



118th MAINE LEGISLATURE

FIRST REGULAR SESSION-1997

Legislative Document No. 287

H.P. 223

House of Representatives, January 21, 1997

An Act to Improve the Administration of Tax Increment Financing.

Submitted by the Department of Economic and Community Development pursuant to Joint Rule 204.

Reference to the Committee on Taxation suggested and ordered printed.

GOSEPH W. MAYO, Clerk

Presented by Representative VIGUE of Winslow. Cosponsored by Senator JENKINS of Androscoggin.

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

Sec. 1. 30-A MRSA §5252, sub-§4, as amended by PL 1991, c. 431, §1 and 2, is further amended to read:

6 4. Development program. "Development program" means a statement of means and objectives designed to provide new
8 employment opportunities, retain existing employment, improve or broaden the tax base and improve the quality-of-life,---the
10 physical facilities and structures and or the quality of pedestrian and vehicular traffie--centrel--and transportation
12 within the development district. The statement must include:

A. A financial plan;

16 B. A complete list of public facilities to be constructed;

18 C. The uses of private property within the district;

20 D. Plans for the relocation of persons displaced by the development activities;

E. The proposed regulations and facilities to improve 24 transportation;

26 F. The environmental controls to be applied;

28 G. The proposed operation of the district after the planned capital improvements are completed; and

H. The duration of the program that must not exceed 30 years from the date of designation of the district.

34 Sec. 2. 30-A MRSA, §5252, sub-§8, ¶A, as amended by PL 1989,
c. 6; c. 9, §2; and c. 104, Pt. C, §§8 and 10, is further amended
36 to read:

The term "project costs" does not include the cost of 38 Α. facilities, buildings, or portions of buildings, used predominantly for the general conduct of government or for 40 public recreational purposes. These facilities and buildings include, but are not limited to, city halls and 42 other headquarters of government where the governing body 44 meets regularly, courthouses, jails, police stations and Government other State and local government office buildings, recreation centers, athletic fields and swimming 46 pools.

48

2

4

14

22

30

32

Page 1-LR0428(1)

SUMMARY

This bill clarifies statutory language regarding the authorized uses of tax increment funds derived from municipal tax increment financing districts. Current language could be subject to local interpretation inconsistent with the intent and practice of the enabling legislation, which is to facilitate job creation and retention, improve and broaden the tax base and improve the general economy of the State.

2