

| 2 | L.D. 300 |
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| 2 4 | DATE: March 29, 2001 (Filing No. 5-36) |
| 6 | Reproduced and distributed under the direction of the Secretary of the Senate. |
| 8 | STATE OF MAINE |
| 10 | SENATE |
| 12 | 120TH LEGISLATURE FIRST REGULAR SESSION |
| 14 | L |
| 16 | SENATE AMENDMENT " \mathcal{K} " to COMMITTEE AMENDMENT "A" to H.P. 256, L.D. 300, Bill, "An Act Making Unified Appropriations and Allocations for the Expenditures of State Government, General |
| 18 | Fund and Other Funds, and Changing Certain Provisions of the Law Necessary to the Proper Operations of State Government for the |
| 20 | Fiscal Years Ending June 30, 2002 and June 30, 2003" |
| 22 | Amend the amendment by striking out all of Parts O, M, P, V and X. |
| 24 | Further amend the amendment by inserting after Part Y the |
| 26 | following: |
| 28 | 'PART Z |
| 30 | Sec. Z-1. Appropriation. The following funds are appropriated from the General Fund to carry out the purposes of this Part. |
| 32 | 2001-02 2002-03 |
| 34 | HUMAN SERVICES, DEPARTMENT OF |
| 36 | |
| 38 | Nursing Facilities |
| 40 | All Other \$1,000,000 \$1,000,000 |
| | |
| 42 44 | Provides funds for a 3% cost-of-living adjustment for nursing facilities. |
| 46 | Sec. Z-2. Allocation. The following funds are allocated from |
| | the Federal Expenditures Fund to carry out the purposes of this |
| 48 | Part. |
| 50 | 2001-02 2002-03 |

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| • | HUMAN SERVICES, DEPARTMENT OF | | |
|---------------|---|---------------------------------|----------------|
| 2 | Nursing Facilities | | |
| 4 6 | All Other | \$1,981,959 | \$1,992,220 |
| 8 | Provides for the federal match for a 3% cost-of-living | | |
| 10 | adjustment for nursing facilities. | | |
| 12 | PART AA | | |
| 14 | | in ficaal year 2 | 0.0.1.0.7 mb - |
| 16 | Sec. AA-1. Second tier cushion if following 2nd tier cushion is established | • | |
| 18 | A school administrative unit i share of the 2nd tier cushion of | - | - |
| 20 | administrative unit meets the following | g criteria: | |
| 22 | The school administrative uni of less than \$400,000; and | it has a per pup | il valuation |
| 24 | 2. The school administrative un | it's State char | o of cubridy |
| 26 | for fiscal year 2001-02 for operation excluding the state share of bus pur | ng costs and p | rogram costs |
| 28 | is less than the school administrat subsidy for fiscal year 2000-01 for | tive unit's Sta | te share of |
| 30 | costs excluding the State share of subsidy and the 2000-01 cushion provis | — | plus minimum |
| 32 | Sec. AA-2. Transfer of general purp | ose aid. Notwith | standing anv |
| 34 | other provision of law, at the clo following the end of that fiscal year | ose of fiscal | year 2000-01 |
| 36 | transfer \$350,000 in the general purport the unappropriated surplus of the Gene | | al schools to |
| 38 | Sec. AA-3. Implementing language. | Notwithstandir | g Part C of |
| 40 | this Act, within 30 days of enactment | | ne Department |
| 42 | Legislature making changes to Part C n | ecessitated by | this Part. |
| 44 | Sec. AA-4. Appropriation. T appropriated from the General Fund to | he following o carry out the | |
| 46 | this Part. | | |
| 48 | | | 2001-02 |

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EDUCATION, DEPARTMENT OF

2 **General Purpose Aid for** 4 Local Schools All Other \$1,000,000 6 8 Provides funding for a 2nd tier of cushion funding to assist school administrative units with low valuation. Notwithstanding 10 the language in Part C, the department may distribute additional amounts to local 12 school administrative units. 14 16 PART BB 18 Sec. BB-1. 30-A MRSA §5681, sub-§5, as repealed and replaced by PL 1999, c. 731, Pt. U, §5, is amended to read: 20 22 5. Transfers to funds. On the last day of each month, beginning July 31, 2000, the Treasurer of State shall transfer to 24 the Local Government Fund an amount equal to 5-1% of the receipts from the taxes imposed under Title 36, Parts 3 and 8 and 26 credited to the General Fund without any reduction. Any amounts transferred to the Local Government Fund in excess of the annual growth ceiling must be transferred to the Disproportionate Tax 28 Burden Fund. 30 Sec. BB-2. Transfer. The Public Utilities Commission shall order Verizon to transfer \$5,000,000 from the unexpended balance 32 of the School and Library Network project as of June 30, 2001 to 34 the Maine Learning Technology Endowment no later than August 1, 2001. 36 Sec. BB-3. Transfer of funds. Notwithstanding the Maine Revised Statutes, Title 20-A, Part 9, the Commissioner of 38 Administrative and Financial Services shall transfer \$5,000,000 40 from the Maine Learning Technology Endowment to the unappropriated surplus of the General Fund no later than June 30, 2002. 42 Sec. BB-4. Application. That section of this Part that amends 44 the Maine Revised Statutes, Title 30-A, section 5681, subsection 46 5 applies to transfers to the Local Government Fund beginning July 2002.

