

SMG FI. 01 9		LD 1726		
- 1		L.D. 1736		
2	Date: 4/6/2018	(Filing No. S- $445$ )		
3	VETERANS AND LEGAL AFFAIRS			
4	Reproduced and distributed under the directio	Reproduced and distributed under the direction of the Secretary of the Senate.		
5	STATE OF M	STATE OF MAINE		
6	SENATE			
7	128TH LEGISLATURE			
8	SECOND REGULAR SESSION			
0				
9 10	COMMITTEE AMENDMENT " $A$ " to S. Broaden Educational Opportunities for Members of	P. 635, L.D. 1736, Bill, "An Act To of the Maine National Guard"		
11	Amend the bill by striking out the title and sub	ostituting the following:		
12 13	'An Act To Broaden Educational Opportunities Guard and Provide Financial Assistance to Vet			
14 15	Amend the bill by striking out everything at summary and inserting the following:	fter the enacting clause and before the		
16 17	'Sec. 1. 30-A MRSA §6054, sub-§4, as examended to read:	nacted by PL 2013, c. 269, Pt. B, §2, is		
18 19 20 21 22 23 24 25 26 27 28 29	4. Use of fund during bond retirement per retired. Money in the fund must be held and app operation revenue bonds and any ancillary obligat and ancillary obligations become due and pays operation revenue bonds, including costs of adm ancillary obligations and the payment of any red when any liquor operation revenue bonds are red the payment of ancillary obligations; except that, to not needed in accordance with terms of the liquor obligations, before June 30th of each year, the bo exceeding \$7,000,000 \$7,400,000 to be paid to to and order as follows:	blied solely to the payment of the liquor tions secured by the fund as the bonds able and for the retirement of liquor inistering the fund, the bonds and the demption premium required to be paid eemed or retired before maturity or for to the extent there is money in the fund operation revenue bonds and ancillary and bank shall withdraw an amount not		
30 31 32 33 34 35	A. First, an amount not to exceed \$7,000,0 account within the Department of Health and the Department of Environmental Protection, maximum amount allowed for federal matchi programs, whichever is less, to be used for re- systems and wastewater treatment; and	Human Services and an account within , up to \$3,500,000 per account or the ng funds purposes under federal water		

÷

Page 1 - 128LR2746(02)-1

	COMMITTEE AMENDMENT "A" to S.P. 635, L.D. 1736
1 2	A-1. Second, \$250,000 to the Veterans Temporary Assistance Fund established by Title 37-B, section 505, subsection 1-B;
3 4	A-2. Third, \$150,000 to the Maine National Guard Postsecondary Fund established by Title 37-B, section 353-A; and
5 6	B. The remainder, if any, to an account within the Department of Transportation to be used for the construction of highways and bridges.
7 8 9 10	Immediately upon retirement of all outstanding liquor operation revenue bonds and ancillary obligations secured by the fund, the bond bank shall withdraw any excess money in the fund and transfer it to the Maine Budget Stabilization Fund established in Title 5, section 1532.
11 12	Sec. 2. 37-B MRSA §352, sub-§4, as amended by PL 2015, c. 465, Pt. D, §4, is further amended to read:
13 14 15 16 17 18	4. State postsecondary education institution. "State postsecondary education institution" means the University of Maine System, the Maine Maritime Academy, the Maine Community College System or any other college or university system established as a public instrumentality of this State or a private nonprofit postsecondary education institution in this State registered with the Military Bureau as a participating institution in accordance with this subchapter.
19	Sec. 3. 37-B MRSA §352-A is enacted to read:
20	<u>§352-A.</u> Participating institution registration
21 22 23 24 25 26	A member is entitled to a tuition benefit described in this subchapter at a private nonprofit postsecondary education institution in the State if that private nonprofit postsecondary education institution is registered with the Military Bureau as a participating institution in the manner prescribed by the bureau. The bureau may adopt rules to implement the registration requirement described in this section. Rules adopted in accordance with this section are routine technical rules as described under Title 5,

27 chapter 375, subchapter 2.

28 Sec. 4. 37-B MRSA §353-B, as enacted by PL 2015, c. 465, Pt. D, §6, is amended
29 to read:

30 §353-B. Tuition benefit for member

31 A member who meets the prerequisites of section 354 is entitled to a 100% tuition 32 benefit at a state postsecondary education institution, except that the tuition benefit at a 33 state postsecondary education institution that is a private nonprofit postsecondary 34 education institution may not exceed the in-state tuition at the University of Maine at 35 Orono for the previous academic year. The benefit applies to tuition for a member 36 enrolled or accepted for admission to a state postsecondary education institution on a full-37 time or part-time basis. To be eligible for the benefit, a member must be enrolled full-38 time or part-time at a state postsecondary education institution. The benefit may be used 39 to earn one credential at the following levels: baccalaureate, associate or certificate and 40 licensure. The benefit must be reduced by any other tuition assistance received by a 41 member not related to housing costs or non-tuition expenses.

