

	FIRST	(EMERGENCY) REGULAR SESS	SION
	ONE HUNDRED	LEGISLATURE	
Legislative	Document		No. 2
S.P. 91			In Senate, January 30, 19
	nce to the Committee nd ordered printed.	e on Appropriation	ns and Financial Affairs
		JOY J. O'BR	IEN, Secretary of the Sen
Presented by	y Senator Pray of P	enobscot.	
	ST	ATE OF MAINE	
		YEAR OF OUR NDRED AND EIG	
Ĩ	AN ACT to Impl of the State		
lature		me effective	Acts of the Legi until 90 days aft rgencies; and
Wher		appointments	in the past to t
State C the time	Compensation e available fo tutory mandate	r the commiss	sion to accompli
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1 Whereas, in the judgment of the Legislature, 2 these facts create an emergency within the meaning of 3 the Constitution of Maine and require the following 4 legislation as immediately necessary for the preser-5 vation of the public peace, health and safety; now, 6 therefore,

7 Be it enacted by the People of the State of Maine as 8 follows:

9 Sec. 1. 2 MRSA §1, last ¶, as amended by PL
10 1983, c. 477, Pt. E, sub-pt. 24, §§1 and 2, is repealed and the following enacted in its place:

12	Until	the first	Wednesday	of January,	1987,	the
13	Governor	shall re	ceive an a	innual salary	of \$35,	000.
14	Beginning	the first	Wednesday	of January,	1987,	the
15	Governor	shall re	ceive an a	nnual salary	of \$70,	000.

16 The annual salary of the Governor shall be re-17 viewed in the 3rd year of each gubernatorial term in 18 office by the State Compensation Commission. The 19 recommendation of the commission shall be incorpo-20 rated into the appropriations for the Governor's ac-21 count unless not passed by both chambers of the Leg-22 islature.

23 Sec. 2. 2 MRSA §6-A, sub-§1, as amended by PL 24 1983, c. 863, Pt. B, §§1 and 45, is further amended 25 to read:

26 1. <u>Chairman</u>. The salary of the chairman of the 27 commission shall be \$48,400 \$53,240.

28 Sec. 3. 2 MRSA §6-A, sub-§2, as amended by PL 29 1983, c. 863, Pt. B, §§2 and 45, is further amended 30 to read:

31 2. <u>Commission members</u>. The salary of members of 32 the commission shall be \$467800 \$51,480.

33 Sec. 4. 2 MRSA §7, sub-§2, ¶¶A and B, as enacted 34 by PL 1983, c. 863, Pt. B, §§4 and 45, are amended 35 to read:

36 A. For the chairman, \$46,210 \$50,831;

Page 2-L.D. 289

B. For the members, \$45,030 <u>\$49,533</u>.

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2 Sec. 5. 3 MRSA §2-A, sub-§1, as amended by PL 3 1983, c. 812, §2 and c. 853, Pt. D, §§1 and 2, is re-4 pealed and the following enacted in its place:

1. State Compensation Commission established. 5 6 There is established the State Compensation Commission, to consist of 5 members appointed in January of 7 every odd-numbered year as follows: Two members shall 8 be appointed by the President of the Senate; 2 mem-9 bers shall be appointed by the Speaker of the House; 10 11 and one member shall be appointed by a majority of the preceding 4 commissioners, and shall serve as chairman of the commission. The 5 members shall be 12 13 residents of the State, appointed from the public. No 14 15 one may be appointed who is a Legislator at the time 16 of his appointment.

17 All members shall be appointed for terms to coincide 18 with the legislative biennium. Vacancies shall be 19 filled in the same manner as the original appoint-20 ments, for the balance of the unexpired term. The 21 commission shall be appointed in January at the First 22 Regular Session of each Legislature.

