

## **130th MAINE LEGISLATURE**

## **SECOND REGULAR SESSION-2022**

Legislative Document	No. 1829

S.P. 646

In Senate, December 22, 2021

## An Act To Amend the Charter of the Ogunquit Sewer District

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 203.

Received by the Secretary of the Senate on December 20, 2021. Referred to the Committee on Energy, Utilities and Technology pursuant to Joint Rule 308.2 and ordered printed.

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DAREK M. GRANT Secretary of the Senate

Presented by Senator LAWRENCE of York.

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

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Sec. 1. P&SL 1963, c. 87, §1, as amended by P&SL 2011, c. 24, §1, is further
 amended to read:

4 Sec. 1. Territorial limits; incorporation; purposes. The inhabitants and territory within the Town of Ogunquit in York County constitute a public sewerage district 5 and a body politic and corporate under the name of "Ogunquit Sewer District." The purpose 6 7 of the district, subject to the provisions of section 10, is to take over, control, operate and 8 manage the sanitary sewer system previously owned by the Town of Ogunquit and as 9 further improved and expanded by the Ogunquit Sewer District with all appurtenances 10 thereto; to extend, increase, enlarge and improve the sewer system; to extend the present system or systems so as to furnish sewerage facilities to those parts of the district and, as 11 determined appropriate by the trustees of the district, to parts of adjoining municipalities 12 13 not now served with such facilities or served by a failing or failed subsurface wastewater 14 disposal system or septic system at the time service is extended thereto; to provide for 15 removal and treatment of sewage when, as and if such treatment becomes necessary; and generally to construct, maintain, operate and provide a system of sewage collection and 16 pumping, sewage disposal and sewage treatment for public purposes and for the health, 17 welfare, comfort and convenience of the inhabitants of the district. 18

19 Sec. 2. P&SL 1963, c. 87, §2-A, as enacted by P&SL 2011, c. 24, §4, is amended
 20 to read:

**Sec. 2-A. Sewer extensions.** Sewer extensions are governed by the Maine Revised Statutes, Title 38, section 1252, subsection 7 1042.

Sec. 3. P&SL 1963, c. 87, §§3 and 4, as amended by P&SL 2001, c. 19, §4, are
 further amended to read:

25 Sec. 3. Authority to acquire and hold property; right of eminent domain 26 **conferred.** Upon acceptance of this act Act, and subject to section 10, title to all public sewers in the Town of Ogunquit other than sewers used exclusively for storm or surface 27 28 water drainage remain with and immediately pass to and are vested in the district, and the 29 district shall maintain and operate the same. Upon approval, title to all plans, maps, specifications and data relating to the existing public sewers and, subject to any obligation 30 31 of the Town of Ogunquit to the United States of America or any agency of the United States 32 of America, all plans, maps, specifications and data relative to any proposed improvement 33 or expansion of the sanitary sewer system of the Town of Ogunquit remain with and 34 immediately pass to the district. The district is authorized and empowered to acquire and hold real and personal property necessary or convenient for the purposes of this act Act, 35 36 and is expressly granted the right of eminent domain, and for the purposes of this act Act, 37 is authorized to take and hold, either by exercising its right of eminent domain, or by purchase, lease or otherwise, as for public uses any land, real estate, easements or interests 38 39 in that land, real estate or easements, and any sewers, drains or conduits and any sewer or 40 drainage rights necessary for constructing, establishing, maintaining and operating sewers, drains, reservoirs, flush tanks, manholes, catch basins, treatment works, pumping stations 41 42 and other appliances and property used or useful for collecting, holding, purifying, 43 distributing and disposing of sewage matter and commercial and industrial waste and 44 surface and waste waters. Nothing in this section may be construed as authorizing the

