

MAINE STATE LEGISLATURE

The following document is provided by the
LAW AND LEGISLATIVE DIGITAL LIBRARY
at the Maine State Law and Legislative Reference Library
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied
(searchable text may contain some errors and/or omissions)

ROS

1
2
3
4
5
6
7
8
9
10
11
12
13
14

L D 46

Date 5/17/23

(Filing No S-102)

**INNOVATION, DEVELOPMENT, ECONOMIC ADVANCEMENT AND
BUSINESS**

Reproduced and distributed under the direction of the Secretary of the Senate

**STATE OF MAINE
SENATE
131ST LEGISLATURE
FIRST SPECIAL SESSION**

COMMITTEE AMENDMENT "A" to S P 38, L D 46, "An Act to Amend the
Statutory Balance Limit on the Finance Authority of Maine's Loan Insurance Reserves"

Amend the bill by incorporating the attached fiscal note

SUMMARY

This amendment incorporates a fiscal note

COMMITTEE AMENDMENT



131st MAINE LEGISLATURE

LD 46

LR 106(02)

An Act to Amend the Statutory Balance Limit on the Finance Authority of Maine's Loan Insurance Reserves

Fiscal Note for Bill as Amended by Committee Amendment "A" (S-106)
Committee: Innovation, Development, Economic Advancement and Business
Fiscal Note Required: Yes

Fiscal Note

Increased funding - Loan Insurance Reserve

Fiscal Detail and Notes

Current law provides that the State Controller transfer, at the close of each fiscal year, up to \$1,000,000 from the unappropriated surplus of the General Fund to the Loan Insurance Reserve within the Finance Authority of Maine (FAME) until the combined balance of the Loan Insurance Reserve and the Mortgage Insurance Fund, also within FAME, reaches \$40,000,000. This transfer is the 2nd priority in the so-called "cascade" after transfers to replenish the State Contingent Account pursuant to 5 MRSA §1507 are made.

This bill proposes to increase the cap on the amount of funds that FAME may have in its combined Loan Insurance Reserve and Mortgage Insurance Fund from \$40,000,000 to \$50,000,000, thus continuing the \$1,000,000 transfer to the Loan Insurance Reserve until the new cap is reached. Extending the annual \$1,000,000 transfer will reduce the amount available for other statutory priorities of the cascade that fall after the Loan Insurance Reserve.