

**No. M-19. An act relating to approval of the adoption of the charter of the Edward Farrar Utility District and the merger of the Village of Waterbury into the District.**

(H.716)

It is hereby enacted by the General Assembly of the State of Vermont:

Sec. 1. CHARTER ADOPTION AND REPEAL AND MERGER

APPROVAL

The General Assembly approves the adoption of the Edward Farrar Utility District charter, the repeal of the Village of Waterbury charter, and the merger of the Village into the District, as set forth in this act. The voters approved these charters' adoption and repeal and the merger on June 20, 2017.

Sec. 2. 24 App. V.S.A. Part VII is redesignated to read:

PART VII. WATER UTILITY DISTRICTS

Sec. 3. 24 App. V.S.A. chapter 705 is added to read:

CHAPTER 705. EDWARD FARRAR UTILITY DISTRICT

§ 1. ESTABLISHMENT

There is hereby established a body politic and corporate known as the Edward Farrar Utility District (District) whose inhabitants shall be those of the Village of Waterbury.

§ 2. PURPOSE

The District is established for the purpose of providing water and sewer services as provided by 24 V.S.A. chapters 89 (waterworks), 97 (sewage system), and 101 (sewage disposal system); and holding, maintaining, and

administering any property, assets, and liabilities that it shall acquire from the Village of Waterbury.

§ 3. BOUNDARIES

The boundaries of the District are coextensive with the current boundaries of the Village of Waterbury.

§ 4. VOTERS; GRAND LIST

(a) Voters. The checklist of legal voters of the Town of Waterbury residing within the District shall be the checklist of legal voters of the District.

(b) Grand list. The grand list of the District shall be the grand list of the Town of Waterbury property within the District.

§ 5. BOARD OF UTILITY COMMISSIONERS

(a) The legislative body of the District shall be the Board of Utility Commissioners consisting of five persons.

(b) Commissioners shall be elected by Australian ballot from among the legal voters of the District.

(c) Commissioners' terms shall be staggered and commence upon election, and the length of Commissioners' terms shall be as follows:

(1) three Commissioners shall serve a term of three years; and

(2) two Commissioners shall serve a term of one year.

§ 6. POWERS

(a) The District shall have the power and authority to:

(1) own, operate, maintain, improve, and extend:

- (A) public water supply systems as provided by 24 V.S.A. chapter 89; and
- (B) sewerage collection, treatment, and disposal systems as provided by 24 V.S.A. chapters 97 and 101;
- (2) establish rates, charges, and fees for water service pursuant to 24 V.S.A. chapter 89, and for sewer service pursuant to 24 V.S.A. chapters 97 and 101.
- (3) levy taxes upon its grand list and impose such assessments as allowed by law for any purpose for which it is authorized under this charter;
- (4) hold, manage, purchase, and sell real estate, deposits, accounts, contract rights, investments, reserve funds, loan funds, and loan programs as it shall acquire from the Village of Waterbury or may otherwise acquire; and
- (5) incur debt in the manner provided by general law for the purposes authorized under this charter.
- (b) Extraterritorial water and sewer service may be provided under such terms as the Board of Utility Commissioners deems advisable.

#### § 7. DISTRICT OFFICERS

- (a) At the discretion of the Board of Utility Commissioners, the District may engage and employ a manager and such additional personnel as it deems necessary.
- (b) The Board of Utility Commissioners shall appoint a district clerk and district treasurer, who shall serve at the pleasure of the Board.

§ 8. ANNUAL MEETING

(a) Until changed in the manner provided by general law, the annual meeting of the District shall be held on the second Wednesday of May, commencing on May 8, 2019. The annual and special meetings shall be warned in the same manner as for annual and special town meetings.

(b) Unless provided for otherwise by vote of the District, the general laws of the State shall control in all matters relating to the call, notice, and conduct of annual and special District meetings.

(c) The Board of Civil Authority shall be the Board of Utility Commissioners, the District Clerk, and the Town of Waterbury justices of the peace residing within the District, all of whom shall constitute election officials for all District purposes.

Sec. 4. MERGER OF THE VILLAGE OF WATERBURY INTO THE  
EDWARD FARRAR UTILITY DISTRICT; TRANSITIONAL  
PROVISIONS

(a) On July 1, 2018, the Village of Waterbury (Village) shall merge into the Edward Farrar Utility District (District) and the Village shall cease to exist as provided in this act. On this date:

(1) Village tangible and intangible assets and liabilities of every type, nature, description, and location shall become the assets and liabilities of the District.

(2) Village ordinances, regulations, and bylaws shall be deemed to be repealed and shall no longer be operative, except those enactments relating to the ownership, management, and control of its public water supply and sewage systems.

(3) Village personnel and employees, except Police Department employees, shall become employees of the District, together with such vested rights, benefits, and entitlements as may then exist.

(4) Except as otherwise provided in this act, all Village departments, franchises, enterprises, and regulatory exercises shall cease.

(b)(1) The initial Board of Utility Commissioners shall be constituted by three incumbent Village Water and Sewer Commissioners and two incumbent Village Trustees on July 1, 2018.

(2) The incumbent Village Water and Sewer Commissioners shall serve for the remainder of their respective staggered three-year terms and until the Utility District's annual meeting of the year in which that term expires. Upon the expiration of a respective term, an election shall be held to fill the office for a three-year term.

(3) The incumbent Village Trustees shall serve until the Utility District's annual meeting in the year 2019, at which time an election shall be held to fill each office for a one-year term.

Sec. 5. REPEAL

24 App. V.S.A. chapter 283 (Village of Waterbury charter) is repealed.

No. M-19  
2018

Page 6 of 6

Sec. 6. EFFECTIVE DATE

This act shall take effect on July 1, 2018.

Date Governor signed bill: May 28, 2018