

Transmitted by Director of Legislative Research pursuant to joint order.

NINETY-SEVENTH LEGISLATURE

Legislative Document

House of Representatives, Feb. 10, 1955. H. P. 619 Referred to Committee on Legal Affairs. Sent up for concurrence and ordered printed.

Presented by Mr. Foster of Mechanic Falls.

HARVEY R. PEASE, Clerk.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED FIFTY-FIVE

AN ACT to Incorporate the Town of Mechanic Falls School District.

Emergency preamble. Whereas, the present buildings which house the schools of the town of Mechanic Falls are overcrowded, inadequate and unsafe; and

Whereas, it is imperative that action be taken at the earliest possible moment to relieve these conditions; and

Whereas, new building construction is vitally necessary; and

Whereas, the present borrowing capacity of said town will not allow it to borrow sufficient funds for the necessary construction and equipment; and

Whereas, it is very desirable that this matter be acted upon by the voters of said town at the earliest possible date; and

Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

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

Sec. 1. Incorporation; name; purposes. Subject to the provisions of this act, the inhabitants of and the territory within the town of Mechanic Falls are hereby created a body politic and corporate under the name "Town of Mechanic Falls School District," for the purpose of acquiring property within the said town for school and related athletic and recreational purposes; for the purpose of erecting, enlarging, repairing, equipping and maintaining on said property a school building or school buildings, and related athletic and recreational

No. 626

facilities; for the purpose of maintaining elementary and secondary schools; for the purpose of leasing or letting any property of said district to said town; for the purpose of receiving, accepting and holding gifts, grants or devises of property real, personal or mixed to be used for school and related athletic and recreational purposes; all for the benefit of the inhabitants of said district.

Sec. 2. Trustees, powers and duties; limitations. All the affairs of said district (except the election of teachers who shall serve in the said schools and the fixing of their salaries, the course of study, the terms of school, conveyance of pupils, janitors, playgrounds, textbooks, supplies, fuel, and all other matters pertaining to the education of pupils, which matters shall be controlled by the superintending school committee of the town of Mechanic Falls), shall be managed by a board of 5 trustees, who shall be elected as is hereinafter provided. The board of trustees, acting for said district, shall have and exercise all the powers and authority necessary to carry out the purposes of this act and the powers and authority granted herein.

Sec. 3. Trustees, how elected; tenure of office; organizations of board; officers; vacancies; compensation; reports. As soon as may be after the acceptance of this act as hereinafter provided, the inhabitants of the town of Mechanic Falls shall elect 5 trustees of said district, in the same manner as the other town officers are elected, by ballot; to hold office as follows: I until the annual town meeting in 1956; I until the annual town meeting in 1957; I until the annual town meeting in 1958; I until the annual town meeting in 1959; and I until the annual town meeting in 1960. At each annual town meeting of the town of Mechanic Falls beginning with the annual town meeting in 1956, I trustee shall be elected to serve until the annual town meeting occurring 5 years thereafter. The superintendent of schools of the town of Mechanic Falls shall be secretary ex officio of the trustees.

When any trustee ceases to be a resident of said district, he vacates the office of trustee. Any vacancy upon the board of trustees occurring because of change of residence of trustee, resignation, death or any cause except normal expiration of term of office shall be filled by the municipal officers of the town of Mechanic Falls for the unexpired portion of the term of the vacant office. All trustees shall be eligible for re-election or reappointment.

The members of the board as soon as convenient after they have been chosen as above provided, shall meet upon call of the secretary after such reasonable notice as he shall deem proper. At the 1st meeting, the trustees so elected shall 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 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. At the close of the fiscal year the trustees shall make a detailed report of their doings, of the financial conditions of said district, and the physical condition of its property, and also of 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 trusts. Such a report shall be made and filed with the municipal officers of the town of Mechanic Falls on or before February 1 of each year.

Sec. 4. How financed. To procure funds for the purposes of this act and for such other expenses as may be necessary to carry out said purposes, the said district, by its trustees, is hereby authorized from time to time to borrow such sums of money as shall be fixed at an annual meeting of the town of Mechanic Falls or a special meeting thereof called and held for that purpose, and to issue its bonds and notes therefor, but shall not incur a total indebtedness exceeding the sum of \$160,000.

Each bond and note shall have inscribed upon its face the words "Town of Mechanic Falls School District," shall bear interest at such rates as the trustees shall determine, payable semiannually, and shall be subject to such other provisions as the trustees shall determine. Said bonds and notes may be issued to mature serially or made to run for such periods as said trustees shall determine, but none of which shall run for a longer period than 30 years from the date of original issue thereof. All bonds and notes issued by said district shall be signed by the treasurer and countersigned by the president of said district, and if coupon bonds be issued, each coupon shall be attested by the facsimile signatures of the president and treasurer printed thereon. Said bonds and notes shall be legal obligations of said district, which is hereby declared to be a quasi-municipal corporation within the meaning of section 136 of chapter 53 of the revised statutes of 1954, and all the provisions of said section shall be applicable thereto. The said bonds and notes shall be legal investments for savings banks. The said trustees are hereby authorized and empowered to enter into such an agreement with the federal government or state government or any agency thereof or any corporation or board authorized by the federal government or state government 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. 5. Sinking fund; refunding bonds provided for. In case bonds or notes at any time issued are made to run for a period of years (as distinguished from serial maturity), the trustees shall establish a sinking fund for such bonds or notes for the purpose of redeeming the same when they become due. The amount to be paid annually into such sinking fund shall be not less than $3\frac{1}{2}\%$ of the total principal amount of such bonds or notes originally issued. In addition to such annual sinking fund payment, the trustees shall have authority from time to time to add to any such sinking fund any funds of said district not required for other purposes. Funds in any sinking fund may be deposited in any savings bank within the state or may be invested in whole or in part in any bonds of the United States, of the state of Maine, or of any political subdivision thereof, as the trustees may determine. Interest received on any funds so invested shall be added to the sinking fund. When and if the amount accumulated in any sinking fund, together with interest received or to be received thereon, shall be sufficient to pay at maturity or, at the option of the trustees, to redeem the bonds