23 The commission may request staff support from the 24 Legislative Council.

25 The members of the commission shall be compensated as 26 authorized by Title 5, chapter 379.

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 Sec. 6. 3 MRSA §2-A, sub-§2, as amended by PL

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 1983, c. 853, Pt. D, §§1 and 2, is further amended to

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 read:

30 Duties of commission. Not later than May 1st 2. 31 of every odd-numbered year and January 15th of every even-numbered year, the commission shall submit to the Legislature an interim report of the commission 32 33 and not later than November 15th of every even-numbered year, a final report of the commission . 34 35 36 The reports shall contain: A description of the commission's activities; the recommendations of the com-37 mission; the reasons for its recommendations; drafts 38 39 of any legislation required to implement its recom-40 mendations; and any other material that commission 41 members may wish to submit.

Prior to reporting as required in this subsection, and subsequent to giving public notice, the commission shall hold a public hearing on the report. Subsequent to reporting, the commission shall meet, if requested, with the Governor, the Legislative Council and legislative committees to discuss the report.

7 The report shall contain recommendations for: All 8 compensation of the Governor, justices and judges, 9 constitutional officers, Legislators, Clerk and As-10 sistant Clerk of the House of Representatives, Secre-11 tary and Assistant Secretary of the Senate and repre-12 sentatives of Indian tribes, including, but not lim-13 ited to, all payments for salaries, meals, housing, 14 travel, mileage, constituent services and all other 15 expenses and allowances, including additional pay-16 ments made for additional services by any justice, 17 judge, constitutional officer, President of the Senate, Speaker of the House of Representatives and mem-18 19 bers of legislative leadership. As established in 20 Title 2, section 1, in the 3rd year of each gubernatorial term of office, the report shall contain a 21 recommendation for all compensation of the Governor. 22 23 The report may contain other recommendations.

24Sec. 7. 4MRSA §1302, sub-§3, ¶C, as amended by25PL 1983, c. 863, Pt. B, §§19 and 45, is repealed.

26 Sec. 8. 4 MRSA §1351, sub-§§1 and 3, as amended 27 by PL 1983, c. 863, Pt. B, §§22 and 45, are further 28 amended to read:

Age 60. Any member may retire on or after his
 60th birthday if he has at least 10 years of credit able service as a judge;

32 Early retirement. Any member who has com-3. pleted at least 25 years of creditable service, as a 33 34 judge, may retire any time before his 60th birthday. 35 The retirement allowance shall be determined in ac-36 cordance with section 1352, except that it shall be 37 reduced by multiplying the retirement allowance by а fraction which represents the ratio of the amount of 38 39 a life annuity due at age 60 to the amount of a life 40 annuity due at the age of retirement. The tables of annuities in effect at the date of retirement shall 41 42 be used for this purpose.

1 Sec. 9. 4 MRSA §1358, sub-§1, ¶E is enacted to 2 read. 3 E. This adjustment shall not be added for bene-4 fits calculated pursuant to section 1352, subsec-5 tion 4. Sec. 10. Appropriation. The following funds are appropriated from the General Fund to carry out the 6 7 8 purposes of this Act. 9 1985-86 1986-87 10 EXECUTIVE DEPARTMENT 11 Administration-Executive-Governor's Office 12 13 Personal Services \$12,140 14 Provides funds for 15 salary increase to 16 the Governor effec-17 tive the first 18 Wednesday in January 19 of 1987. 20 WORKERS' COMPENSATION COMMISSION 21 Workers' Compensation Commission 22 Personal Services \$49,120 \$49,310 23 Provides funds for 24 salary increases to 25 the commissioner and associate commission-26 27 ers effective July 1, 28 1985. Also provides 29 funds for the retire-30 ment costs to the 31 Workers' Compensation 32 Commission associated 33 with that salary in-34 crease. All funds 35 not used for these 36 purposes shall revert

Page 5-L.D. 289

1 to the General Fund.