- district to take by right of eminent domain any of the property or facilities of any other 1 2 public service corporation or district utility used or required acquired for future use by the owner of that public service corporation or district in the performance of a public duty. 3 unless expressly authorized by subsequent act of the Legislature. 4 5 The term "other public utility" as used in this Act may not be construed to imply that the district is a public utility for purposes of the Maine Revised Statutes, Title 35-A. 6 7 Sec. 4. Procedures under eminent domain, condemnation, damages and 8 appeals. In exercising from time to time the right of eminent domain conferred upon it, the district, by its board of trustees, shall proceed in accordance with and is subject to the 9 10 limitations eminent domain procedures set forth in the Maine Revised Statutes, Title 38, section 1252, subsection 2 1040. 11 12 Sec. 4. P&SL 1963, c. 87, §8-A, as enacted by P&SL 2011, c. 24, §7, is amended 13 to read: 14 Sec. 8-A. Lease of property. The district's lease of its property is governed by the 15 Maine Revised Statutes, Title 38, section 1252, subsection 10 1045. 16 Sec. 5. P&SL 1963, c. 87, §12, as repealed and replaced by P&SL 2011, c. 24, §9, 17 is amended to read: 18 Sec. 12. Connection of private sewers. Notwithstanding the Maine Revised Statutes, Title 38, section 1252 1046, subsection 3, every building within the district 19 20 intended for human habitation or occupancy or with facilities for discharge or disposal of sewage or commercial or industrial waste that is accessible to a sewer or drain of the district 21 22 must have a sanitary sewer or drainage system that must be connected with the sewer or 23 drain of the district by the owner or person against whom taxes on the premises are assessed 24 in the most direct manner possible within 90 days after receiving a request for connection 25 from the district or within such further time as the trustees of the district may grant and, if feasible, with a separate connection for each building. Existing buildings An existing 26 building that are is already served by a private sewer system are is not required to connect 27 28 with any sewer or drain of the district as long as the private sewer or drainage system 29 functions in a satisfactory and sanitary manner and does not violate any applicable law or 30 ordinance applicable to the connection with a sewer or drain or a sewer district or any 31 applicable requirements of the state plumbing code, as determined by the municipal plumbing inspector or the plumbing inspector's alternate or, in the event that both are 32 33 trustees or employees of the district, the Department of Health and Human Services, 34 Division of Health Engineering or successor organization. A Notwithstanding Title 38, 35 section 1046, a building is considered to be accessible to a sewer or drain of the district for the purposes of this section if that building or any private sewer or drain directly or 36 indirectly connected to the building, or carrying sewage or commercial or industrial waste 37 from the building, is at any point or may at some point come within 150 feet of a sewer or 38 39 drain of the district, except that nothing in this section requires the owner of any building 40 to acquire any real property or easement for the sole purpose of making that connection. Sec. 6. P&SL 1963, c. 87, §13, as amended by P&SL 2011, c. 24, §10, is further 41 amended to read: 42 43 Sec. 13. Sanitary provisions, standards, rules, regulations, bylaws and
- 44 **penalty for violations.** The district is authorized to adopt standards, establish and amend

reasonable rules, regulations and bylaws for the proper management of the affairs of the 1 2 district and perform other acts within the powers delegated by law to the trustees. Any 3 person who places, discharges or leaves an offensive or injurious matter or material on or in the conduits, catch basins or receptacles of the district contrary to its rules or regulations, 4 5 or willfully injures any conduit, pipe, reservoir, flush tank, catch basin, manhole, outlet, engine, pump or other property held, owned or used by the district for the purposes of this 6 act is liable to pay twice the amount of the damages to the district, to be recovered in a civil 7 8 action; and such person, on conviction of any of the acts or willful injury described in this section, and any person who violates section 11 or 12, may be punished by a fine of up to 9 \$1,000 per day. The district may seek in a civil action injunctive relief from an industrial 10 or commercial user that violates a pretreatment standard or requirement administered by 11 12 the district. The district may seek a civil penalty of up to \$1,000 per day for each violation by an industrial or commercial user of a pretreatment standard or requirement. 13 14 Sec. 7. P&SL 1963, c. 87, §14, first ¶, as amended by P&SL 2001, c. 19, §7, is 15 further amended to read: 16 Sec. 14. Trustees and officer; tenure of office; annual meetings; election to 17 office; organization; vacancies; compensation; bylaws. All of the affairs of the 18 district are managed by a board of 3 trustees, residents of the district, who are chosen as 19 provided in this section. 20 Sec. 8. P&SL 1963, c. 87, §14, 4th ¶, as amended by P&SL 2011, c. 24, §11, is 21 repealed. 22 Sec. 9. P&SL 1963, c. 87, §14, 5th ¶, as amended by P&SL 2001, c. 19, §7, is 23 repealed. 24 Sec. 10. P&SL 1963, c. 87, §14, 7th ¶, as amended by P&SL 2001, c. 19, §7, is further amended by amending the 2nd to last sentence to read: 25 26 In preparing the voter's ballot the voter shall mark a cross (X) or a check mark (-)  $(\sqrt{)}$  against 27 and to the right of the names on the ballot as the voter desires to vote for, not to exceed the 28 number of trustees so to be elected in the district. 29 Sec. 11. P&SL 1963, c. 87, §14, 10th ¶, as amended by P&SL 2011, c. 24, §11, is 30 further amended to read: 31 Members of the board of trustees are eligible to serve in any office under the board. 32 Notwithstanding the Maine Revised Statutes, Title 38, section 1252, subsection 5, the The 33 trustees of the district receive a salary not to exceed \$950 per year and the treasurer may 34 be allowed further compensation as the trustees determine compensation as recommended 35 by the trustees and approved by majority vote of the municipal officers in municipalities representing a majority of the population within the district, including compensation for 36 37 any duties they perform as officers as well as for their duties as trustees. Certification of 38 the vote must be recorded with the Secretary of State and recorded in the bylaws. 39 Compensation for duties as trustees must be based on an amount specified in the bylaws 40 for each meeting actually attended plus reimbursement for travel and expenses, with the total not to exceed a specific amount as specified in the bylaws. Compensation schedules 41 42 in effect on January 1, 2013 continue in effect until changed.

