to Hospital Administrative District No. 1. This bill requires Hospital

2 Administrative District No. 1 to pay its bonds, notes and
indebtedness in the order in which they were incurred and to
4 establish for each bond, note or other indebtedness the
municipalities that were members of the district at the time the
6 bond, note or other indebtedness was incurred. This bill allows
a municipality to withdraw from the hospital administrative
8 district and, in the event the district is required to issue an
assessment for the levy of taxes, holds the municipality
10 responsible for bonds, notes or other indebtedness incurred while
the municipality was a member of the district.