Page 2 - 128LR2746(02)-1

COMMITTEE AMENDMENT "A " to S.P. 635, L.D. 1736

Sec. 5. 37-B MRSA §357, as repealed and replaced by PL 2015, c. 465, Pt. D, §12, is amended to read:

3 §357. In-state tuition rates

A <u>Unless otherwise provided under this subchapter</u>, a member who is approved to receive tuition benefits under this subchapter qualifies for in-state tuition rates.

Sec. 6. 37-B MRSA §505, sub-§1-A, as amended by PL 2009, c. 415, Pt. A, §§24 and 25, is repealed.

7 8 9

10

11

12

13

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

39

40

1 2

4

5

6

Sec. 7. 37-B MRSA §505, sub-§§1-B and 1-C are enacted to read:

**1-B.** Veterans Temporary Assistance Fund. The Veterans Temporary Assistance Fund, referred to in this section as "the fund," is established as a dedicated, nonlapsing Other Special Revenue Funds account in the bureau. The fund is administered and used by the director for the purposes of offering financial assistance to veterans as prescribed by subsection 1-C.

14 <u>1-C. Financial assistance.</u> The following provisions apply to grants of temporary
15 <u>financial assistance to veterans.</u>

A. The bureau may provide a grant of temporary assistance not to exceed \$2,000 to a veteran currently a resident of this State who has filed a valid claim for a veteran's pension, pending notification of the award of such a pension. For purposes of this paragraph, "claim for a veteran's pension" means a claim filed with the United States Department of Veterans Affairs pursuant to 38 United States Code, Chapter 15.

B. The bureau may provide a grant of temporary assistance not to exceed \$2,000 to a veteran currently a resident of this State who demonstrates to the bureau's satisfaction a financial need and suffers an emergency, including but not limited to:

- (1) Damage to that veteran's home due to fire, flood or hurricane that is not fully compensable by insurance;
  - (2) Illness or the illness of an immediate family member; or
  - (3) Hardship that would result in the veteran becoming homeless.

C. A veteran who requests temporary assistance under this subsection and is denied such assistance by the bureau may request a reconsideration and review of this decision. Requests for reconsideration of a claim must be reviewed by the director and the commissioner or the commissioner's designee, and the decision after the reconsideration is final and may not be appealed to a court.

D. The bureau may contract with an organization incorporated in the State as a nonprofit corporation in accordance with Title 13-B or an organization with taxexempt status under 26 United States Code, Section 501(c) for the purpose of providing temporary financial assistance to veterans as described in this subsection. A contract authorized under this subsection may provide only for the distribution of direct temporary financial assistance to veterans and may not provide for compensation for personnel costs of the organization, funding of positions of employment within the organization or administrative costs of the organization

Page 3 - 128LR2746(02)-1

	COMMITTEE AMENDMENT "A " to S.P. 635, L.D. 1736					
1 2	except those directly related to the distribution of temporary financial assistance grants to veterans.					
3 4 5	E. The department may adopt rules to implement this subsection. Rules adopted pursuant to this paragraph are routine technical rules as defined in Title 5, chapter 375, subchapter 2-A.					
6 7 8	For the purposes of this subsection, "veteran" has the same meaning as "eligible veteran" in section 504, subsection 4, paragraph A-1. The director may also determine eligibility for temporary financial assistance on a case-by-case basis.					
9 10	Sec. 8. Appropriations and allocations. The following appropriations and allocations are made.					
11 12	DEFENSE, VETERANS AND EMERGENCY MANAGEMENT, DEPARTMENT OF					
13	Maine National Guard Postsecondary Fund Z190					
14 15	Initiative: Provides allocations for tuition assistance to veterans attending state postsecondary education institutions and private postsecondary education institutions.					
16 17 18	OTHER SPECIAL REVENUE FUNDS All Other	<b>2017-18</b> \$0	<b>2018-19</b> \$150,000			
19	OTHER SPECIAL REVENUE FUNDS TOTAL	\$0	\$150,000			
20	Veterans Temporary Assistance Fund N284					
21 22	Initiative: Establishes the Veterans Temporary Assistance Fund and provides allocations for financial assistance to veterans.					
23 24 25	<b>OTHER SPECIAL REVENUE FUNDS</b> All Other	<b>2017-18</b> \$0	<b>2018-19</b> \$250,000			
26	OTHER SPECIAL REVENUE FUNDS TOTAL	\$0	\$250,000			
27 28 29 30 31 32 33 34	DEFENSE, VETERANS AND EMERGENCY MANAGEMENT, DEPARTMENT OF DEPARTMENT TOTALS	2017-18	2018-19			
	<b>OTHER SPECIAL REVENUE FUNDS</b>	\$0	\$400,000			
	DEPARTMENT TOTAL - ALL FUNDS	\$0	\$400,000			

