



# 115th MAINE LEGISLATURE

## FIRST REGULAR SESSION-1991

Legislative Document

#### No. 1515

H.P. 1042

House of Representatives, April 16, 1991

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

EDWIN H. PERT, Clerk

Presented by Representative TREAT of Gardiner.

Cosponsored by Representative LARRIVEE of Gorham, Senator McCORMICK of Kennebec and Representative SAVAGE of Union.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND NINETY-ONE

An Act Concerning the Sale of Surplus State Property.

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

Sec. 1. 5 MRSA §1813, sub-§6, as amended by PL 1989, c. 596, Pt. O, §1, is further amended to read:

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б б. Surplus property. Providing for transfer of supplies, and equipment which are surplus from one state materials 8 department or agency to another which may need them, and for the disposal by private and public sale of supplies, materials and 10 equipment which are obsolete and unusable; provided,-however, that-if-any-political-subdivision-in-the State or -any-educational 12 institution-or-homeless-shelter-sponsor-enumerated-in-section 1813-A-requests-to-purchase-any-such-obsolete-and-unusable-items, 14 then--the-disposal--shall-be-by-private-sale--to-that--political subdivision,-homeless-shelter-sponsor-or-educational-institution; except that prior to any public sale of supplies, materials or 16 equipment, political subdivisions in the State, educational 18 institutions as defined in section 1813-A and nonprofit organizations serving handicapped persons must be given an opportunity to purchase the surplus items, and that purchase must 20 be by a process of sealed competitive bidding among all 22 interested political subdivisions and qualified educational institutions; that equipment to be retained for a period of at 24 least one year in a current ongoing program. Any item purchased by political subdivision, homeless shelter sponsor а 26 educational institution under this section shall may not be sold or transferred by that political subdivision, homeless shelter sponsor or educational institution for a period of 6 months from 28 the date of the private sale and the State reserves the right to refuse to sell additional equipment to a political subdivision, 30 homeless shelter sponsor or educational institution if it is 32 determined that the political subdivision, homeless shelter sponsor or educational institution has not retained the equipment 34 for the required period of 6 months;

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Sec. 2. 5 MRSA §1813-A, as repealed and replaced by PL 1989, c. 596, Pt. O, §2, is amended to read:

#### §1813-A. Educational institutions; nonprofit organizations serving handicapped persons; surplus property

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 Definitions. As used in this chapter, unless the context otherwise indicates, the following terms have the following meanings.

A. "Educational institution" means any public elementary or secondary school, any elementary or secondary private school approved for tuition whose school enrollment is at least 60% publicly funded students as determined by the previous school year's October to April average enrollment, any nonpublic pest-secondary <u>postsecondary</u> school or any vocational region. B. "Homeless shelter sponsor" means a public or private nonprofit entity that owns or operates a project or facility for the homeless.

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C. "Nonprofit organizations serving handicapped persons" means an organization which has been determined to be exempt from taxation under the United States Internal Revenue Code, Section 501(c) and which provides services to persons with a physical or mental handicap as defined in section 4553, subsection 7-A.

2.---Surplus -property.-- Pursuant -to--this -ehapter--and -rules promulgated-under--section-1813,-the-Department--of-Administration through--the-Bureau--of-Purchases-shall--allow--private-sales--of surplus-property--to-homeless-shelter-sponsors--and--to-educational institutions.

#### STATEMENT OF FACT

This bill requires that surplus state property be offered to all political subdivisions, qualified educational institutions 22 and to nonprofit organizations serving handicapped persons prior to offering such items through public sale. Under the present 24 practice, surplus state property may be disposed of to any interested political subdivision or educational 26 institution through a private sale. This bill gives all interested political 28 subdivisions and eductional institutions an equal opportunity to purchase surplus property and, because such sales would be by 30 competitive bidding, may result in the State receiving true market value for these items.

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