

MAINE STATE LEGISLATURE

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SECOND SPECIAL SESSION

ONE HUNDRED AND THIRD LEGISLATURE

Legislative Document

No. 1850

S. P. 778

In Senate, January 9, 1968

Referred to Committee on Judiciary. Sent down for concurrence and ordered printed.

JERROLD B. SPEERS, Secretary

Presented by Senator Ferguson of Oxford.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
SIXTY-EIGHT

AN ACT Relating to Industrial and Recreational Obligations.

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

Sec. 1. R. S., T. 30, § 5325, sub-§ 10, additional. Section 5325 of Title 30 of the Revised Statutes, as enacted by section 1 of chapter 423 of the public laws of 1965 and as amended by sections 1 and 2 of chapter 345 of the public laws of 1967, is further amended by adding a new subsection 10, to read as follows:

10. Application of Title 32, chapter 13. The provisions of Title 32, chapter 13, relating to dealers in securities shall not apply to revenue obligation securities issued, reissued or refunded under this chapter.

Sec. 2. R. S., T. 30, § 5331, sub-§ 2, ¶ A, additional. Subsection 2 of section 5331 of Title 30 of the Revised Statutes, as enacted by section 1 of chapter 423 of the public laws of 1965, is amended by adding a new paragraph A, to read as follows:

A. Notwithstanding any of the other provisions of this chapter, revenue obligation securities may bear interest at rates exceeding 6% per year upon receipt of written approval from the board. In giving approval for an interest rate in excess of 6%, the board shall specify a rate which shall be the maximum rate for the particular revenue obligation security issue related to a single project.

In granting approval of interest rates in excess of 6% per year, the board shall consider the following:

- (1) Interest rates in the current money market;

- (2) Credit worthiness of the proposed lessee;
- (3) Economic conditions in the municipality proposing to issue the revenue obligation securities;
- (4) Such other matters as the board shall consider significant.

In making its determination as to rates of interest allowable in excess of 6% per year, the board shall give such weight to the above factors as it deems adequate and the findings of the board shall be final.

If the board determines that a rate of interest in excess of 6% per year is in order, it shall issue its certificate which shall set forth the maximum allowable interest rate and the specific revenue obligation security issue to which the rate applies.