



## **121st MAINE LEGISLATURE**

## **FIRST REGULAR SESSION-2003**

Legislative Document

No. 1554

S.P. 523

In Senate, April 10, 2003

## An Act Regarding Eligibility under the Municipal Investment Trust Fund

Reference to the Committee on Business, Research and Economic Development suggested and ordered printed.

JOY J. O'BRIEN Secretary of the Senate

Presented by Senator BROMLEY of Cumberland. (GOVERNOR'S BILL) Cosponsored by Senators: President DAGGETT of Kennebec, ROTUNDO of Androscoggin, YOUNGBLOOD of Penobscot, Representatives: DUPLESSIE of Westbrook, KOFFMAN of Bar Harbor, MILLS of Cornville, SUSLOVIC of Portland, TOBIN of Windham.

	Be it enacted by the People of the State of Maine as follows:
2	Sec. 1. 30-A MRSA §5953-D, sub-§1-A, as enacted by PL 1999, c.
4	776, §13, is amended to read:
6	1-A. Application for downtown improvement grants and loans. In addition to the other forms of financial assistance available
8	under section 6006-D, an eligible municipality or group of municipalities may apply for a downtown improvement grant or loan
10	from the fund, the proceeds of which must be used to acquire, design, plan, construct, enlarge, repair or protect downtown
12	improvements.
14	The bank, in conjunction with the Department of Economic and Community Development, may prescribe an application form or
16	procedure for an eligible municipality or group of municipalities to apply for <u>a grant or</u> a loan under this subsection. The
18	application must include all information necessary for the purpose of implementing this section and section 6006-D.
20	Sec. 2. 30-A MRSA §5953-D, sub-§3, ¶¶D and E, as repealed and
22	replaced by PL 2001, c. 667, Pt. A, §49, are amended to read:
24	D. In the case of a public-service-infrastructure grant or loan, the Department of Economic and Community Development
26	affirms that the applicant has met the conditions of this paragraph.
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30	(1) A municipality is eligible to receive a grant or a loan, or a combination of both, if that municipality has adopted a growth management program certified under
32	section 4347-A that includes a capital improvement program composed of the following elements:
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36	<ul> <li>(a) An assessment of all public facilities and services, such as, but not limited to, roads and other transportation facilities, sewers, schools,</li> </ul>
38	parks and open space, fire and police;
40	(b) An annually reviewed 5-year plan for the replacement and expansion of existing public
42	facilities or the construction of such new
44	facilities as are required to meet expected growth and economic development. The plan must include
46	projections of when and where those facilities will be required; and
48	(c) An assessment of the anticipated costs for
50	replacement, expansion or construction of public facilities, an identification of revenue sources

2	available to meet these costs and recommendations for meeting costs required to implement the plan.
4	(2) A municipality is eligible to receive a loan if that municipality:
6 8	(a) Has adopted a comprehensive plan that is determined by the Executive Department, State
10	Planning Office to be consistent with section 4326, subsections 1 to 4.
12	(3) A municipality is eligible to receive <u>a grant or</u> a loan if that municipality is a service center community.
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16	Subject to the limitations of this subsection, 2 or more municipalities that each meet the requirements of subparagraph (1) $e_{F_{\star}}$ (2) or (3) may jointly apply for
18	assistance under this section; and
20	E. In the case of a downtown improvement <u>grant or</u> loan, the Department of Economic and Community Development affirms
22	that the applicant has met the conditions of this
24	paragraph. A municipality is eligible to receive a downtown improvement <u>grant or</u> loan if that municipality has:
26	(1) Shown broad-based support for downtown revitalization;
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30	(2) Established a comprehensive downtown revitalization work plan, including a definition and a map of the affected area;
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34	(3) Developed measurable goals and objectives;
	(4) Demonstrated an historic preservation ethic;
36	(E) Republiched on environ brand of divert
38	(5)Established-an-ongoingboard-of-directors,with associated-committees;
40	(6)-Provided-an-adequate-operating-budget;
42	(7)-Hired-a-professional-downtown-manager;
44	<del>(8)-Established-an-ongoing-training-program-for-staff</del> and-volunteers+
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48	(9) Developed the capacity to report on the progress of the downtown program; and

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(10) Established the ability and willingness to support integrated marketing efforts for retailers, services, activities and events.

Sec. 3. 30-A MRSA §5953-D, sub-§4-A, as enacted by PL 1999, c. 776, §13, is amended to read:

8 4-A. Criteria; conditions for downtown improvement grants or loans. The Department of Economic and Community Development, in conjunction with the bank, shall develop criteria and conditions for the award of downtown improvement <u>grants or</u> loans to eligible
12 municipalities after consultation with the state agencies listed in subsection 5 and subject to the requirements of this section.
14 The department shall establish a preference for municipalities that are regional service centers or urban compact municipalities or have adopted a comprehensive plan consistent with section 4326.

Sec. 4. 30-A MRSA §6006-D, sub-§2, ¶¶B and C, as corrected by RR 1993, c. 2, §31, are amended to read:

B. To guarantee or insure, directly or indirectly, the
22 payment of notes or bonds issued or to be issued by a municipality for the purpose of financing the construction
24 of any capital improvement described in section 5953-D, subsection 1 or 1-A;

- C. To guarantee or insure, directly or indirectly, funds established by municipalities for the purpose of financing construction of any capital improvement described in section 30 5953-D, subsection 1 or 1-A;
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## SUMMARY

This bill makes service center communities eligible for 36 grants or loans under the Municipal Investment Trust Fund. It also adds that grants or loans may be used for downtown 38 improvement projects and removes some of the program requirements for eligibility for a downtown improvement program.