

	L.D. 561
2	DATE: $4 - 14 - 04$ (Filing No. H-911)
4	DATE: $\eta - \eta - \eta - \eta $ (Filing No. H- $\eta \eta $ )
6	Reproduced and distributed under the direction of the Clerk of the House.
8	
10	STATE OF MAINE HOUSE OF REPRESENTATIVES 121ST LEGISLATURE
12	SECOND SPECIAL SESSION
14	HOUSE AMENDMENT " $\mathcal{B}$ " to committee Amendment "A" to H.P. 424,
16	L.D. 561, Bill, "An Act To Improve Standards for Public Assistance to Employers in the State"
18	Amend the amendment by striking out all of sections 1 to 3
20	and inserting in their place the following:
22	'Sec. 1. 36 MRSA §6652, sub-§§4 and 5 are enacted to read:
24	<b>4. Bankruptcy.</b> A person who is a debtor in a bankruptcy proceeding pending in United States Bankruptcy Court at the time
26	reimbursement would be paid is not eligible for reimbursement
20	under this chapter.
28	5. Wage, compliance and return-to-employment standards. In
30	order to be eligible for reimbursement pursuant to this chapter,
	a claimant must:
32	
34	A. Certify upon filing a claim for reimbursement that every employee of the claimant receives a living wage and that the
34	claimant is in compliance with all federal, state and local
36	laws. For purposes of this subsection, "living wage" means
	a wage, calculated on a calendar-year basis, that is at
38	least sufficient to meet the annual basic needs budget as
	most recently published by the Executive Department, State
40	Planning Office. For purposes of this subsection, "living
	wage" includes the value of health, dental and life
42	insurance, any retirement plan and any other fringe benefit provided by the claimant;
44	
16	B. Pay a living wage to every employee of the claimant.
46	This paragraph and the certification requirement in

R.d.S.

.

Page 1-LR1652(5)

ł

# HOUSE AMENDMENT

HOUSE AMENDMENT "" to COMMITTEE AMENDMENT "A" to H.P. 424, L.D. 561

- paragraph A relating to receipt of a living wage do not apply if the claimant does not gualify for reimbursement for more than \$20,000 in a year;
- C. Following the termination of any strike or lockout involving its employees, return to their former jobs all employees who wish to be returned to their former jobs; and
- 8 10

2

4

6

R. OS.

D. Comply with all federal, state and local laws.

The bureau may adopt routine technical rules pursuant to Title 5, 12 chapter 375, subchapter 2-A to implement the provisions of this subsection. The bureau shall suspend or terminate reimbursement 14 of a claimant if that claimant fails to file certification as required by this subsection or if the bureau determines that the 16 certification is false or inaccurate. The bureau shall implement this subsection using existing budgeted resources. A claimant 18 that violates the living wage standard under this subsection shall reimburse the State for any reimbursement received during 20 the period of noncompliance. A claimant that willfully violates a provision of this subsection shall reimburse the State for any 22 reimbursement received during the reimbursement period in which the violation occurred plus a penalty equal to the amount of any reimbursement received during that reimbursement period in 24 addition to any other penalty required by law.'

26

28

30

Further amend the amendment by relettering or renumbering any nonconsecutive Part letter or section number to read consecutively.

32

#### **SUMMARY**

34 This amendment limits the application of the bill to the program that provides reimbursement for taxes paid on certain 36. business property and exempts from the living wage requirement a claimant that does not qualify for reimbursement for more than 38 \$20,000 in a year. It strikes provisions relating to retirement and health benefits and requires the Department of Administrative 40 and Financial Services, Bureau of Revenue Services to implement the law using existing budgeted resources. It provides that the 42 term "living wage" includes the value of health, dental and life

Page 2-LR1652(5)



HOUSE AMENDMENT "B" to COMMITTEE AMENDMENT "A" to H.P. 424, L.D. 561 insurance, any retirement plan and any other fringe benefit provided by the claimant. SPONSORED BY: <u>Medural Hutton</u> (Representative HUTTON) TOWN: Bowdoinham

> FISCAL NOTE REQUIRED (See attached)

> > Page 3-LR1652(5)



Approved: 04/14/04 macc 121st Maine Legislature

# Office of Fiscal and Program Review

### LD 561

An Act to Improve Standards for Public Assistance to Employers in the State

LR 1652(05) Fiscal Note for House Amendment " " to Committee Amendment " " Sponsor: Rep. Hutton Fiscal Note Required: Yes

## **Fiscal Note**

	2003-04	2004-05	Projections 2005-06	Projections 2006-07
Net Cost (Savings) General Fund	\$0	(\$134,369)	(\$128,466)	(\$135,017)
Appropriations/Allocations General Fund	\$0	(\$134,369)	(\$128,466)	(\$135,017)

#### **Fiscal Detail and Notes**

This amendment eliminates a General Fund appropriation of \$66,770 in fiscal year 2004-05 for Maine Revenue Services for one Revenue Agent position and related costs to audit the affected businesses. It also requires Maine Revenue Services to implement the additional requirements utilizing existing budgeted resources.

This amendment also eliminates the General Fund appropriation of \$67,599 in fiscal year 2004-05 for one Development Project Officer position and related all other costs associated with the Department of Economic and Community Development enforcing the certification of the wage and benefit requirements.