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S.P. 383

In Senate, March 19, 2013

An Act To Authorize a General Fund Bond Issue To Support Waterfront Development

Reference to the Committee on Appropriations and Financial Affairs suggested and ordered printed.

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DAREK M. GRANT Secretary of the Senate

Presented by Senator HASKELL of Cumberland. Cosponsored by Representative CAREY of Lewiston and Senators: President ALFOND of Cumberland, BOYLE of Cumberland, CAIN of Penobscot, GOODALL of Sagadahoc, MAZUREK of Knox, Representatives: FARNSWORTH of Portland, GATTINE of Westbrook, PEOPLES of Westbrook. **Preamble.** Two thirds of both Houses of the Legislature deeming it necessary in accordance with the Constitution of Maine, Article IX, Section 14 to authorize the issuance of bonds on behalf of the State of Maine to provide funds as described in this Act,

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

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PART A

Sec. A-1. Authorization of bonds. The Treasurer of State is authorized, under
the direction of the Governor, to issue bonds in the name and on behalf of the State in an
amount not exceeding \$10,000,000 for the purposes described in section 6 of this Part.
The bonds are a pledge of the full faith and credit of the State. The bonds may not run for
a period longer than 10 years from the date of the original issue of the bonds.

12 Sec. A-2. Records of bonds issued; Treasurer of State. The Treasurer of 13 State shall ensure that an account of each bond is kept showing the number of the bond, 14 the name of the successful bidder to whom sold, the amount received for the bond, the 15 date of sale and the date when payable.

16 Sec. A-3. Sale; how negotiated; proceeds appropriated. The Treasurer of State may negotiate the sale of the bonds by direction of the Governor, but no bond may 17 be loaned, pledged or hypothecated on behalf of the State. The proceeds of the sale of the 18 19 bonds, which must be held by the Treasurer of State and paid by the Treasurer of State upon warrants drawn by the State Controller, are appropriated solely for the purposes set 20 forth in this Part. Any unencumbered balances remaining at the completion of the project 21 in this Part lapse to the Office of the Treasurer of State to be used for the retirement of 22 23 general obligation bonds.

24 **Sec. A-4. Interest and debt retirement.** The Treasurer of State shall pay 25 interest due or accruing on any bonds issued under this Part and all sums coming due for 26 payment of bonds at maturity.

Sec. A-5. Disbursement of bond proceeds from General Fund bond issue. The proceeds of the sale of the bonds authorized under this Part must be expended as designated in the following schedule under the direction and supervision of the agencies and entities set forth in this section.

31 ECONOMIC AND COMMUNITY

32 **DEVELOPMENT, DEPARTMENT OF**

33 34 Waterfront Community Development 35 Program

Provides funds for the creation of a grant program to invest in economic revitalization, environmental enhancement and community betterment projects along the waterfronts of the State in a fashion that preserves and enhances economic activity, environmental protection and the quality of life for Maine people. 1 Total

Sec. A-6. Use of bonds. Bond proceeds may be used for grants for investment in economic revitalization, environmental enhancement and community betterment projects along waterfronts of the State in a fashion that preserves and enhances economic activity, environmental protection and the quality of life for Maine people, except that use of the proceeds is subject to the following conditions and requirements.

Any municipality with either ocean or river waterfront and any nonprofit
corporation organized in whole or in part for the purposes of economic, environmental
and community development of waterfront in the State may apply to the Department of
Economic and Community Development for funding from this grant program.

- 11 2. For a project to be eligible to receive grant funding, the project must have as its 12 purpose:
- A. The development or restoration of public parks, walkways and other public spaces
 along waterfront corridors either situated in downtown, developed waterfront
 locations or between and connecting 2 or more such locations;
- B. Rehabilitation of degraded or dilapidated shorelines in downtown waterfront
 locations in a manner designed to encourage subsequent private development on or
 near those shorelines; or
- 19 C. The restoration of native fisheries and aquatic ecosystems.
- 3. Proposed projects must demonstrate support from a broad range of public and
 private entities and the local community.
- 4. Eligible applications must include a commitment of one dollar in matching fundsfrom other public or private sources for every dollar in bond funds.
- Sec. A-7. Contingent upon ratification of bond issue. Sections 1 to 6 do not
 become effective unless the people of the State ratify the issuance of the bonds as set
 forth in this Part.