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SENATE AMENDMENT "" to COMMITTEE AMENDMENT "A" to H.P. 256, L.D. 300 Sec. **BB-5**. Appropriation. following funds are The 2 appropriated from the General Fund to carry out the purposes of this Part. 4 2001-02 6 TREASURER OF STATE, OFFICE OF THE 8 Local Government Fund 10 All Other \$800,000 12 Provides one-time funds in fiscal year 14 2001-02 to increase amounts for the state-municipal revenue sharing funds. 16 PART CC 18 Sec. CC-1. Appropriation. The following funds are appropriated from the General Fund to carry out the purposes of 20 this Part. 22 2001-02 2002-03 24 HUMAN SERVICES, DEPARTMENT OF 26 **Purchased Social Services** 28 All Other \$1,140,318 \$1,126,113 30 Provides funds for additional infant, toddler and preschool 32 child care subsidies to 34 offset a deallocation from the Fund for a Healthy Maine in Part B. 36 **Purchased Social Services** 38 All Other 250,000 283,569 40 42 Provides funds for additional school-aged child care subsidies to partially offset 44 a deallocation from the Fund for a Healthy Maine in Part B. 46 Head Start 48 All Other 600,000 600,000 50

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SENATE AMENDMENT "K" to COMMITTEE AMENDMENT "A" to H.P. 256, L.D. 300 2 Provides funds to support full-day, year-round Head 4 Start programs, including children up to 5 years of age. б **DEPARTMENT OF HUMAN SERVICES** 8 TOTAL \$1,990,318 \$2,009,682 10 PART DD 12 Sec. **DD-1.** Appropriation. The following funds are 14 appropriated from the General Fund to carry out the purposes of this Part. 16 2001-02 2002-03 18 **ECONOMIC AND COMMUNITY** 20 **DEVELOPMENT, DEPARTMENT OF** 22 **Forum Francophone** 24 All Other \$75,000 \$75,000 26 Provides funding for office space and expenses. It is 28 the intent of the Legislature that legislative funding for 30 the Forum Francophone Des Affaires not continue beyond 32 the end of fiscal year 2002-03 without affirmative action by the Legislature. 34 36 PART EE 38 Sec. EE-1. 28-A MRSA §403, as amended by PL 1997, c. 755, §1, is repealed. 40 42 Sec. EE-2. Closure of 5 state liquor stores. Notwithstanding any

other provision of law, the Department of Administrative and
 Financial Services, Bureau of Alcoholic Beverages and Lottery
 Operations is directed to implement the closure of 5 state liquor
 stores by December 31, 2001. No sooner than June 1, 2002, but
 not later than December 31, 2002, the department is directed to
 close the remaining state liquor stores.

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SENATE AMENDMENT " \mathcal{K} " to committee amendment "a" to h.p. 256, l.d. 300

Sec. EE-3. Commission to Develop a Plan to Implement the Closure of State Liquor Stores. The Commission to Develop a Plan to Implement the Closure of State Liquor Stores is established in accordance with the following:

- 6 **1. Membership.** The commission consists of the following members:
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A. Two Senators, appointed by the President of the Senate;

B. Two members of the House of Representatives, appointed 12 by the Speaker of the House;

- C. One member representing the employees of state liquor stores, appointed jointly by the President of the Senate and the Speaker of the House;
- 18 D. Two owners of agency liquor stores, appointed jointly by the President of the Senate and the Speaker of the House;

E. One representative of the Department of Administrative and Financial Services, Bureau of Alcoholic Beverages and Lottery Operations, appointed by the Governor; and 24

F. One representative of the Department of Public Safety, Bureau of Liquor Enforcement, appointed by the Governor.

28 2. Appointments; meetings. Appointments must be made no later than 30 days after the effective date of this Act. The first named Senate member is the Senate chair; the first named 30 House member is the House chair. The appointing authorities shall notify the Executive Director of the Legislative Council 32 once the appointments have been made. The Executive Director of 34 the Legislative Council shall notify the chairs when all appointments have been made. The chairs of the commission shall call and convene the first meeting of the commission any time 36 after the effective date of this Act.

