

(Emergency) THIRD SPECIAL SESSION

ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

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No. 2697

S.P. 1033 Approved for Introduction by a Majority of the Legislative Council pursuant to Joint Rule 26.

Reference to the Committee on State and Local Government suggested and ordered printed.

JOY J. O'BRIEN, Secretary of the Senate

Presented by Senator BUSTIN of Kennebec.

Cosponsored by Representative MAYO of Thomaston, Representative HICKEY of Augusta, Representative CARROLL of Gray.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-EIGHT

RESOLVE, Creating a Commission to Establish the Valuation of State-Owned Properties.

Emergency preamble. Whereas, Acts and resolves of the Legislature do not become effective until 90 days after adjournment unless enacted as emergencies; and

Whereas, a significant number of Maine municipalities have state-owned property within their

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l borders which is tax-exempt; and

2 Whereas, the local residents, through the property 3 tax, fund various services for State Government, 4 including police and fire protection, road maintenance 5 and sanitation; and

6 Whereas, municipal property tax burdens are state-owned, 7 increased due to the presence of tax-exempt property and this creates a substantial 8 9 burden on local taxpayers; and

10 Whereas, the State does not have an accurate 11 calculation of the value of its property, and such 12 valuation is desired at the earliest possible time; and

13 Whereas, a commission is necessary to oversee the 14 valuation of state-owned property; and

Whereas, in the judgment of the Legislature, these 15 facts create an emergency within the meaning of the 16 17 **C**onstitution of Maine and require the following immediately necessary 18 legislation as for the 19 preservation of the public peace, health and safety; 20 now, therefore, be it

21 Commission established. Resolved: That there
22 is established the Commission to Oversee the Valuation
23 of State-Owned Property.

1. Membership. The commission shall consist of 7 members to be appointed as follows. Three members shall be appointed by the President of the Senate and members shall be appointed by the Speaker of the House.

29 2. Duties of the commission. The commission 30 shall:

A. Solicit and award a contract for the valuation
 of all real and personal property in each
 municipality and unorganized place which is owned
 by the State;

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B. Oversee the progress and work of the

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contractor; and

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с. Present to the First Regular Session of the 114th Legislature a detailed report of the contractor's findings by no later than February 1, 1989. The report shall also include any proposed legislation which the commission finds necessary.

3. Organizational meeting. The first meeting of the commission shall be no later than October 15, 1988. 8

9 4. Assistance. Assistance from the legislative 10 staff shall be requested from the Legislative 11 Council. The Bureau of Taxation shall also assist the 12 commission as necessary.

13 Compensation. The members of the commission 5. 14 shall receive no compensation, but shall be reimbursed for all necessary expenses; and be it further 15

16 Appropriation. Resolved: That the following 17 funds are appropriated from the General Fund to carry 18 out the purposes of this resolve.

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20 LEGISLATURE

21 Commission to Oversee the 22 Valuation of State-Owned 23 Property

24 Personal Services

25 Provides for 26 reimbursement to 27 commission members for 28 per diem expenses.

29 All Other 194,000

6,000

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30	Provides	funds	to
31	allow the	commission	
32	to contrac	ct for a	

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1completeprofessional2valuationof3state-ownedproperty.

5 Total

\$200,000

6 Emergency clause. In view of the emergency 7 cited in the preamble, this resolve shall take effect 8 when approved.

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STATEMENT OF FACT

10 Over half of Maine municipalities contain 11 state-owned property within their borders. This 12 resolve has 2 purposes.

First, the State has no accurate inventory on the value of the property it owns. Currently, municipal assessors estimate the value of the state-owned property within each municipality. This methodology is neither exact nor uniform. This resolve authorizes the Department of Finance to contract for a complete, professional valuation of state-owned property.

Secondly, once the State has a valid, statewide 20 assessment of state-owned, tax-exempt property, 21 the 22 taxation committee will have an accurate base of 23 information from which to work to determine what legislation should be presented to the First Regular 24 25 Session of the 114th Legislature to relieve the property tax burden on the citizens of municipalities 26 27 with state-owned property.

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