

# MAINE STATE LEGISLATURE

The following document is provided by the  
**LAW AND LEGISLATIVE DIGITAL LIBRARY**  
at the Maine State Law and Legislative Reference Library  
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied  
(searchable text may contain some errors and/or omissions)



# 116th MAINE LEGISLATURE

## FIRST REGULAR SESSION-1993

---

Legislative Document

No. 1555

H.P. 1156

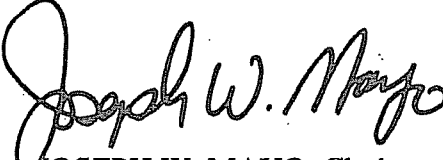
House of Representatives, June 7, 1993

**An Act Regarding Tax Anticipation Notes for Fiscal Year 1993-94.**

(EMERGENCY)

---

Reported by Representative CHONKO for the Joint Standing Committee on Appropriations and Financial Affairs pursuant to Joint Order H.P. 1152.

  
JOSEPH W. MAYO, Clerk

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

4  
Whereas, the 90-day period will not terminate until after  
6 the beginning of the next fiscal year; and

8  
Whereas, this legislation must be in effect prior to July 1,  
1993 in order to provide for the orderly issuance of the State's  
10 tax anticipation notes; and

12  
Whereas, in the judgment of the Legislature, these facts  
create an emergency within the meaning of the Constitution of  
14 Maine and require the following legislation as immediately  
necessary for the preservation of the public peace, health and  
16 safety; now, therefore,

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

20 **Sec. 1. 5 MRSA §150, 2nd ¶, as corrected by RR 1991, c. 2, §6,**  
is amended to read:

22  
The Treasurer of State, with the approval of the Governor,  
24 may negotiate a temporary loan or loans in anticipation of taxes  
levied for that fiscal year, but not exceeding a total of that  
26 amount of taxes estimated by the Treasurer of State to be  
collected in the fiscal year in which such the temporary loan or  
28 loans, or renewal thereof, is made, provided that such the  
temporary loans or renewals thereof do not exceed any limitation  
30 set forth in the Constitution of Maine, Article IX, Section 14.  
Such Any such loans may be renewed from time to time as the  
32 Treasurer of State, with the approval of the Governor,  
determines, provided that each loan or renewal thereof must be  
34 retired not later than the close of the fiscal year in which such  
the loan was originally made and for which were levied the taxes  
36 in anticipation of the collection of which such loan was  
originally made; and that each such loan or renewal thereof must  
38 comply with the provisions of this section and the Constitution  
of Maine, Article IX, Section 14. The Treasurer of State shall  
40 pay such the loan or loans in anticipation of taxes during such  
year and there is appropriated for any year in which the  
42 Treasurer of State and the Governor ~~deem~~ determine it necessary  
to borrow in anticipation of taxes the sum of \$30,000,000; except  
44 that for fiscal year 1991-92, the sum may not exceed \$150,000,000  
and; for fiscal year 1992-93, the sum may not exceed  
46 \$170,000,000; and for fiscal year 1993-94, the sum may not exceed  
\$170,000,000.

48  
50 **Sec. 2. Appropriation.** The following funds are appropriated  
from the General Fund to carry out the purposes of this Act.

2

1993-94

4

**TREASURER OF STATE, OFFICE OF THE**

6

**Debt Service - Treasury**

8

All Other

\$5,300,000

10

Provides funds to meet the debt service payments related to a \$170,000,000 tax anticipation note for fiscal year 1993-94.

12

14

**Emergency clause.** In view of the emergency cited in the preamble, this Act takes effect when approved.

16

18

**FISCAL NOTE**

20

1993-94

22

**REVENUES**

24

General Fund

\$5,300,000

26

**APPROPRIATIONS**

28

General Fund

\$5,300,000

30

This bill authorizes tax anticipation notes for fiscal year 1993-94 in an aggregate amount not to exceed \$170,000,000. The notes are needed to assist the State with its daily cash flow.

32

34

Earnings on the balance of the tax anticipation notes will generate approximately \$5,300,000, the same amount needed as a General Fund appropriation in fiscal year 1993-94 to meet debt service payments.

36

38

40

**STATEMENT OF FACT**

42

This bill authorizes tax anticipation notes for fiscal year 1993-94 not exceeding \$170,000,000.

44