

# MAINE STATE LEGISLATURE

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L.D. 967

(Filing No. H-457 )

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STATE OF MAINE  
HOUSE OF REPRESENTATIVES  
116TH LEGISLATURE  
FIRST REGULAR SESSION

COMMITTEE AMENDMENT "A" to H.P. 716, L.D. 967, Bill, "An Act Concerning Amendments to the Laws Affecting the Finance Authority of Maine"

Amend the bill by inserting after section 4 the following:

'Sec. 5. 10 MRSA §1024, sub-§2, ¶B, as amended by PL 1987, c. 846, §7, is further amended to read:

B. In the amount required, but not exceeding in the aggregate at any one time outstanding the amount set forth in:

(1) The Constitution of Maine, Article IX, Section 14-A, as it may be from time to time amended, except that bonds issued under that section and this subsection shall may not exceed in the aggregate at any one time outstanding the principal amount of \$87,500,000 \$90,000,000; and

(2) The Constitution of Maine, Article IX, Section 14-D, as it may be from time to time amended, except that bonds issued under that section and this subsection shall may not exceed in the aggregate at any one time outstanding the principal amount of \$4,000,000;'

Further amend the bill by inserting after section 5 the following:

'Sec. 6. 10 MRSA §1032, sub-§6, as amended by PL 1989, c. 552, §15, is further amended to read:

6. **Obligations outstanding.** The authority shall may not have at any one time outstanding obligations to which this

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COMMITTEE AMENDMENT "A" to H.P. 716, L.D. 967

section is stated in any an agreement of the authority to apply in principal amount exceeding \$75,000,000 \$150,000,000, less the amount of revenue obligation securities to which section 1053 is stated in the trust agreement or other document to apply. Amounts of revenue obligations securities which that are not taken into account pursuant to section 1053, subsection 6, ~~shall~~ may not be taken into account for purposes of determining the amount which that may be outstanding under this section.

Sec. 7. 10 MRSA §1053, sub-§6, as amended by PL 1989, c. 552, §18, is further amended to read:

6. **Securities outstanding.** The authority ~~shall~~ may not have at any one time outstanding revenue obligation securities to which subsection 5 is stated in the trust agreement or other document to apply in principal amount exceeding an amount equal to \$75,000,000 \$150,000,000 less the aggregate outstanding balance of mortgage loans secured by capital reserve funds pursuant to section 1032. The amount of revenue obligation securities issued to refund securities previously issued ~~shall~~ may not be taken into account in determining the principal amount of securities outstanding, provided that proceeds of the refunding securities are applied as promptly as possible to the refunding of the previously issued securities. In computing the total amount of revenue obligation securities of the authority which that may at any time be outstanding for any purpose, the ~~amount~~ amounts of the outstanding revenue obligation securities that have been issued as capital appreciation bonds or as similar instruments ~~shall-be~~ are valued as of any date of calculation at their then current accreted value rather than their face value.'

Further amend the bill by renumbering the sections to read consecutively.

Further amend the bill by inserting at the end before the statement of fact the following:

**FISCAL NOTE**

Increasing from \$75,000,000 to \$150,000,000 the authority of the Finance Authority of Maine to provide capital reserve fund security for mortgage loans and for revenue obligation securities will increase the debt limit backed by the moral obligation of the State.'

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**STATEMENT OF FACT**

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This amendment amends the original bill to add provisions that increase from \$87,500,000 to \$90,000,000 the authority of the Finance Authority of Maine to ensure mortgage loans, increase from \$75,000,000 to \$150,000,000 the reserve fund security, backed by the "moral obligation" of the State, for mortgage loans and increase from \$75,000,000 to \$150,000,000 the authority of the Finance Authority of Maine to provide capital reserve fund security, backed by the "moral obligation" of the State, for revenue obligation securities. The amendment also adds a fiscal note to the bill.

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Reported by the Committee on Housing and Economic Development  
Reproduced and distributed under the direction of the Clerk of the House

5/26/93

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