Sec. A-8. Appropriation balances at year-end. At the end of each fiscal year, all unencumbered appropriation balances representing state money carry forward. Bond proceeds that have not been expended within 10 years after the date of the sale of the bonds lapse to the Office of the Treasurer of State to be used for the retirement of general obligation bonds.

Sec. A-9. Bonds authorized but not issued. Any bonds authorized but not issued within 5 years of ratification of this Part are deauthorized and may not be issued, except that the Legislature may, within 2 years after the expiration of that 5-year period, extend the period for issuing any remaining unissued bonds for an additional amount of time not to exceed 5 years. 1 Sec. A-10. Referendum for ratification; submission at election; form of 2 question; effective date. This Part must be submitted to the legal voters of the State at 3 a statewide election held in the month of November following passage of this Act. The 4 municipal officers of this State shall notify the inhabitants of their respective cities, towns 5 and plantations to meet, in the manner prescribed by law for holding a statewide election, 6 to vote on the acceptance or rejection of this Part by voting on the following question:

7 "Do you favor a \$10,000,000 bond issue to fund a grant program administered by the Department of Economic and Community Development to invest in economic, environmental and community development projects along waterfronts in Maine, to be met by matching public or private funds?"

12 The legal voters of each city, town and plantation shall vote by ballot on this question and designate their choice by a cross or check mark placed within a corresponding square 13 below the word "Yes" or "No." The ballots must be received, sorted, counted and 14 declared in open ward, town and plantation meetings and returns made to the Secretary of 15 State in the same manner as votes for members of the Legislature. The Governor shall 16 17 review the returns. If a majority of the legal votes are cast in favor of this Part, the 18 Governor shall proclaim the result without delay and this Part becomes effective 30 days 19 after the date of the proclamation.

The Secretary of State shall prepare and furnish to each city, town and plantation all ballots, returns and copies of this Part necessary to carry out the purposes of this referendum.

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PART B

24 Sec. B-1. Program established; administration. The Waterfront Community Development Program, referred to in this Part as "the program," is established within the 25 26 Department of Economic and Community Development to assist and encourage 27 communities along Maine's ocean and river waterfronts to revitalize their waterfronts in an environmentally sustainable manner and to promote waterfront-oriented community 28 29 development and enhancement projects. The department shall administer the program directly through the Municipal Investment Trust Fund to provide funding for the 30 rehabilitation, revitalization and enhancement of waterfront communities and ocean and 31 32 river ecosystems in the State.

33 Review panel. The Department of Economic and Community Sec. B-2. Development shall organize a review panel to make recommendations for the operation 34 35 of the program, including without limitation evaluating applications and determining funding under the program. The panel consists of the Commissioner of Economic and 36 37 Community Development, the Commissioner of Agriculture, Conservation and Forestry and the Director of the Governor's Office of Policy and Management within the 38 Executive Department and 4 members of the public with expertise in the areas of: 39 economic and community development; environmental conservation; tourism and 40 ecotourism development and promotion; and park and trail design and development. 41

1 2 3 4	Sec. B-3. Selection criteria. The Department of Economic and Community Development shall develop selection criteria with which to evaluate applications for funding under the program for investment in waterfront communities. The selection criteria must include, without limitation:
5 6	1. The economic significance of the proposed project to the immediate vicinity and to the State as a whole;
7	2. The level of compatibility with clean and healthy aquatic ecosystems;
8	3. The value of the proposed project with respect to downtown revitalization;
9 10	4. The value of the proposed project with respect to environmental protection and ecological restoration;
11	5. The value of the proposed project with respect to recreational uses;
12	6. The degree of community support for the proposed investment; and
13 14	7. The extent to which the proposed project involves partnerships and meets multiple criteria for benefits.
15 16 17	Sec. B-4. Contingent upon ratification of bond issue. This Part does not become effective unless the people of the State ratify the issuance of the bonds as set forth in Part A of this Act.
18	SUMMARY
19 20 21 22 23	The funds provided by this bond issue, in the amount of \$10,000,000, will be used to fund a grant program to invest in projects that contribute to economic, environmental and community development and revitalization along the State's waterfronts, promote economic activity, protect the environment and enhance the quality of life for Maine people.