1 2	Sec. 12. P&SL 1963, c. 87, §14, as amended by P&SL 2011, c. 24, §11, is further amended by adding at the end 2 new paragraphs to read:
3 4 5 6	The annual meeting of the district, not the Town of Ogunquit's annual meeting, must be held at an hour, date and place designated by resolution of the board of trustees. At the annual meeting of the district, the trustees shall elect a chair, a treasurer and a clerk to serve for the ensuing year and until their successors are elected and qualified.
7 8	The board of trustees shall adopt a budget for the next fiscal year of the district following an opportunity for public comments on the budget.
9 10	Sec. 13. P&SL 1963, c. 87, §15, last ¶, as enacted by P&SL 1997, c. 78, §2, is repealed.
11 12	<b>Sec. 14.</b> P&SL 1963, c. 87, §17, first ¶, as enacted by P&SL 2011, c. 24, §12, is amended to read:
13 14 15 16 17 18 19 20 21 22 23	Sec. 17. Authorized to borrow money and to issue bonds and notes. To procure funds for the purposes of this Act and for such other expenses as may be necessary for the carrying out of the purposes, the district without a district vote but by action of its board of trustees is authorized to raise funds from sources other than operational activities by receiving governmental aid and also by borrowing money in accordance with this section. The district may issue its notes and bonds in one series or in separate series from time to time, as long as the aggregate outstanding principal balance at any one time does not exceed $\frac{7,000,000}{12,000,000}$ , unless a higher debt obligation limit is approved established pursuant to the Maine Revised Statutes, Title 38, section $\frac{1256}{1054}$ , except that the district may employ the procedures set forth in Title 30-A, section 2354 as an alternative to the procedures in Title 30-A, chapter 121.
24 25	<b>Sec. 15.</b> P&SL 1963, c. 87, §17, sub-§1, last ¶, as enacted by P&SL 2011, c. 24, §12, is amended by amending the 5th sentence to read:
26 27 28 29	Bonds may be issued without obtaining the consent of a commission, board, bureau or agency of the State or of a municipality encompassed by the district and without any proceedings or conditions other than those specifically required by this Act <u>or other applicable law</u> .
30 31	<b>Sec. 16.</b> P&SL 1963, c. 87, §17, sub-§4, last ¶, as enacted by P&SL 2011, c. 24, §12, is amended to read:
32 33 34 35 36 37 38 39 40 41 42 43	The resolution authorizing the issuance of bonds under this Act, or a trust agreement securing those bonds, may provide that all or a sufficient amount of revenues, after providing for the payment of the cost of repair, maintenance and operation and reserves as may be provided in the resolution or trust agreement, are <u>must be</u> set aside at such regular intervals as may be provided in the resolution or trust agreement and deposited in the credit of a fund for the payment of the interest on and the principal of bonds issued under this Act as the payment becomes due, and the redemption price or purchase price of bonds retired by call or purchase. The use and disposition of money to the credit of the fund are subject to such regulations as may be provided in the resolution authorizing the issuance of the bonds or in the trust agreement securing the bonds and, except as may otherwise be provided in the resolution or trust agreement, the fund is <u>must be</u> a fund for the benefit of all bonds without distinction or priority of one over another.