3. Duties. The commission shall develop a plan to implement the closure of more state liquor stores no later than 40 December 31, 2002 and to effectuate a transition to an appropriate statewide liquor distribution system. In developing 42 its plan, the commission shall consider the effects on wholesale distribution and sales of closing state liquor stores 44 and consider strategies for moving to a system that relies on agency stores for all retail sales to the extent that does not 46 negatively affect state revenue.

Report. The commission shall submit its report,
 together with legislation necessitated by the closing of state

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liquor stores, to the Second Regular Session of the 120th
Legislature no later than January 31, 2002. If the commission requires an extension of time to make its report, it may apply to
the Legislative Council, which may grant the extension.

5. Staff assistance. Upon approval of the Legislative
 Council, the Office of Policy and Legal Analysis shall provide
 staffing assistance to the commission.

The members of the commission who are 10 6. Compensation. Legislators are entitled to receive the legislative per diem, as defined in the Maine Revised Statutes, Title 3, section 2, and 12 reimbursement for travel and other necessary expenses related to 14 their attendance at authorized meetings of the commission. Other members of the commission who are not compensated by their employers or other entities that they represent are entitled to 16 receive reimbursement for travel and other necessary expenses 18 related to their attendance at authorized meetings.

7. Budget. The chairs of the commission, with assistance from the commission staff, shall administer the commission's budget. The commission may not incur expenses exceeding its approved budget. Upon request from the commission, the Executive Director of the Legislative Council shall promptly provide the commission and its staff with a status report on the commission's budget, expenditures incurred and remaining available funds.

28 Sec. EE-4. Appropriation. The following funds are appropriated from the General Fund to carry out the purposes of 30 this Part.

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2001-02 2002-03

34 LEGISLATURE

 36 Commission to Develop a Plan to Implement the Closure of State
 38 Liquor Stores

| 40 | Personal Services All Other | \$1,320 1,975 | \$1,760 3,200 |
|----|---|------------------|------------------|
| 42 | TOTAL | \$3,295 | \$4,960 |
| 44 | Provides funds for the per | | |
| 46 | diem and expenses of legislative members and other | | |
| 48 | eligible members of the Commission to Develop a Plan | | |
| 50 | to Implement the Closure of | | |

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SENATE AMENDMENT "K" to COMMITTEE AMENDMENT "A" to H.P. 256, L.D. 300 State Liquor Stores and to 2 print the required report. Sec. EE-5. Allocation. The following funds are allocated from 4 the Alcoholic Beverage Fund to carry out the purposes of this Part. 6 8 2001-02 2002-03 10 ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF 12 **Alcoholic Beverages - General** 14 Operation 16 Unallocated (\$75,913) (\$1,980,617) 18 Deallocates funds from savings that result from 20 closing 5 state liquor stores by December 31, 2001, the 22 elimination of discount store provisions and closing 24 additional state liquor stores by December 31, 2002 26 but no earlier than June 1, 2002. 28 Sec. EE-6. Calculation and transfer. Notwithstanding the Maine Revised Statutes, Title 5, section 1585, in fiscal year 2001-02 30 and 2002-03 the State Budget Officer shall calculate the amounts in section EE-5 that apply against each affected line category 32 information submitted based on by the Department of 34 Administrative and Financial Services, Bureau of Alcoholic Beverages and Lottery Operations and shall transfer the 36 calculated amounts by financial order upon the approval of the These transfers must be considered adjustments to Governor. allocations in fiscal years 2001-02 and 2002-03. 38 The State Budget Officer shall provide the joint standing committee of the 40 Legislature having jurisdiction over appropriations and financial affairs and the joint standing committee of the Legislature 42 having jurisdiction over legal and veterans affairs with a report of the transferred amounts no later than September 30, 2002. 44 PART FF 46 Sec. FF-1. 36 MRSA §6651, sub-§§2-A, 4 and 5 are enacted to 48 read: 50

