



129th MAINE LEGISLATURE

SECOND REGULAR SESSION-2020

Legislative Document

No. 1893

S.P. 645

In Senate, December 24, 2019

An Act To Require a Lease of Public Lands To Be Based on Reasonable Market Value and To Require Approval of Such Leases for Commercial Purposes

(EMERGENCY)

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 203.

Received by the Secretary of the Senate on December 20, 2019. Referred to the Committee on Agriculture, Conservation and Forestry pursuant to Joint Rule 308.2 and ordered printed.

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DAREK M. GRANT Secretary of the Senate

Presented by Senator BLACK of Franklin. Cosponsored by Representative HICKMAN of Winthrop and Senators: CARSON of Cumberland, DAVIS of Piscataquis, DILL of Penobscot, FARRIN of Somerset, President JACKSON of Aroostook, MIRAMANT of Knox, Representatives: HEPLER of Woolwich, KESCHL of Belgrade.

- 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,** without immediate action to ensure the State is receiving adequate 4 compensation for the lease of public lands, the State will suffer economic loss; and

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

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

Sec. 1. 12 MRSA §598-A, first ¶, as enacted by PL 1993, c. 639, §1, is amended to read:

The following lands are designated lands under the Constitution of Maine, Article IX, 12 Section 23. Designated lands under this section may not be reduced or substantially 13 14 altered, except by a 2/3 vote of the Legislature and compliance with the requirements in section 1852-A. It is the intent of the Legislature that individual holdings of land or 15 classes of land may be added to the list of designated lands under this section in the 16 17 manner normally reserved for amending the public laws of the State. Once so designated, however, it is the intent of the Legislature that designated lands remain subject to the 18 19 provisions of this section, section 1852-A and the provisions of the Constitution of Maine, Article IX, Section 23 until such time as the designation is repealed or limited by 20 a 2/3 vote of the Legislature. 21

- 22 Sec. 2. 12 MRSA §1852-A is enacted to read:
- 23 §1852-A. Fair market value for leased lands; approval of commercial leases

24 1. Fair market value. Notwithstanding any provision of section 1852 to the contrary, the bureau may lease public reserved lands for the purposes specified in section 25 1852, including the right to use those public reserved lands, only if the compensation for 26 the lease entered into by the bureau under this subchapter is based on reasonable market 27 value and the Legislature has approved the lease pursuant to the provisions of the 28 Constitution of Maine, Article IX, Section 23. The director, by routine technical 29 rulemaking pursuant to Title 5, chapter 375, subchapter 2-A, shall adopt rules for 30 determining reasonable market value. 31

2. Approval of commercial leases. The bureau, prior to entering into a lease of 32 33 public reserved lands for commercial purposes, shall submit the lease, including all pertinent terms regarding the lease, including, but not limited to, the length of the lease, 34 the lessee and the amount and purpose of the lease, to the joint standing committee of the 35 Legislature having jurisdiction over public lands matters for review and approval by the 36 Legislature. The joint standing committee may recommend the approval of the lease, 37 38 either with or without changes to the terms, including the requirement that the lease be approved by a 2/3 vote of the Legislature, or disapproval of the lease and report that 39

recommendation to the full Legislature for approval. If the Legislature fails to approve
the lease, the bureau may not enter into the lease.

3 Sec. 3. Retroactive application; review of leases since 2014. The Director of the Bureau of Parks and Lands within the Department of Agriculture, Conservation and 4 Forestry shall examine all leases of public reserved lands entered into by the State since 5 January 1, 2014 to determine whether those leases are in compliance with the Maine 6 Revised Statutes, Title 12, section 1852-A. The director shall report the findings of this 7 examination, including any recommendations for action on leases entered into in 8 9 violation of Title 12, section 1852-A, to the Joint Standing Committee on Agriculture, Conservation and Forestry no later than March 1, 2020. The joint standing committee 10 may report out legislation related to the report of the director to the Second Regular 11 12 Session of the 129th Legislature.

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

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SUMMARY

This bill requires that any lease of public lands by the State be at reasonable market 16 value and be approved by the Legislature pursuant to the Constitution of Maine, Article 17 18 IX, Section 23. The bill requires the Department of Agriculture, Conservation and Forestry, Bureau of Parks and Lands to submit a lease of public lands for commercial 19 purposes to the joint standing committee of the Legislature having jurisdiction over 20 public lands matters for approval, amendment or disapproval by the committee. The joint 21 standing committee must submit its recommendation to the Legislature for approval. If 22 the Legislature does not approve the lease, the bureau may not enter into the lease. 23

24 The bill also requires the Director of the Bureau of Parks and Lands to examine all leases of public reserved lands entered into by the State since January 1, 2014 to 25 determine whether those leases are in compliance with these requirements. The director 26 is required to report the findings of this examination, including any recommendations for 27 action on noncompliant leases, to the Joint Standing Committee on Agriculture, 28 Conservation and Forestry no later than March 1, 2020. The joint standing committee 29 may report out legislation related to the report of the director to the Second Regular 30 Session of the 129th Legislature. 31