

MAINE STATE LEGISLATURE

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N I N E T Y - F O U R T H L E G I S L A T U R E

Legislative Document

No. 1198

H. P. 1839

House of Representatives, March 2, 1949

Referred to the Committee on Legal Affairs, sent up for concurrence and ordered printed.

HARVEY R. PEASE, Clerk

Presented by Mr. Gerrish of Old Orchard Beach.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
FORTY-NINE

AN ACT to Incorporate the Old Orchard Beach School District.

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

Sec. 1. Old Orchard Beach School District, incorporated. Subject to the provisions of this act, the inhabitants of and the territory within the town of Old Orchard Beach shall constitute a body politic and corporate under the name of the "Old Orchard Beach School District" for the purpose of acquiring land within the said town for school purposes; and erecting, equipping and maintaining on said land a school building, or additions thereto; with the right to lease or let said property to said town; all for the benefit of the inhabitants of said district.

Sec. 2. Trustees; how chosen; organization; compensation. All the affairs of said district as are herein provided shall be managed by a board of trustees composed of 3 members, who shall hold office for the period of 3 years from the date of their appointment, except as hereinafter provided. Three trustees shall be chosen by the municipal officers of the town of Old Orchard Beach as soon as may be after the passage of this act as hereinafter provided. Removal from the town of Old Orchard Beach by any trustee shall ipso facto vacate his office. Vacancies upon the board of trustees occurring because of removal from town, resignation, death or any

cause shall be filled by the municipal officers of the town of Old Orchard Beach in the same manner in which the original board was chosen.

The members of the board, as soon as convenient after they have been chosen as above provided, shall meet upon call of one of their number after such reasonable notice as he shall deem proper. At the 1st meeting, the trustees so appointed shall determine by lot the term of office of each trustee so that 1 trustee shall retire each year and the term of office of the 1st trustee to expire shall end at the close of the municipal year of the town of Old Orchard Beach following the acceptance of this act. Thereafter, the term of office of a trustee shall expire and his successor shall be elected by the legal voters of Old Orchard Beach at the close of each municipal year of said town. They shall then elect from their membership a president, clerk and treasurer, adopt a corporate seal and do all other acts, matters and things necessary to perfect their organization. Thus organized, the trustees shall have the right and authority to employ such officers and agents as they may deem necessary for the proper conduct and management of the affairs of the district.

The trustees shall serve without compensation, except that the treasurer may receive for his services an amount to be fixed by the board of trustees not to exceed \$100 per year. The treasurer shall give a bond to the district in such sum and with such sureties as the trustees may determine, which bond shall be deposited with the president. The treasurer's salary, bond premium and all expenses of the district shall be paid from the funds of the district. At the close of the fiscal year, the trustees shall make a detailed report of their doings, of the financial condition of said district, and the physical condition of said school building, and also such other matters and things pertaining to said district as shall show the inhabitants thereof how said trustees are fulfilling the duties and obligations of their trust, said reports to be made, attested to and filed with the municipal officers of said town.

Sec. 3. How financed. To procure funds for the purposes of this act and such other expense as may be necessary for the carrying out of said purposes, the said district, by its trustees, is hereby authorized to issue bonds and notes, but shall not incur a total indebtedness exceeding the sum of \$175,000. Each bond or note shall have inscribed upon its face the words: "Old Orchard Beach School District" and shall bear interest at such rates as the trustees shall determine, payable semiannually. Said bonds and notes may be issued to mature serially or made to run for such periods as said trustees may determine, but none of which shall run for a longer

period than 30 years. All notes or bonds issued by said district shall be signed by the treasurer and countersigned by the president of the district, and if coupon bonds are issued each coupon shall be attested by a facsimile signature of the president and treasurer printed thereon. The said trustees are hereby authorized and empowered to enter into such an agreement with the federal government or state of Maine, or any corporation or board authorized by the federal government or state of Maine to loan money or otherwise assist in the financing of such projects as this school district is authorized to carry out, as may be necessary or desirable to accomplish the purposes of this act.

Sec. 4. Sinking fund. In case said bonds or notes are made to run for a period of years, a sinking fund shall be established by the trustees of said district for the purpose of redeeming said bonds or notes when they become due, and not less than 4% of the total cost of the school building and its appurtenances, and the expenses incidental to the carrying out of the purposes of this act, shall be added to said sinking fund each year, which may be deposited in a savings bank within the state or may be invested in any United States government bonds, state bonds or the bonds of any political subdivision thereof as the trustees may determine. Whenever any bonds or notes issued by said district become due or can be purchased by said trustees on favorable terms, said trustees shall, if sufficient funds have accumulated in said sinking fund, redeem or purchase said bonds or notes and cancel them. In no case shall bonds or notes so cancelled or redeemed be reissued. In case the amount in the sinking fund shall not be sufficient to pay the total amount of the bonds or notes falling due at any one time, authority to issue new bonds or notes sufficient to redeem so many of said bonds or notes as cannot be redeemed from the sinking fund is hereby granted to said district but in no case shall new bonds or notes run beyond 30 years from the date of the original issue.