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| | 2-A. Nonqualified service. "Nonqualified service" means |
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| 2 | any service engaged in in this State by a person for another |
| | person or persons for a fee, retainer, commission or other |
| 4 | valuable consideration, exclusive of activities engaged in for an |
| c | employer by an employee, including, but not limited to, business |
| 6 | services, professional services, personal services and |
| • | recreational services. "Nonqualified service" does not include |
| 8 | any qualified service and does not include the following |
| 10 | activities or an activity by a person engaged in any of the |
| 10 | following activities that is conducted predominantly in support |
| 10 | of either the activities engaged in by that person or the |
| 12 | business activity of that person related to those activities: |
| 14 | A. "Production" as defined in the first sentence of section 1752, subsection 9-B; |
| 16 | |
| | B. "Fabrication services" as defined by the first sentence |
| 18 | of section 1752, subsection 2-C; |
| | |
| 20 | C. Wood harvesting operations and the severance of sand, |
| | gravel, oil, gas or other natural resources produced or |
| 22 | severed from the soil or water; or |
| | |
| 24 | D. "Commercial agricultural production," "commercial |
| | aquacultural production" and "commercial fishing" as defined |
| 26 | by section 2013, subsection 1. |
| 2.0 | |
| 28 | Activities conducted by a person in support of any of its |
| 20 | activities listed in paragraphs A to D or any gualified service |
| 30 | engaged in by that person include, without limitation, |
| 2.2 | management, administration, marketing, purchasing, design, |
| 32 | engineering, repair, maintenance, operation of support and |
| 24 | auxiliary equipment, distribution, accounting, financing, |
| 34 | billing, payroll, workers' compensation, accounts payable, |
| 36 | accounts receivable, medical, risk management, labor relations, |
| 30 | training, human resources, legal, packaging, storage, research and development, guality control and environmental, security, |
| 38 | |
| 20 | safety and fire protection. |
| 40 | 4. Qualified service. "Qualified service" means any of the |
| 10 | following when provided by one person to another for a fee, |
| 42 | retainer, commission or other consideration: construction |
| | services; printing; retail and wholesale services exclusive of |
| 44 | those performed at or in support of retail facilities; |
| | modification of real or tangible personal property; development |
| 46 | of computer software; leasing by a lessor of property that would |
| - | be eligible for reimbursement under this chapter had the property |
| 48 | been owned by the lessee rather than the lessor; services |
| - | provided by financial institutions as defined by section 5206-D, |
| 50 | subsection 8; services provided by credit unions authorized to do |
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business in this State pursuant to Title 9-B, section 131, 2 subsection 12-A; services provided by insurance companies subject to taxation under chapter 357; internet access services; computer system services, including, but not limited to, maintenance, 4 support, development, management, operation, communication, б training, help desk, data processing, research, analysis, troubleshooting and similar services involving computer systems; 8 repair, maintenance, refitting, refurbishing or upgrading commercial or military watercraft and all machinery, equipment and other property attached to or located on such 10 watercraft and related to the use of such watercraft; and transportation services. "Oualified service" also includes any 12 activity by a person engaged in a qualified service that is conducted predominantly in support of either the gualified 14 service engaged in by that person or the business activity of that person related to that gualified service. 16

18 5. Retail sales facility. "Retail sales facility" means a physical structure or portion of a physical structure located in
 20 the State and predominantly utilized as a facility to serve customers who are physically present at the facility for the
 22 purpose of selecting and purchasing goods or a nongualified service at retail.

Sec. FF-2. 36 MRSA §6652, sub-§1-B, as enacted by PL 1997, c. 26 24, Pt. C, §14, is amended to read:

1-B. Certain property excluded. Notwithstanding any other provision of law, reimbursement pursuant to this chapter may not be made with respect to the following property:

- A. Office furniture, including without limitation tables, chairs, desks, bookcases, filing cabinets and modular office
 partitions; and
- 36 B. Lamps and lighting fixtures.

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- C. Property predominantly employed by the person in possession of it either in the provision of a nonqualified
 service or in support of the provision of a nonqualified service being provided by that person, exclusive of property
 used by a person in providing a nonqualified service to an affiliate when that property would be eligible for reimbursement if it were owned by that affiliate; and
- 46 D. Property employed by the person in possession of it either in a retail sales facility or employed predominantly
 48 in the support of such a facility. Property employed in support of a retail sales facility does not include property
 50 employed predominantly in one or more qualified services or

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in one or more of the activities listed in section 6651,
 subsection 6, paragraphs A to D by any person or in any activity in support thereof or the business activity of that
 person related to such gualified services or listed activities.