**Sec. 17. P&SL 1963, c. 87, §17, sub-§§8 and 9,** as enacted by P&SL 2011, c. 24, §12, are amended to read:

**8.** Tax exemption. All bonds, notes or other evidences of indebtedness issued under this Act and their transfer and the income from bonds, notes or other evidences of indebtedness, including the any profit made on the sale of bonds, notes or other evidences of indebtedness are at all times free exempt from taxation within the State.

7 9. Bonds declared legal investments. Bonds and notes issued by the district under 8 this Act are made securities in which all public officers and public bodies of the State and 9 its political subdivisions, all insurance companies and associations and other persons 10 carrying on an insurance business, trust companies, banks, bankers, banking associations, 11 savings banks and savings associations, including savings and loan associations, credit 12 unions, building and loan associations, investment companies, executors, administrators, 13 trustees and other fiduciaries, pension, profit-sharing, retirement funds and other persons 14 carrying on a banking business, and all other persons who are now or may hereafter be 15 authorized to invest in bonds or other obligations of the State, may properly and legally invest funds, including capital in their control or belonging to them. The bonds and notes 16 17 are made securities that may properly and legally be deposited with and received by a state, 18 municipal or public officer, or an agency or political subdivision of the State, for any 19 purpose for which the deposit of bonds or other obligations of the State is now or may 20 hereafter be authorized by law.

21 Sec. 18. P&SL 1963, c. 87, §17-A is enacted to read:

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- Sec. 17-A. Investments. Investments by the district are governed by the Maine
   Revised Statutes, Title 38, section 1055.
- Sec. 19. P&SL 1963, c. 87, §19, 3rd ¶, as enacted by P&SL 2011, c. 24, §13, is
   amended by adding at the end a new sentence to read:
- Rates, tolls, rents and entrance charges for services provided in adjoining municipalities
   must be established by the trustees based on costs associated with those services and are
   not subject to a requirement of uniformity.
- Sec. 20. P&SL 1963, c. 87, §19, sub-§3, as enacted by P&SL 2011, c. 24, §13, is
   amended to read:

31 **3.** Sinking fund for retirement of obligations; repairs; replacement; renewals. 32 Create and maintain sinking funds and other reserves for retirement of obligations as may 33 be required by any trust agreement or resolution securing bonds and notes and provide 34 funds for paying the cost of all necessary repairs, replacements and renewals of the 35 sewerage, drainage and treatment systems of the district; and

- 36 Sec. 21. P&SL 1963, c. 87, §19, sub-§3-A is enacted to read:
- 37 3-A. Payment of repairs, replacements and renewals. Provide funds for paying the
   as cost of all necessary repairs, replacements and renewals of the sewerage, drainage and
   treatment systems of the district; and
- 40 Sec. 22. P&SL 1963, c. 87, §20, first ¶, as amended by P&SL 2001, c. 19, §9, is 41 further amended by amending the 2nd sentence to read:

1 2 3 4 5 6 7 8 9 10 11	The district shall then estimate and assess upon such lots and parcels of land, and against the owner of the lots or parcels of land, or person in possession or against whom taxes on the lots or parcels of land are assessed, whether the person to whom the assessment is so made is the owner, tenant, lessee or agent, or against the heirs or devises devisees of a deceased owner without designating any of them by name and whether the same is occupied or not, a sum reflecting an appropriate portion of the expenses of constructing the common sewer or acquisition of other improvements, the amount assessed not to exceed the amount of such benefit as the district determines just and equitable towards defraying the expenses of constructing and completing such sewer, construction or acquisition of other improvements, together with such sewage disposal units and appurtenances as may be necessary.
12 13	Sec. 23. P&SL 1963, c. 87, §24-A, as enacted by P&SL 2011, c. 24, §14, is amended to read:
14 15 16	Sec. 24-A. Landlord access to tenant bill payment information. Landlord access to payment information related to sewer service is governed by the Maine Revised Statutes, Title 38, section $\frac{1252}{1252}$ , subsection 11 $\frac{1051}{1252}$ .
17 18	<b>Sec. 24.</b> P&SL 1963, c. 87, §25, 2nd ¶, as enacted by P&SL 2001, c. 19, §10, is amended by amending the 2nd sentence to read:
19 20	This lien <u>arises and is perfected as services are provided and</u> takes precedence over all other claims on the real estate, excepting only claims for taxes.
21 22	<b>Sec. 25.</b> P&SL 1963, c. 87, §25, 6th ¶, as enacted by P&SL 2001, c. 19, §10, is amended to read:
23 24 25 26 27 28 29	The treasurer shall notify the party named on the certificate and each record holder of a mortgage on the real estate no more than 45 days nor less than 30 days before the date of foreclosure of the mortgage created under this section. The notification must be in writing left at the owner's and all mortgagees' last and usual abode or sent by certified mail, return receipt requested, to the owner and mortgagees at their last known addresses. The notice must indicate the exact date of foreclosure and include the warnings and other information substantially in the following form:
30	STATE OF MAINE
31	OGUNQUIT SEWER DISTRICT
32	NOTICE OF IMPENDING AUTOMATIC FORECLOSURE OF SEWER LIEN
33	P & S L 2001, c. <u>19</u>
34	
35 36 37	IMPORTANT: DO NOT DISREGARD THIS NOTICE. YOU WILL LOSE YOUR PROPERTY UNLESS YOU TIMELY PAY THE SEWER CHARGES, COSTS AND INTERESTS THAT HAVE BEEN LIENED BY THE OGUNQUIT SEWER DISTRICT.
38	To:
39 40 41	You are the party named on the Sewer Lien Certificate filed on, 20, by the Ogunquit Sewer District and recorded in the York County Registry of Deeds in Book, Page

