

MAINE STATE LEGISLATURE

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131st MAINE LEGISLATURE

FIRST REGULAR SESSION-2023

Legislative Document

No. 1185

S.P. 481

In Senate, March 14, 2023

**An Act to Authorize a General Fund Bond Issue to Recapitalize the
School Revolving Renovation Fund**

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

A handwritten signature in black ink, appearing to read 'D M Grant'.

DAREK M. GRANT
Secretary of the Senate

Presented by Senator INGWERSEN of York.
Cosponsored by Senator PIERCE of Cumberland, Representative WOODSOME of Waterboro
and
Senators: LIBBY of Cumberland, RAFFERTY of York, Representatives: CARLOW of
Buxton, PLUECKER of Warren, WHITE of Waterville, ZEIGLER of Montville.

1 **Preamble.** Two thirds of both Houses of the Legislature deeming it necessary in
2 accordance with the Constitution of Maine, Article IX, Section 14 to authorize the issuance
3 of bonds on behalf of the State of Maine to provide funds as described in this Act,

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

5 **Sec. 1. Authorization of bonds.** The Treasurer of State is authorized, under the
6 direction of the Governor, to issue bonds in the name and on behalf of the State in an
7 amount not exceeding \$100,000,000 for the purposes described in section 5 of this Act.
8 The bonds are a pledge of the full faith and credit of the State. The bonds may not run for
9 a period longer than 10 years from the date of the original issue of the bonds.

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

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

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

25 **Sec. 5. Disbursement of bond proceeds from General Fund bond issue.** The
26 proceeds of the sale of the bonds authorized under this Act must be expended as designated
27 in the following schedule under the direction and supervision of the agencies and entities
28 set forth in this section.

29 **DEPARTMENT OF EDUCATION**

30 Provides funds to recapitalize the School Revolving Renovation Fund, established in the
31 Maine Revised Statutes, Title 30-A, section 6006-F, to provide funds to public schools
32 for renovation and capital repairs.

33 Total \$100,000,000

34 **Sec. 6. Contingent upon ratification of bond issue.** Sections 1 to 5 do not
35 become effective unless the people of the State ratify the issuance of the bonds as set forth
36 in this Act.

37 **Sec. 7. Appropriation balances at year-end.** At the end of each fiscal year, all
38 unencumbered appropriation balances representing state money carry forward. Bond
39 proceeds that have not been expended within 10 years after the date of the sale of the bonds
40 lapse to the Office of the Treasurer of State to be used for the retirement of general
41 obligation bonds.