This-subsection-applies In the case of construction in progress and inventory parts, eligibility must be determined as if the 8 item were currently in use as intended. Paragraphs A and B apply 10 to property tax years beginning after April 1, 1996. Property affected by this-subsection paragraphs A and B that was eligible for reimbursement pursuant to chapter 915 of property taxes paid 12 for the 1996 property tax year is grandfathered into the program and continues to be eligible for reimbursements for up to 12 14 years, unless it subsequently becomes ineligible. Paragraphs C and D apply to property tax years beginning after April 1, 2000. 16 Property affected by paragraphs C and D that was eligible for reimbursement pursuant to this chapter for property taxes paid 18 for the 2000 property tax year is grandfathered into the program 20 and continues to be eligible for reimbursement to the extent permitted by this chapter as it existed on September 1, 2000, 22 unless it subsequently becomes ineligible. Property used in the provision of a nonqualified service or in support of the 24 provision of a nonqualified service and property used in a retail sales facility or in support of a retail sales facility includes, 26 without limitation, property used in management, marketing, purchasing, distribution, accounting and research and development. 28

- Sec. FF-3. Appropriation. The following funds are 30 appropriated from the General Fund to carry out the purposes of this Part.
 - 2001-02 2002-03

ADMINISTRATIVE AND FINANCIAL 36 SERVICES, DEPARTMENT OF

38 Personal Property Tax Reform

40 All Other

(\$621,557) (\$1,680,944)

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Deappropriates funds from 44 savings realized by the prospective elimination of 46 some retail and service

- providers. 48
- **DEPARTMENT OF ADMINISTRATIVE 50 AND FINANCIAL SERVICES**

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TOTAL (\$621,557) (\$1,680,944)Sec. FF-4. Application. This Part applies to property taxes assessed on or after April 1, 2001. PART GG Sec. GG-1. Liquidation of securities. Notwithstanding any provisions of law, the Treasurer of State shall transfer \$1,000,000 from the Abandoned Property Fund to the unappropriated surplus of the General Fund no later than June 30, 2002 and \$1,000,000 from the Abandoned Property Fund to the unappropriated surplus of the General Fund no later than June 30, 2003. Funds to be transferred result from the liquidation of securities held in excess of 3 years. PART HH Sec. HH-1. 5 MRSA §1513, sub-§1-S is enacted to read:

1-S. Transfer from Maine Rainy Day Fund; Maine State Prison Demolition. Notwithstanding subsection 2 and section 1585, an 24 amount not to exceed \$3,800,000 in fiscal year 2001-02 may be 26 transferred from the available balance in the Maine Rainy Day Fund to the Capital Construction/Repairs/Improvements - Admin 28 program in the Department of Administrative and Financial Services to be made available by financial order upon the recommendation of the State Budget Officer and approval of the 30 Governor to be used for the demolition and site remediation of 32 the Maine State Prison in Thomaston. Funds transferred from the Maine Rainy Day Fund for this purpose in fiscal year 2001-02 may only be in addition to other funds made available by the 34 Legislature.

Sec. HH-2. Transfer to Capital Construction/Repairs/Improvements 38 - Admin. Notwithstanding any other provision of law, at the close of fiscal year 2000-01, the State Controller shall transfer 40 to the Capital Construction/Repairs/Improvements - Admin program in the Department of Administrative and Financial Services from 42 the available balance remaining in the General Fund after the deduction of all appropriations, financial commitments or other designated funds an amount not to exceed \$3,800,000 for the 44 demolition and site remediation of the Maine State Prison at 46 Thomaston. These funds may be made available by financial order for expenditure by allotment in fiscal year 2001-02 upon the recommendation of the State Budget Officer and approval of the 48 Governor. Funds transferred into the Capital

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Construction/Repairs/Improvements - Admin program in the Department of Administrative and Financial Services for this purpose do not lapse but must be carried forward from year to year until the purposes of the transfer have been fulfilled.

6 Sec. HH-3. Sale of land; proceeds transferred. The Commissioner of Administrative and Financial Services shall transfer all 8 proceeds from the sale of land consisting of the site of the former Maine State Prison in Thomaston to the Maine Rainy Day 10 Fund.

