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)

	FIRST REGULAR SESSION	
	ONE HUNDRED AND ELEVENTH LEGISLATURE	
Legislativ	ve Document No	o. 777
H.P. 625	House of Representatives, February 16	
Referi ordered pr	red to the Committee on Education. Sent up for concurrence a rinted.	nd
	EDWIN H. PERT,	Clerk
Presented	by Representative LaPlante of Sabattus.	
	STATE OF MAINE	
	IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-THREE	
f	AN ACT to Provide for Self-insurance or State Elementary and Secondary School Buildings.	
Be it e follows	nacted by the People of the State of Maine	as
	. 1. 20-A MRSA §4001, sub-§6, as enacte, c. 693, §§5 and 8, is repealed.	d by
	. 2. 20-A MRSA §15503, sub-§16, ¶¶G and H by PL 1981, c. 693, §§5 and 8, are amende	
G. and		24;
Н.	Costs of maintaining:	
	(1) The Governor Baxter State School the Deaf;	for

1	(2) The Maine Youth Center; and
2 3	(3) Schools in the unorganized territories as defined in section 3201-; and
4 5	Sec. 3. 20-A MRSA $\S15503$, sub- $\S16$, \PI is enacted to read:
6 7	I. The cost of fire and allied insurance to cover the replacement costs of school buildings.
8	STATEMENT OF FACT
9 10 11 12 13 14 15 16 17 18 19 20 21	This bill removes the requirement for school units to insure school buildings and disallows the inclusion of these insurance premiums as subsidizable costs under the School Finance Act. The existing mechanism for approving and funding school construction projects in the Revised Statutes, Title 20-A, chapter 609, acts as a self-insurance program for school buildings. Since the cost of the insurance premiums over the past 5 years totaled \$10.5 million while the proceeds totaled only \$2.8 million, the estimated yearly savings would be \$1.5 million total of which the state's share would be approximately \$800,000.