



119th MAINE LEGISLATURE

FIRST REGULAR SESSION-1999

Legislative Document

No. 2211

H.P. 1554

House of Representatives, April 21, 1999

Resolve, to Modify the State Valuation for the Sappi Plant in the City of Westbrook.

(AFTER DEADLINE)

(EMERGENCY)

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 205.

Received by the Clerk of the House on April 20, 1999. Referred to the Committee on Taxation pursuant to Joint Rule 308.2 and ordered printed pursuant to Joint Rule 401.

OSEPH W. MAYO, Clerk

Presented by Representative USHER of Westbrook. Cosponsored by Senator O'GARA of Cumberland and Representatives: BRYANT of Dixfield, DUPLESSIE of Westbrook, Senator: LIBBY of York. **Emergency preamble. Whereas,** Acts and resolves of the 2 Legislature do not become effective until 90 days after adjournment unless enacted as emergencies; and

4

8

12

16

26

32

Whereas, the value of property within a municipality has a strong effect on the calculation of county taxes, school appropriations and municipal revenue sharing; and

Whereas, the City of Westbrook derives a large portion of 10 its tax valuation from the presence of the former SD Warren plant, now owned by Sappi Fine Paper North America; and

Whereas, Sappi has recently announced the closure of its 14 pulp mill and a machine that makes coated base paper at the facility in Westbrook; and

Whereas, not only will this closure adversely affect approximately 315 employees, but the property valuation of the plant has decreased immensely, causing a decrease in property tax revenues for the City of Westbrook; and

Whereas, unless immediate action is taken to account for this decrease in valuation, the City of Westbrook will also suffer through the loss of significant revenues based on the decreased valuation of the Sappi plant; and

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

Sec. 1. Modify 1999 and 2000 state valuations. Resolved: That notwithstanding the Maine Revised Statutes, Title 36, the 1999 and 2000 state valuations for the City of Westbrook, for the purposes of calculating county taxes, school appropriations and municipal revenue sharing funds, must be based on a valuation that values the property of Sappi Fine Paper North America in the City of Westbrook at \$125,000,000 and \$95,000,000, respectively.

- 40
- 42

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

44

SUMMARY

This resolve establishes the state valuation, for purposes of calculation of county taxes, school appropriations and revenue sharing, for the Sappi Fine Paper North America plant located in the City of Westbrook at \$125,000,000 for fiscal year 1999 and \$95,000,000 for fiscal year 2000.

~

2