



120th MAINE LEGISLATURE

FIRST REGULAR SESSION-2001

Legislative Document

No. 1377

S.P. 421

In Senate, March 5, 2001

An Act to Credit a Town for Payment from Local Funds for School Construction.

Reference to the Committee on Education and Cultural Affairs suggested and ordered printed.

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JOY J. O'BRIEN Secretary of the Senate

Presented by Senator LONGLEY of Waldo.

| | Be it enacted by the People of the State of Maine as follows: |
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| 2 | Sec. 1. 20-A MRSA §15903, sub-§3, ¶A, as amended by PL 1985, |
| 4 | c. 785, Pt. A, §93, is further amended to read: |
| 6 | A. The Bureau of PublieImprovements <u>General Services</u> , Department of Administration <u>Administrative and Financial</u> |
| 8 | Services; |
| 10 | Sec. 2. 20-A MRSA §15905, sub-§1, ¶A, as amended by PL 1999, c. 731, Pt. YY, §3, is further amended to read: |
| 12 | A. The state board may approve projects as long as no |
| 14 | project approval will cause debt service costs, as defined in section 15603, subsection 8, paragraph A, to exceed the |
| 16 | maximum limits specified in Table 1 in subsequent fiscal years. |
| 18 | Table 1 |
| 20 | |
| 22 | Fiscal year Maximum Debt Service Limit |
| 24 | 1990 \$ 48,000,000 |
| | 1991 \$ 57,000,000 |
| 26 | 1992 \$ 65,000,000 |
| | 1993 \$ 67,000,000 |
| 28 | 1994 \$ 67,000,000 |
| | 1995 \$ 67,000,000 |
| 30 | 1996 \$ 67,000,000 |
| | 1997 \$ 67,000,000 |
| 32 | 1998 \$ 67,000,000 |
| ~ ^ | 1999 \$ 69,000,000 |
| 34 | 2000 \$ 72,000,000 |
| 20 | 2001 \$ 74,000,000 2002 \$ 74,000,000 |
| 36 | 2002 \$ 74,000,000 2003 \$ 74,000,000 |
| 20 | |
| 38 | |
| 40 | 2005 \$-84,000,000 2005 |
| 40 | |
| 42 | <u>2006</u> \$ 96,000,000 |
| 42 | Sec. 3. 30-A MRSA §6006-F, sub-§3, ¶A, as enacted by PL 1997, |
| 44 | c. 787, §13, is amended to read: |
| 46 | A. To make loans to school administrative units for school repair and renovation, including a renovation or repair |
| 48 | required to mitigate a school facility issue that poses a |
| 50 | serious health or safety emergency. |

| | (1) The following repair and renovation needs receive |
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| 2 | first priority status: |
| 4 | (a) Repair or replacement of a roof on a school building; |
| б | |
| 8 | (b) Bringing a school building into compliance with the federal Americans with Disabilities Act, |
| 10 | 42 United States Code, Section 12101 et seq.; |
| 12 | (c) Improving air quality in a school building; |
| 14 | (d) Removing asbestos from or abating asbestos in a school building; |
| 16 | (e) Removing underground oil storage tanks on the |
| 18 | grounds of a school building; and |
| 20 | <pre>(f) Undertaking other health, safety and compliance repairs.</pre> |
| 22 | (2) Repairs and improvements not related to health, safety and compliance repairs receive 2nd priority |
| 24 | status. Those repairs and improvements are limited to a school building structure, windows and doors and to a |
| 26 | school building water or septic system. |
| 28 | (3) Upgrade of learning spaces in school buildings and small-scale capital improvements receive 3rd priority |
| 30 | status. |
| 32 | (4) The Commissioner of Education may approve other necessary repairs; |
| 34 | Sec. 4. 30-A MRSA §6006-F, sub-§3-A is enacted to read: |
| 36 | 2) Bureau of Conoral Corrigon account for attrictuation |
| 38 | 3-A. Bureau of General Services; account for administrative expenses. The Department of Administrative and Financial |
| - | Services, Bureau of General Services shall provide a full |
| 40 | accounting of the construction funds received for administrative expenses in connection with reviewing the specifications and |
| 42 | plans for each individual school construction project. The account must include, but may not be limited to, the amount of |
| 44 | time spent on each project, the types of services rendered in their project review and all related administrative expenses, and |
| 46 | must be presented to the Department of Administrative and Financial Services. |
| 48 | TINGHAT DETATOED. |
| - | Sec. 5. 30-A MRSA $6006-G$ is enacted to read: |

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§6006-G. Credit for nonstate funded projects

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1. State Broad of Education approval. Notwithstanding any 4 other provision of this chapter or rule to the contrary, a school administrative unit is solely responsible for the principal and interest costs of a nonstate funded school construction project 6 approved under Title 20-A, section 15905-A until such time as the unit's project is approved for funding by the State Board of 8 Education. When the unit's project receives final funding approval from the State Board of Education, the sum total of 10 principal and interest costs paid from local funds without State participation must be included in the unit's debt service costs 12 for state subsidy purposes under Title 20-A, section 15603, 14 subsection 8.

 2. Rules. The State Board of Education shall adopt or amend rules necessary to carry out the purposes of this section.
Rules adopted pursuant to this section are routine technical rules as defined in Title 5, chapter 375, subchapter II-A.

SUMMARY

This bill requires that a school administrative unit that was authorized to issue securities for a nonstate-funded school construction project must receive credit for the sum total of principal and interest costs paid from local funds without state participation at such time as the unit's project is approved for funding by the State Board of Education. Under this bill, the school administrative unit is authorized to include principal and interest costs paid from local funds in the unit's debt service costs for state subsidy purposes. The bill also authorizes the State Board of Education to adopt rules to carry out this purpose.