Sec. 5. Provisions for sinking fund. The trustees of the "Old Orchard Beach School District" shall determine the sum to be paid annually into the sinking fund, or, if the bonds or notes authorized by this act shall be issued to mature serially, what amount is required each year to meet the interest on said bonds or other obligations, and other necessary expenses in the district, and shall each year thereafter, before the 1st day of April, issue their warrant in the same form as the warrant of the treasurer of state for taxes, with proper changes, to the assessors of the town of Old Orchard Beach, requiring them to assess the sum so determined upon the taxable polls and estates within said district and to commit their assessment to the constable or collector of taxes of said town of Old Orchard Beach, who

shall have all authority and powers to collect said taxes as is vested by law to collect state, county and municipal taxes. On or before the 31st day of December of the year in which said tax is so levied, the treasurer of said town shall pay the amount of the tax so assessed against said district to the treasurer of said district. In the case of the failure on the part of the treasurer of the town to pay said sum, or in the case of his failure to pay any part thereof on or before the 31st day of December of the year in which said tax is so levied, the treasurer of said district may issue his warrant for the amount of said tax or so much thereof as shall then remain unpaid, to the sheriff of York county, requiring him to levy his distress and sale on real and personal property of any of the inhabitants of said district, and the sheriff or either of his deputies shall execute said warrant except as is otherwise provided herein. The same authority as is vested in county officials for the collection of county taxes, under the provisions of law, is hereby vested in the trustees of said district in relation to the collection of taxes within said district.

Sec. 6. Authorization. The "Old Orchard Beach School District" is hereby authorized to receive from the town of Old Orchard Beach, and the said town of Old Orchard Beach is hereby authorized to convey to said district necessary school land situated in the town of Old Orchard Beach and to turn over to said school district such sums of money as it may raise either by taxation or by bond issue for the purpose of constructing school buildings. Before conveyance of said land or turning over of said funds, the municipal officers shall be duly authorized to do so by a majority of the legal voters of said town, present and voting at a special meeting called for that purpose or at any regular town meeting. Said school district is hereby authorized to accept gifts, grants or devises for the purpose of constructing said school buildings. The property of said district, wherever located, shall be exempt from taxation. In the event said town of Old Orchard Beach has incurred any liability in constructing any school buildings under a bond issue authorized at its March, 1949 town meeting, said school district, upon becoming incorporated, is hereby authorized to assume any such outstanding liabilities to the extent of \$60,000 and to receive any credits or moneys then in possession of any school building committee of said town of Old Orchard Beach created at said town meeting.

Sec. 7. Provisions for termination of the board of trustees. At such time as the school building shall have been completed, equipped and occupied by pupils of said district and the board of trustees of the district shall have discharged all of its principal obligations and the property of said district shall be free and clear of all indebtedness, the board of trustees

shall automatically cease to function and all the duties, management, care and maintenance shall revert to the school board of the town of Old Orchard Beach or such other board as may, at that time, have jurisdiction over similar school property, and the president and treasurer shall cause to be executed, signed and delivered, a good and sufficient deed of all the property in said district to the town of Old Orchard Beach. All money, if any remaining in the treasury of the board of trustees at the time it ceases to function, shall be given to the town treasurer of the town of Old Orchard Beach. This money shall be used only for school purposes and shall be kept separate from all other money until authorized by the selectmen of the town of Old Orchard Beach to be expended as hereinbefore stated.

Sec. 8. Referendum; effective date. This act shall take effect 90 days after the adjournment of the legislature only for the purpose of permitting its submission to the legal voters of the territory embraced within the limits of said district, present and voting at a special meeting called and held for the purpose or at an annual town meeting of the town of Old Orchard Beach. Such special meeting or annual town meeting shall be held not later than 2 years after the effective date of this act. In the event a special meeting is called for the purpose, it shall be called, advertised and conducted according to the law relating to municipal elections; provided, however, that the board of registration in said town of Old Orchard Beach shall not be required to prepare for posting, or the town clerk to post, a new list of voters, and for the purpose of registration of voters, said board shall be in session 1 hour preceding such election. The town clerk shall prepare the required ballots, on which he shall reduce the subject matter of this act to the following question: "Shall the Act to Incorporate the Old Orchard Beach School District be accepted?" and the voters shall indicate by a cross or check mark placed over the words "Yes" or "No" their opinion of the same. This act shall take effect for all the purposes thereof immediately upon its acceptance by a majority vote of the legal voters voting at said meeting. The result in said district shall be declared by the municipal officers of the town of Old Orchard Beach and due certificate filed by the town clerk with the secretary of state.