or notes for the benefit of which such sinking fund was established, all further payments to such sinking fund shall cease.

Whenever any bonds or notes issued by said district may become due or can be purchased or called for redemption by said district on favorable terms, said trustees, if sufficient funds have accumulated in the sinking fund provided therefor, shall pay, purchase or redeem said bonds or notes and cancel them. In no case shall bonds or notes so paid, purchased or redeemed, and canceled, be issued again.

In case the amount in any sinking fund shall not be sufficient to pay the total amount when due of the bonds or notes for which such sinking fund was provided, or in case it shall become desirable in the opinion of the trustees to call for redemption any outstanding bonds or notes and to issue new bonds or notes in their stead, authority is hereby granted to said district to issue new bonds or notes sufficient in amount to pay or redeem so many of said original bonds or notes as cannot be paid or redeemed from the sinking fund provided therefor, if any, but in no case shall such new bonds or notes mature more than 30 years from the original date of issue of the original bonds or notes so refunded.

Sec. 6. Assessment of taxes authorized to meet indebtedness; how collected; procedure. The trustees of the "Town of Mechanic Falls School District" shall determine what sum is required each year for sinking fund payments, or if the bonds or notes authorized by this act shall be issued to mature serially, what sum is required each year to meet the bonds and notes falling due, and what sum is required each year to meet the interest on said bonds or other obligations and what sum is required each year to meet other necessary expenses in the district, and shall each year, 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 Mechanic Falls, requiring that they assess the total sum so determined upon the taxable polls and estates within said district and to commit their assessment to the constable or collector of said town of Mechanic Falls, who shall have all authority and power 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 case of a failure on the part of the treasurer of the town to pay said sum, or in case of his failure to pay any part thereof on or before said 31st day of December of the year in which said tax is 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 Androscoggin county, requiring him to levy by distress and sale on real and personal property of any of the inhabitants of said district, and the sheriff or either or any 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 the revised statutes, is hereby vested in the trustees of said district in relation to the collection of taxes within said district.

Sec. 7. Provisions for termination of the board of trustees. At such time as the school building or buildings and related athletic and recreational facilities

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 of the duties, management, care and maintenance of the property of said district shall revert to the superintending school committee of the town of Mechanic Falls or such other board or committee as may at that time have jurisdiction over similar school property, and the then president and treasurer of said district shall cause to be executed, signed and delivered a good and sufficient deed of all the property of said district to the town of Mechanic Falls. All money, if any, remaining in the treasury of said district at the time said trustees cease to function, shall be given to the town treasurer of the town of Mechanic Falls. This money shall be used only for school purposes and shall be kept separate from all other money until authorized by the municipal officers of town of Mechanic Falls to be expended for one or more of the purposes stated in this act.

Sec. 8. Authority to receive property from the town of Mechanic Falls. The "Town of Mechanic Falls School District" is hereby authorized to receive from the town of Mechanic Falls, and said town of Mechanic Falls is hereby authorized to transfer and convey to said district, any property, real, personal or mixed, now or hereafter owned or held by the town of Mechanic Falls for school purposes, and any sums of money or other assets which the said town of Mechanic Falls has raised or may raise, either by taxation, borrowing or otherwise, for school purposes. Before transferring and conveying any of said property or turning over any of said funds or assets, the municipal officers of the town of Mechanic Falls shall be duly authorized to do so by a majority vote of the legal voters present and voting at any annual or special town meeting, the call for which shall have given notice of the proposed action.

Emergency clause; effective date; referendum. In view of the emergency recited in the preamble, this act shall take effect when approved, only for the purpose of permitting its submission to the legal voters of the town of Mechanic Falls at any regular or special meeting called and held for the purpose not later than 4 months after the approval of this act. The meeting 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 Mechanic Falls shall not be required to prepare for posting, nor the town clerk to post, a new list of voters, and for the purpose of registration of voters, said board shall be in session the 3 secular days next preceding such special meeting, the 1st and and days thereof to be devoted to the registration of voters, and the 3rd day to enable the board to verify the corrections of said list and to complete and close up their records of said sessions. 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 Town of Mechanic Falls School District be accepted?" and the voters shall indicate by a cross or check mark placed over the words "Yes" and "No" their opinion of the same. This act shall take effect for all the purposes hereof immediately upon its acceptance by a majority of the legal voters voting at said meeting; provided that the total number of votes cast for and against the acceptance of this act at said meeting equals or exceeds

20% of the total vote for all candidates for Governor in said town at the next previous gubernatorial election. The result in said district shall be declared by the municipal officers of the town of Mechanic Falls, and due certificate filed by the town clerk with the Secretary of State.