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PART II

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- Sec. II-1. 36 MRSA §5122, sub-§2, ¶L, as amended by PL 1999, c. 16 708, §35 and c. 731, Pt. S, §2 and affected by §4 and amended by c. 790, Pt. A, §49, is repealed and the following enacted in its 18 place:
- L. For income tax years beginning on or after January 1, 2000, an amount equal to the total premiums spent for qualified long-term care insurance contracts as defined in the Code, Section 7702B(b), as long as the amount subtracted
 is reduced by the long-term care premiums claimed as an itemized deduction pursuant to section 5125;

Sec. II-2. 36 MRSA §5122, sub-§2, ¶M, as enacted by PL 1999, c. 708, §36 and c. 731, Pt. S, §3 and affected by §4, is repealed and the following enacted in its place:

- M. An amount, for each recipient of benefits under an employee retirement plan, that is the lesser of:
- 34 (1) Six thousand dollars reduced by the total amount of social security benefits and railroad retirement
 36 benefits paid by the United States, but not less than \$0. The reduction does not apply to benefits paid
 38 under the Maine State Retirement System; or
- 40 (2) The aggregate of benefits received under employee retirement plans and included in federal adjusted gross
 42 income.
- For purposes of this paragraph, "employee retirement plan" means a state or federal retirement plan or any other
 retirement benefit plan established and maintained by an employer for the benefit of its employees under Section
 48 401(a), Section 403 or Section 457(b) of the Code. "Employee retirement plan" does not include a military
 50 retirement plan, an individual retirement account under

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| | Section 408 of the Code, a Roth IRA under Section 408A of |
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| 2 | <u>the Code, a rollover individual retirement account, a</u> |
| | <u>simplified employee pension under Section 408(k) of the Code</u> |
| 4 | or an ineligible deferred compensation plan under Section |
| | <u>457(f) of the Code. A person who takes a deduction under</u> |
| 6 | paragraph 0 may not take a deduction under this paragraph; |
| 8 | Sec. II-3. 36 MRSA §5122, sub-§2, ¶¶N and O are enacted to read: |
| 0 | Sec. II-3. 30 WIKSA 93122, Sub-92, 111 and O are enacted to read: |
| 10 | N. Interest or dividends on obligations or securities of |
| | this State and its political subdivisions and authorities to |
| 12 | the extent included in federal adjusted gross income; |
| | |
| 14 | O. An amount equal to any income derived by military |
| | <u>retirees from a military retirement plan to the extent</u> |
| 16 | included in federal adjusted gross income. For purposes of |
| | this paragraph, "military retiree" means any person who has |
| 18 | retired from the active or reserve components of the Army, |
| | Navy, Air Force, Marines or Coast Guard; |
| 20 | |
| | Sec. II-4. Application. That section of this Part that enacts |
| 22 | the Maine Revised Statutes, Title 36, section 5122, subsection 2, |
| 24 | paragraph O applies to tax years beginning on or after January 1, |
| 24 | 2002. |
| | |
| 26 | |
| 26 | PART JJ |
| 26 28 | PART JJ |
| | PART JJ Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: |
| | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: |
| 28 30 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: 1-R. Transfer from Maine Rainy Day Fund. Notwithstanding |
| 28 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: <u>1-R. Transfer from Maine Rainy Day Fund.</u> Notwithstanding subsection 2 and section 1585, the state controller shall |
| 28 30 32 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: 1-R. Transfer from Maine Rainy Day Fund. Notwithstanding subsection 2 and section 1585, the state controller shall transfer from the available balance in the Maine Rainy Day Fund |
| 28 30 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: 1-R. Transfer from Maine Rainy Day Fund. Notwithstanding subsection 2 and section 1585, the state controller shall transfer from the available balance in the Maine Rainy Day Fund to the unappropriated surplus of the General Fund \$30,000,000 no |
| 28 30 32 34 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: 1-R. Transfer from Maine Rainy Day Fund. Notwithstanding subsection 2 and section 1585, the state controller shall transfer from the available balance in the Maine Rainy Day Fund to the unappropriated surplus of the General Fund \$30,000,000 no later than June 30, 2002 and an additional amount not to exceed |
| 28 30 32 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: 1-R. Transfer from Maine Rainy Day Fund. Notwithstanding subsection 2 and section 1585, the state controller shall transfer from the available balance in the Maine Rainy Day Fund to the unappropriated surplus of the General Fund \$30,000,000 no |
| 28 30 32 34 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: 1-R. Transfer from Maine Rainy Day Fund. Notwithstanding subsection 2 and section 1585, the state controller shall transfer from the available balance in the Maine Rainy Day Fund to the unappropriated surplus of the General Fund \$30,000,000 no later than June 30, 2002 and an additional amount not to exceed |
| 28 30 32 34 36 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: 1-R. Transfer from Maine Rainy Day Fund. Notwithstanding subsection 2 and section 1585, the state controller shall transfer from the available balance in the Maine Rainy Day Fund to the unappropriated surplus of the General Fund \$30,000,000 no later than June 30, 2002 and an additional amount not to exceed \$45,000,000 no later than June 30, 2003. |
| 28 30 32 34 36 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: 1-R. Transfer from Maine Rainy Day Fund. Notwithstanding subsection 2 and section 1585, the state controller shall transfer from the available balance in the Maine Rainy Day Fund to the unappropriated surplus of the General Fund \$30,000,000 no later than June 30, 2002 and an additional amount not to exceed \$45,000,000 no later than June 30, 2003. |
| 28 30 32 34 36 38 40 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: 1-R. Transfer from Maine Rainy Day Fund. Notwithstanding subsection 2 and section 1585, the state controller shall transfer from the available balance in the Maine Rainy Day Fund to the unappropriated surplus of the General Fund \$30,000,000 no later than June 30, 2002 and an additional amount not to exceed \$45,000,000 no later than June 30, 2003. Sec. JJ-2. 5 MRSA §1513-A is enacted to read: \$1513-A. Maine Learning Technology Endowment established |
| 28 30 32 34 36 38 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: 1-R. Transfer from Maine Rainy Day Fund. Notwithstanding subsection 2 and section 1585, the state controller shall transfer from the available balance in the Maine Rainy Day Fund to the unappropriated surplus of the General Fund \$30,000,000 no later than June 30, 2002 and an additional amount not to exceed \$45,000,000 no later than June 30, 2003. Sec. JJ-2. 5 MRSA §1513-A is enacted to read: \$1513-A. Maine Learning Technology Endowment established The Maine Learning Technology Endowment, referred to in this |
| 28 30 32 34 36 38 40 42 | Sec. JJ-1. 5 MRSA §1513, sub-§1-R is enacted to read: 1-R. Transfer from Maine Rainy Day Fund. Notwithstanding subsection 2 and section 1585, the state controller shall transfer from the available balance in the Maine Rainy Day Fund to the unappropriated surplus of the General Fund \$30,000,000 no later than June 30, 2002 and an additional amount not to exceed \$45,000,000 no later than June 30, 2003. Sec. JJ-2. 5 MRSA §1513-A is enacted to read: 51513-A. Maine Learning Technology Endowment established The Maine Learning Technology Endowment, referred to in this section as the "endowment," is established within the Maine Rainy |
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2 Sec. JJ-3. 20-A MRSA §19101, as enacted by PL 1999, c. 731, Pt. FFF, §1, is amended to read:

§19101. Establishment of the Maine Learning Technology Endowment Fund; source of funds

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8 The Maine Learning Technology Endowment Fund, referred to in this chapter as the "endowment," "fund," is established. The endowment fund consists of certain--funds--dedicated--by--the Legislature-and-by interest carned on funds in the Maine Learning
 12 Technology Endowment established pursuant to Title 5, section 1513-A and funds received from other private and public sources
 14 for the advancement of learning technology in Maine.

16 Sec. JJ-4. 20-A MRSA §19102, as enacted by PL 1999, c. 731, Pt. FFF, §1, is amended to read:

§19102. Purpose

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 Generally. The endowment <u>fund</u> must be used to enable
 the full integration of appropriate learning technologies into teaching and learning for the State's elementary and secondary
 students. The endowment <u>fund</u> must be managed and governed in a manner that provides for the financially sustainable support, use
 and integration of learning technology in Maine schools as determined by the Legislature.

Learning technology plan. The use of the endowment <u>fund</u>
 must be based on a state learning technology plan adopted by the Legislature.

Sec. JJ-5. 20-A MRSA §19103, as enacted by PL 1999, c. 731, 34 Pt. FFF, §1, is amended to read:

36 §19103. Finances of the fund

38 The endewment <u>fund</u> includes all assets, funds and holdings held in the name of, on behalf of or for the benefit of the 40 endewment <u>fund</u>. This is a nonlapsing fund the sources of which include all appropriations and allocations by the Legislature to 42 the endewment <u>fund; money in the fund pursuant to Title 5, section 1513-A</u>; money from any other source, whether public or 44 private, designated for deposit into or credited to the endewment <u>fund</u>; and interest or other income or assets of the endewment 46 <u>fund</u>.