2 Sec. 11. Allocation from the Public Utilities 3 Commission Regulatory Fund. Income not otherwise al-4 located from the Public Utilities Commission Regula-5 tory Fund is allocated for the fiscal year ending 6 June 30, 1986, and the fiscal year ending June 30, 7 1987, and shall be segregated, apportioned and ex-8 pended as designated in the following schedule.

9

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1985-86 1986-87

10 <u>PUBLIC UTILITIES COMMISSION</u> 11 REGULATORY FUND

12 Personal Services

\$17,170 \$17,240

13 Provides funds for 14 salary increases to 15 the commissioner and 16 associate commission-17 ers effective July 1, 18 1985. Also provides 19 funds for the retire-20 costs to the ment Public Utilities Com-21 22 mission associated 23 with those salary in-24 creases.

Emergency clause. In view of the emergency cited in the preamble, this Act shall take effect when approved, except sections 2, 3 and 4, which shall take effect July 1, 1985.

FISCAL NOTE

30 Section 1 of this bill will require a \$12,140 General Fund appropriation in fiscal year 1986-87 to 31 32 fund a salary increase for the Governor. Sections 2 33 and 3 will require a \$17,170 Public Utilities Commis-34 sion Regulatory Fund allocation in fiscal vear 35 1985-86 and a \$17,240 allocation in fiscal year 1986-87 to fund a 10% salary increase for the Public 36 37 Utilities Commissioners. Section 4 of this bill will 38 require a \$49,120 General Fund appropriation in fis1 cal year 1985-86 and a \$49,310 appropriation in fis-2 cal year 1986-87 to fund a 10% salary increase for 3 the Workers' Compensation Commissioners.

STATEMENT OF FACT

5 This bill implements the recommendations of the 6 final report of the State Compensation Commission as 7 follows.

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8 1. Governor (Sections 1 and 6): It increases 9 the Governor's salary to \$70,000, effective in Janu-10 ary, 1987. This increase is designed to compensate 11 for the steady erosion in purchasing power over the 12 last 10 years and to return the gubernatorial salary 13 level to one that is comparable to gubernatorial sal-14 aries in peer states.

15 addition, it provides a new method for periodic In review and revision of the Governor's salary. 16 The 17 State Compensation Commission will review the salary of and establish a salary level for the Governor ev-18 ery 4 years. That salary shall be incorporated into 19 20 the appropriations for the Governor's account, sub-21 ject to passage by the Legislature.

2.2 2. Public Utilities Commissioners (Sections 2 23 and 3): After review of the responsibilities of the 24 commissioners, the need to recruit and retain talented professionals, and the constraints that the 25 commissioners' salaries place on the professional 26 27 staff of the commission, the State Compensation Com-28 mission recommended the salary level of the commis-29 sioners be increased 10% effective July 1, 1985.

30 Compensation Commissioners (Section 3. Workers 31 4): The State Compensation Commission recommends а salary increase for the commissioners, effective 32 10% 33 July 1, 1985, to recognize the state employee salary adjustments and the additional duties which have been 34 35 required of the commissioners.

36 4. State Compensation Commissioner (Section 5):
37 This section establishes a January appointing date
38 for members of the State Compensation Commission.
39 Delayed appointments in the past have severely lim-

1 ited the time available for the members and their 2 staff to accomplish their statutory mandated objec-3 tives.

5. Judicial Retirement (Sections 7, 8 & 9): 4 5 These sections clarify the language regarding the minimum retirement benefit for judges in the transi-6 7 tion zone to ensure that cost-of-living adjustments 8 are not added to the retirement benefit twice. These 9 sections also allow any prior state service to be 10 used to determine eligibility for retirement purposes 11 as a judge. Current law allows only judicial service 12 to be used to determine eligibility for retirement as 13 a judge. In either case, prior state service may be 14 used to calculate the benefits of a judge, once the 15 judge is eligible for retirement.

16 Further details of the State Compensation Commis-17 sion's recommendations may be found in the final re-18 port.

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