



123rd MAINE LEGISLATURE

SECOND REGULAR SESSION-2008

Legislative Document

No. 2251

H.P. 1613

House of Representatives, March 10, 2008

An Act To Establish Municipal Cost Components for Unorganized Territory Services To Be Rendered in Fiscal Year 2008-09 and To Require Notation of Tax Enhancement Programs Approved by the County Commissioners

(EMERGENCY)

Reported by Representative PIOTTI of Unity for the Department of Audit pursuant to the Maine Revised Statutes, Title 36, section 1604.

Reference to the Committee on Taxation suggested and ordered printed under Joint Rule 218.

Millicent M. Mac Jarland

MILLICENT M. MacFARLAND Clerk 1 **Emergency preamble. Whereas,** acts and resolves of the Legislature do not 2 become effective until 90 days after adjournment unless enacted as emergencies; and

3 Whereas, prompt determination and certification of the municipal cost components 4 in the Unorganized Territory Tax District are necessary to the establishment of a mill rate 5 and the levy of the Unorganized Territory Educational and Services Tax; and

6 Whereas, in the judgment of the Legislature, these facts create an emergency within 7 the meaning of the Constitution of Maine and require the following legislation as 8 immediately necessary for the preservation of the public peace, health and safety; now, 9 therefore,

10 Be it enacted by the People of the State of Maine as follows:

Sec. 1. 5 MRSA §246, sub-§2, ¶B, as enacted by PL 1985, c. 459, Pt. C, §1, is
amended to read:

13 To prepare and submit, by March 1st, annually, a report of his the fiscal B. administrator's review, analysis and investigation to the joint standing committee of 14 15 the Legislature having jurisdiction over taxation, each Legislator representing a 16 county containing unorganized territory and the office of the county commissioners 17 of each county having unorganized territory. The report shall must contain sufficient 18 detail to explain fully each agency or county request and may contain 19 recommendations by the administrator regarding legislative or administrative action. 20 This report must also include a notation as to any tax enhancement programs that 21 have been approved by the county commissioners;

Sec. 2. 5 MRSA §246, sub-§3, as enacted by PL 1985, c. 459, Pt. C, §1, is
amended to read:

24 3. Legislation. The fiscal administrator shall prepare and submit legislation to the 25 Legislature by March 1st, annually, providing for the requests made by counties and state 26 agencies for services provided in the unorganized territory which that are entitled to 27 funding under Title 36, chapter 115. Legislation submitted pursuant to this subsection 28 must also include a notation as to any tax enhancement programs that have been approved 29 by the county commissioners. The administrator shall may not reject or change a budget 30 submitted by a county or state agency without the approval of the county or agency 31 making the request.

32 Sec. 3. Municipal cost components for services rendered. In accordance 33 with the Maine Revised Statutes, Title 36, chapter 115, the Legislature determines that 34 the net municipal cost component for services and reimbursements to be rendered in 35 fiscal year 2008-09 is as follows:

36	Audit - Fiscal Administration	\$198,294
37		
38	Education	11,883,253
39		
40	Forest Fire Protection	160,000

1		
2	Human Services - General Assistance	62,000
3		
4	Property Tax Assessment - Operations	799,852
5		
6	Maine Land Use Regulation Commission -	404,589
7	Operations	
8		
9	TOTAL STATE AGENCIES	\$13,507,988
10		
11 12	County Reimbursements for Services:	
12	Aroostook	\$822,656
13	Franklin	653,984
15	Hancock	164,925
16	Kennebec	881
17	Oxford	459,128
18	Penobscot	857,695
19	Piscataquis	1,145,517
20	Somerset	864,474
20		686,371
21	Washington	080,571
22	TOTAL COUNTY SERVICES	\$5,655,631
23 24	IOTAL COUNT I SERVICES	\$5,055,051
25	TOTAL REQUIREMENTS	\$19,163,619
26	IOTAL REQUIREMENTS	\$17,105,017
20		
27	COMPUTATION OF ASSESSMENT	
28		
29	Requirements	\$19,163,619
30		
31	Less Deductions:	
32	General -	
33	State Revenue Sharing	\$290,000
34	Homestead Reimbursement	100,000
35	Miscellaneous Revenues	50,000
36	Transfer from Undesignated Fund Balance	3,000,000
37		
38	TOTAL	\$3,440,000
39 40		
40	Educational -	

.

•

•

1	Land Reserved Trust	\$100,000
2	Tuition/Travel	250,000
3	Miscellaneous	5,000
4	Special - Teacher Retirement	200,000
5		
6	TOTAL	\$555,000
7		
8	TOTAL DEDUCTIONS	(\$3,995,000)
9		
10	TAX ASSESSMENT	\$15,168,619

11 **Emergency clause.** In view of the emergency cited in the preamble, this 12 legislation takes effect when approved.

SUMMARY

13

14 This bill establishes municipal cost components for state and county services 15 provided to the unorganized territory that would be paid for by a municipality. The 16 municipal cost components constitute the property tax for the unorganized territory.

17 In addition, this bill requires that the fiscal administrator of the unorganized territory 18 include in both the report and proposed legislation submitted annually to the Legislature a 19 notation as to any tax enhancement programs that have been approved by the county 20 commissioners.