48 Sec. JJ-6. 20-A MRSA §19104, as enacted by PL 1999, c. 731, Pt. FFF, §1, is repealed.

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Sec. JJ-7. Transition. On the effective date of this Part the 2 Commissioner of Administrative and Financial Services shall transfer any funds held by the Maine State Retirement System for the Maine Learning Technology Endowment to the Maine Learning 4 Technology Endowment established in the Maine Revised Statutes, 6 Title 5, section 1513-A. Any amount in excess of \$50,000,000 in the endowment must be transferred to the Maine Learning Technology Endowment Fund established in Title 20-A, section 8 19101. 10 PART KK 12 Sec. KK-1. Appropriation. The following 14 amounts are appropriated as follows. 16 ECONOMIC AND COMMUNITY DEVELOPMENT, DEPARTMENT OF 18 Office of Tourism 20 22 New Initiative: Provides funds to increase tourism promotion. 24 **General Fund** 2002-03 All Other \$2,193,844 26 \$2,193,844' Total 28 Further amend the amendment by relettering or renumbering any nonconsecutive Part letter or section number to read 30 consecutively. 32 34 FISCAL NOTE 36 This amendment will decrease the General Fund cost of the bill by \$350,000 in fiscal year 2000-01 and by \$3,828,279 in fiscal year 2001-02 but will increase the General Fund cost of 38 the bill by \$4,202,662 in fiscal year 2002-03. Based on the estimated General Fund balances, a balanced General Fund budget 40 is maintained. 42 **SUMMARY** 44 46 This amendment accomplishes the following. 48 It strikes from the committee amendment Part M, which 1. closed the state liquor stores, Part O, which increased the cigarette tax, Part P, which increased the sales tax on prepared 50 food, Part V, which provided for the demolition of the Maine

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State Prison in Thomaston and Part X, which established the 2 Tourism Marketing Promotion Fund.

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2. It provides funds for a 3% cost-of-living adjustment for nursing facilities.

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3. It provides funding for a 2nd tier of cushion funding
 for general purpose aid for local schools. This amendment also provides for the transfer of unobligated balances from general
 purpose aid for local schools and the Maine Rainy Day Fund to the General Fund.

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4. It increases the percentage of state-municipal revenue sharing to 5.2% from 5.1% beginning July 2002 and provides an 14 \$800,000 appropriation for state-municipal revenue sharing in 16 fiscal year 2001-02. It also requires Verizon to transfer \$5,000,000 from the School and Library Network project to the 18 Technology Endowment. The Maine Learning amendment also transfers \$5,000,000 from the Maine Learning Technology Endowment 20 to the General Fund to offset the costs of this amendment.

 5. It provides additional appropriations for infant, toddler and preschool child care subsidies, school-aged child
 care subsidies and full-day, year-round Head Start programs to offset deallocations from Part B.

6. It appropriates \$75,000 in each year of the biennium to
28 the Forum Francophone Des Affaires. This amendment also
expresses the intent of the Legislature that such legislative
30 funding will not continue beyond the end of fiscal year 2002-03
without affirmative action by the Legislature.

7. It directs the Department of Administrative and
 Financial Services to close 5 state liquor stores by December 31,
 2001 and establishes a commission to develop a plan to implement
 the closure of the remaining state liquor stores by December 31,
 2002. The department is directed to close the remaining state
 liquor stores no sconer than June 1, 2002 but not later than
 December 31, 2002.

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8. It amends the law that provides for reimbursement by the
42 State of certain property taxes paid by businesses. Certain property is currently excluded from the BETR program, and, with
44 these changes, certain additional property will be excluded on a prospective basis.

9. It transfers \$2,000,000 from the Abandoned Property Fund
48 resulting from the liquidation of securities held in excess of 3 years to the unappropriated surplus of the General Fund.
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10. It provides a funding mechanism for the demolition of2 the Maine State Prison in Thomaston.

It removes the cap on military pension benefits, thus 4 11. allowing them to be fully deductible from the state income tax. 6 In the same part, this amendment also corrects a conflict created by Public Law 1999, chapters 708 and 731, each of which enacted a new Maine Revised Statutes, Title 36, section 5122, subsection 2, 8 paragraph м. This amendment resolves the conflict by 10 reallocating one of the new paragraphs to be the Maine Revised Statutes, Title 36, section 5122, subsection 2, paragraph N.

12. It establishes the Maine Learning Technology Endowment
within the Maine Rainy Fund to consist of no more than \$50,000,000, which is the amount of the principal of the original
endowment. Interest earned on that segregated amount must be transferred to the Maine Learning Technology Endowment Fund to
accomplish the purposes of the Maine Revised Statutes, Title 20-A, Part 9.

13. It provides the same additional funding for tourism
 promotion in fiscal year 2002-03 as the committee amendment by providing a General Fund appropriation to tourism.
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26 SPONSORED BY: 28 (Senator GAGNON)

30 COUNTY: Kennebec

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