1 2 3 4	The district's filing created a sewer lien mortgage on the real estate described in the Sewer Lien Certificate. On, 20, the sewer lien mortgage will be foreclosed and your rights to redeem the mortgage and recover your property by paying the sewer charges, costs and interest that are owed will expire.
5 6	IF THE SEWER LIEN FORECLOSES, THE OGUNQUIT SEWER DISTRICT WILL OWN YOUR PROPERTY, SUBJECT ONLY TO MUNICIPAL TAX LIENS.
7 8	If you cannot pay the outstanding sewer charges, costs and interest that are the subject of this notice, please contact me to discuss this notice.
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10	District Treasurer
11 12	<b>Sec. 26.</b> P&SL 1963, c. 87, §25, 7th ¶, as enacted by P&SL 2001, c. 19, §10, is amended to read:
13 14 15 16 17	The filing of the certificate in the registry of deeds is sufficient notice of the existence of the mortgage provided for in this section. If <u>In the event that</u> the rate, assessment or supplemental assessment, interest and costs are paid within the period of redemption provided for in this section, the treasurer of the district shall discharge the mortgage in the same manner as is now provided for discharge of real estate mortgages.
18 19	Sec. 27. P&SL 1963, c. 87, §25, last ¶, as enacted by P&SL 2001, c. 19, §10, is repealed.
20 21	<b>Sec. 28.</b> P&SL 1963, c. 87, §25, as repealed and replaced by P&SL 2001, c. 19, §10, is amended by adding at the end a new paragraph to read:
22 23 24	The fee to be charged by the district to the ratepayer for the notice and filing may not exceed \$3 in addition to the fee to be charged to the district by the register of deeds for filing and recording the same.
25	Sec. 29. P&SL 1963, c. 87, §25-A is enacted to read:
26 27 28	Sec. 25-A. Waiver of sewer district lien foreclosure. The district's waiver of a lien foreclosure for any lien created pursuant to this Act is governed by the Maine Revised Statutes, Title 38, section 1049.
29	Sec. 30. P&SL 1963, c. 87, §28, as enacted, is repealed.
30 31	Sec. 31. P&SL 1963, c. 87, §28-A, as enacted by P&SL 2011, c. 24, §15, is amended to read:
32 33 34	Sec. 28-A. Coordination with municipal planning. The district shall coordinate municipal planning and sewer extension planning in accordance with the Maine Revised Statutes, Title 38, section $\frac{1252}{52}$ , subsection 9 $\frac{1037}{52}$ .
35	Sec. 32. P&SL 1963, c. 87, §31 is enacted to read:
36 37 38 39 40	Sec. 31. Town of Ogunquit; sewer system; storm water system. The authority to construct and maintain a sanitary sewer system and to provide for the removal and treatment of sewage, and to construct, maintain, operate and provide a system of sewage collection and pumping, sewage disposal and sewage treatment, having been granted to the district, the Town of Ogunquit may not construct or maintain sanitary sewers

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   or sewage treatment facilities. This section does not limit the authority of the Town of

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   Ogunquit to construct and maintain storm water sewers or a storm water sewer system.

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   SUMMARY

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   This bill amends the Ogunquit Sewer District charter to update the charter and make it conform with the Maine Revised Statutes, Title 38, chapter 10 and reflect current and more
- 6 efficient and effective practices.