



116th MAINE LEGISLATURE

FIRST REGULAR SESSION-1993

Legislative Document

No. 1258

H.P. 935

House of Representatives, April 13, 1993

An Act to Authorize a General Fund Bond Issue in the Amount of \$5,000,000 for the Development and Construction of Municipal Solid Waste Disposal Facilities and to Purchase Equipment and Facilities for Managing Demolition Debris.

Reference to the Committee on Appropriations and Financial Affairs suggested and ordered printed.

OSEPH W. MAYO, Clerk

Presented by Representative MICHAUD of East Millinocket. Cosponsored by Representatives: CONSTANTINE of Bar Harbor, GOULD of Greenville, JACQUES of Waterville, Senators: HALL of Piscataquis, TITCOMB of Cumberland.

Preamble. Two thirds of both Houses of the Legislature deeming it necessary in accordance with the Constitution of Maine, Article IX, Section 14, to authorize the issuance of bonds on behalf of the State of Maine to provide funds for grants and loans to municipalities and regional associations to pay for the costs associated with developing and constructing capital solid waste municipal disposal facilities and purchasing equipment and facilities to manage demolition debris.

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

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12 Sec. 1. Authorization of bonds to provide for grants and loans to municipalities and regional associations to pay for the capital costs associated with developing and constructing municipal solid waste disposal 14 facilities and purchasing equipment and facilities to manage demolition 16 debris. The Treasurer of State is authorized, under the direction of the Governor, to issue bonds in the name and behalf of the State in an amount not exceeding \$5,000,000 to raise funds for 18 the purposes of providing grants and loans to municipalities and 20 regional associations to pay for the capital costs associated with developing and constructing municipal solid waste disposal 22 facilities and purchasing equipment and facilities to manage demolition debris as authorized by section 6. The bonds are a pledge of the full faith and credit of the State. 24 The bonds may not run for a period longer than 5 years from the date of the original issue of the bonds. At the discretion of the Treasurer 26 of State, with the approval of the Governor, any issuance of bonds may contain a call feature. 28

Sec. 2. Records of bonds issued to be kept by the Treasurer of State.
The Treasurer of State shall keep an account of each bond showing
the number of the bond, the name of the successful bidder to whom sold, the amount received for the bond, the date of sale and the
date when payable.

Sec. 3. Sale; how negotiated; proceeds appropriated. 36 The Treasurer of State may negotiate the sale of the bonds by direction of the Governor, but no bond may be loaned, pledged or 38 hypothecated on behalf of the State. The proceeds of the sale of 40 the bonds, which must be held by the Treasurer of State and paid by the Treasurer of State upon warrants drawn by the State 42 Controller, are appropriated solely for the purposes set forth in this Act. Any unencumbered balances remaining at the completion 44 of the project in section 6 lapse to the debt service account established for the retirement of these bonds. 46

Sec. 4. Interest and debt retirement. The Treasurer of State shall pay interest due or accruing on any bonds issued

under this Act and all sums coming due for payment of bonds at maturity.

Sec. 5. Disbursement of bond proceeds. The proceeds of the bonds must be expended as set out in section 6 under the direction and supervision of the Executive Director of the Maine Waste Management Agency.

Sec. 6. Allocations from General Fund bond issue; fund grants and loans to municipalities and regional associations to pay for the capital costs associated with developing and constructing municipal solid waste disposal facilities and purchasing equipment and facilities to manage demolition debris. The proceeds of the sale of bonds must be expended as designated in the following schedule.

1993-94

18 MAINE WASTE MANAGEMENT AGENCY

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All Other

\$5,000,000

To fund grants and loans to pay for the capital costs associated with developing and constructing municipal solid waste disposal facilities and purchasing equipment and facilities to manage demolition debris.

Sec. 7. Contingent upon ratification of bond issue. Sections 1 to 6 do not become effective unless the people of the State have ratified the issuance of bonds as set forth in this Act.

36 Sec. 8. Appropriation balances at year end. At the end of each fiscal year, all unencumbered appropriation balances representing 38 state money carry forward. Bond proceeds that have not been expended within 10 years after the date of the sale of the bonds 1 apse to General Fund debt service.

Sec. 9. Bonds authorized but not issued. Any bonds authorized but not issued, or for which bond anticipation notes are not issued within 5 years of ratification of this Act, are deauthorized and may not be issued; except that the Legislature may, within 2 years after the expiration of that 5-year period, extend the period for issuing any remaining unissued bonds or

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bond anticipation notes for an additional amount of time not to exceed 5 years.

Sec. 10. Referendum for ratification; submission at statewide election; form of question; effective date. This Act must be submitted to the legal voters of the State of Maine at a statewide election held on the Tuesday following the first Monday of November following passage of this Act. The municipal officers of this State shall notify the inhabitants of their respective cities, towns and plantations to meet, in the manner prescribed by law for holding a statewide election, to vote on the acceptance or rejection of this Act by voting on the following question:

"Do you favor a \$5,000,000 bond issue to fund grants and loans to municipalities and regional associations to pay for the capital costs associated with developing and constructing municipal solid waste disposal facilities and purchasing equipment and facilities to manage demolition debris?"

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The legal voters of each city, town and plantation shall 22 vote by ballot on this question and designate their choice by a cross or check mark placed within a corresponding square below 24 the word "Yes" or "No." The ballots must be received, sorted, counted and declared in open ward, town and plantation meetings 26 and returns made to the Secretary of State in the same manner as votes for members of the Legislature. The Governor shall review 28 the returns and, if a majority of the legal votes are cast in favor of the Act, the Governor shall proclaim the result without 30 delay, and the Act becomes effective 30 days after the date of the proclamation.

The Secretary of State shall prepare and furnish to each 34 city, town and plantation all ballots, returns and copies of this Act necessary to carry out the purpose of this referendum.

STATEMENT OF FACT

40 The funds provided by this bond issue, in the amount of \$5,000,000, will be used to support the development and construction of municipal solid waste disposal facilities and 42 equipment and facilities to manage demolition debris. Over 250 44 Maine municipalities are faced with immediate closure of their demolition debris landfills. The alternatives available for demolition debris disposal and management are extremely limited, 46 costly to develop and difficult to site. The bond issue will 48 support regional solutions that increase needed capacity to process, manage and dispose of demolition debris.