Page 4 - 128LR2746(02)-1

COMMITTEE AMENDMENT "A" to S.P. 635, L.D. 1736

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

#### SUMMARY

This amendment replaces the bill. It repeals the provision in current law that allows the Department of Defense, Veterans and Emergency Management, Bureau of Maine Veterans' Services to provide veterans with temporary and emergency assistance and instead establishes the Veterans Temporary Assistance Fund and prescribes the purposes for which it may be used within the bureau. The amendment also provides ongoing funding for the Veterans Temporary Assistance Fund and the Maine National Guard Postsecondary Fund from the Liquor Operation Revenue Fund.

Like the bill, the amendment expands the Maine National Guard Education Assistance Program to include private nonprofit postsecondary education institutions as institutions where members of the Maine National Guard may receive a tuition benefit. It amends the definition of "state postsecondary education institution," which includes the University of Maine System, the Maine Maritime Academy and the Maine Community College System, to add private nonprofit postsecondary education institutions in the State that have registered with the Military Bureau. The amendment requires that private nonprofit postsecondary education institutions must register with the Military Bureau in order to take part in the Maine National Guard Education Assistance Program. In the amendment, the tuition benefit provided by a private nonprofit postsecondary education institution may not exceed the in-state tuition at the University of Maine at Orono for the previous academic year. The amendment also adds an appropriations and allocations section.

### FISCAL NOTE REQUIRED

(See attached)

Page 5 - 128LR2746(02)-1



## **128th MAINE LEGISLATURE**

## LD 1736

LR 2746(02)

## An Act To Broaden Educational Opportunities for Members of the Maine National Guard

Fiscal Note for Bill as Amended by Committee Amendment "A" (S - 445) Committee: Veterans and Legal Affairs Fiscal Note Required: Yes

## Fiscal Note

Appropriations/Allocations	FY 2017-18	FY 2018-19	Projections FY 2019-20	Projections FY 2020-21
Other Special Revenue Funds	\$0	\$400,000	\$400,000	\$400,000
<b>Revenue</b> Other Special Revenue Funds State Alcoholic Beverage Fund	\$0 \$0	\$400,000 (\$400,000)	\$400,000 (\$400,000)	\$400,000 (\$400,000)

### Fiscal Detail and Notes

The bill expands the Maine National Guard Tuition Assistance Program to add private nonprofit postsecondary education institutions where Maine National Guard members may receive a tuition benefit under the program. To the extent that there are sufficient funds available in the Maine National Guard Postsecondary Fund to pay the tuition costs for all Maine National Guard members who want to participate in the program, there is no fiscal impact to the higher education institutions. However, if expanding the program results in tuition costs exceeding available funding, there would be an impact to the higher education institutions in the form of lost tuition revenue.

The bill includes an allocation of \$250,000 to the newly established Veterans Temporary Assistance Fund within the Department of Defense, Veterans and Emergency Management which will be used for financial assistance to veterans. Funding will come from an annual transfer of \$250,000 from the Liquor Operation Revenue Fund (LORF) beginning in fiscal year 2018-19.

The bill also includes an allocation of \$150,000 to the Maine National Guard Postsecondary Fund within the Department of Defense, Veterans and Emergency Management which will be used for tuition assistance to veterans attending state postsecondary education institutions and private postsecondary education institutions. Funding will come from an annual transfer of \$150,000 from the LORF beginning in fiscal year 2018-19.

Increasing from \$7,000,000 to \$7,400,000 the amount withdrawn annually from the LORF and paid to the State and changing the distribution to include the \$400,000 described above, will reduce the balance in the LORF. Current law requires, once certain revenue bonds have been retired, which is the primary obligation of the LORF, any excess funds be transferred to the Maine Budget Stabilization Fund. Since this bill reduces the balance in the LORF by \$400,000 annually, the final balance available in the LORF to be transferred to the Maine Budget Stabilization Fund once the bonds have been retired will be much lower than under current law.