# MAINE STATE LEGISLATURE

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## STATE OF MAINE

127<sup>th</sup> Legislature First Regular Session



Summaries of bills, adopted amendments and laws enacted or finally passed

# JOINT STANDING COMMITTEE ON APPROPRIATIONS AND FINANCIAL AFFAIRS

August 2015

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# STATE OF MAINE

127<sup>TH</sup> LEGISLATURE FIRST REGULAR SESSION



# LEGISLATIVE DIGEST OF BILL SUMMARIES AND ENACTED LAWS

This Legislative Digest of Bill Summaries and Enacted Laws contains summaries of all LDs and adopted amendments and all laws enacted or finally passed during the First Regular Session of the 127<sup>th</sup> Maine Legislature.

The *Digest* is arranged alphabetically by committee and within each committee by Legislative Document (LD) number. The committee report(s), prime sponsor and lead co-sponsor(s), if designated, are listed below each LD title. All adopted amendments are summarized and listed by paper number. A subject index is included with each committee. An appendix provides a summary of relevant session statistics.

Final action on each LD is noted to the right of the LD title. The following describes the various final actions.

CARRIED OVER	carried over to a subsequent session of the Legislature
	chapter # of constitutional resolution passed by both houses
	Committee of Conference unable to agree; legislation died
	House & Senate disagreed; legislation died
	eated in each house, but on different motions; legislation died
	action incomplete when session ended; legislation died
EMERGENCYenacted l	aw takes effect sooner than 90 days after session adjournment
FAILED, EMERGENCY ENACTMENT or FINAL PA	ASSAGE emergency failed to receive required 2/3 vote
FAILED, ENACTMENT or FINAL PASSAGE	failed to receive final majority vote
FAILED, MANDATE ENACTMENT	legislation proposing local mandate failed required 2/3 vote
	gned; final disposition to be determined at subsequent session
LEAVE TO WITHDRAW	sponsor's request to withdraw legislation granted
NOT PROPERLY BEFORE THE BODY	ruled out of order by the presiding officer; legislation died
INDEF PP	indefinitely postponed; legislation died
	PORT Xought-not-to-pass report accepted; legislation died
P&S XXX	chapter # of enacted private & special law
PUBLIC XXX	chapter # of enacted public law
RESOLVE XXX	chapter # of finally passed resolve
VETO SUSTAINED	Legislature failed to override Governor's veto

The effective date for non-emergency legislation enacted in the First Regular Session of the 127<sup>th</sup> Legislature is October 15, 2015. The effective date for legislation enacted as an emergency measure may be found in the enacted law summary for that legislation.

### Joint Standing Committee on Appropriations and Financial Affairs

Fund.

PART OOOO makes the following changes to the sales tax laws: 1) provides that the sales tax on prepared food and liquor continues at 8%, the sales tax on lodging continues at 8% until January 1, 2016 then increases to 9% and the sales tax rate on other tangible personal property and taxable services continues at 5.5% after June 30, 2015; 2) expands the list of food products that are not exempt as grocery stables and are thus subject to sales tax; and 3) provides an exemption from sales tax for certain nonprofit library collaboratives and veterans' support organizations.

PART PPPP requires the Legislative Council to solicit bids for the equipment needed for the Maine Public Broadcasting Network to operate the Maine Capitol Connection channel.

PART QQQQ establishes a working group to evaluate the extent to which extremely low-income households, including families, persons with disabilities and elderly persons, lack access to safe and affordable housing and the burden that this inadequacy creates for individuals and communities and authorizes the Joint Standing Committee on Labor, Commerce, Research and Economic Development to report out a bill to implement the legislation.

PART RRRR makes the following changes to the laws governing public assistance: 1) sets the date on which child care assistance begins to the date of application if the applicant is eligible; 2) eliminates the "gross income test" for working TANF recipients; 3) increases the number of months eligible individuals may receive transitional transportation benefits from 12 months to 18 months; and 4) authorizes the Department of Health and Human Services, beginning in fiscal year 2016-17, to use \$500,000 from the Temporary Assistance for Needy Families block grant to promote financial literacy and healthy savings habits of families with income less than 200% of the federal poverty guidelines by placing funds in family development accounts.

PART SSSS changes the reimbursement rates paid by the State for municipal general assistance to 70% of the direct costs incurred by a municipality or Indian tribe beginning with costs incurred on or after July 1, 2015. It also removes the state reimbursement for administrative costs of a municipality or Indian tribe and changes the reimbursement reporting to a monthly basis for all municipalities and Indian tribes.

PART TTTT Extends the service provider tax to basic cable and satellite television and radio and interstate and international telecommunication services sold to a business. It also enacts service provider tax exemptions for sales to certain nonprofit library collaboratives and veterans' support organizations.

PART UUUU adds appropriations and allocations for: 1) the increase in the homestead property tax exemption amount; 2) the reduction of the waiting list for community-based services for MaineCare members with intellectual disabilities or autistic disorder and adults with brain injury; 3) nursing home reimbursements; and 4) an increase from 12 to 18 in the number of months an individual may receive transitional transportation benefits under the Temporary Assistance for Needy Families program.

Public Law 2013, chapter 267 was enacted as an emergency measure effective June 30, 2015.

# LD 1020 An Act To Make Certain Necessary Supplemental Appropriations and Allocations Sponsor(s) ROTUNDO An Act To Make Certain Necessary Supplemental Appropriations and CARRIED OVER Allocations Amendments Adopted

This bill is a concept draft pursuant to Joint Rule 208. It proposes to make certain necessary supplemental appropriations and allocations necessary for the proper operation of State Government.

## Joint Standing Committee on Appropriations and Financial Affairs

This bill was carried over to any special or regular session of the 127th Legislature by joint order, H.P. 992.

An Act To Amend the Laws Pertaining to the Maine Public Employees Retirement System			lic Employees	CARRIED OVER
	Sponsor(s)	Committee Report	Amendments Adopte	<u>•d</u>
	ROTUNDO			

This bill does the following.

- 1. It clarifies that cost-of-living adjustments for benefit recipients from the Governor's Retirement Fund are the same as those paid to benefit recipients from the State Employee and Teacher Retirement Program.
- 2. It clarifies the authority and responsibilities of the Board of Trustees of the Maine Public Employees Retirement System with respect to eligibility and membership issues that arise in the context of the Participating Local District Retirement Program. In *Kennebec County v. Maine Public Employees Retirement System*, 2014 ME 26 (February 20, 2014), the Law Court held that the retirement system did not have the statutory authority to make final administrative decisions with respect to enrollment election matters, when the local employer's employees were not members of the Maine Public Employees Retirement System. This bill provides explicit statutory authority for the retirement system and the board to continue to make such determinations, as they had prior to the court's decision. Consistent adherence to federal law is required to ensure that the retirement plan of the Maine Public Employees Retirement System remains a qualified governmental retirement plan entitled to favorable tax treatment under the United States Internal Revenue Code of 1986, as amended.
- 3. It codifies language enacted in Public Law 2007, chapter 240, Part U, section 8 to make clear that administrative costs and expenses attributable to the administrative operating budget of the Maine Public Employees Retirement System are charged against the assets of applicable funds.
- 4. It repeals obsolete language pertaining to information included in the retirement system's annual report to the Legislature.
- 5. Removes the requirement that the Legislature approve collective bargaining agreements between the retirement system and its employees.
- 6. It amends and repeals existing laws to reflect that the retirement system no longer administers a distinct expense fund, since all administrative expenses are paid out of applicable fund assets.
- 7. It makes the manner in which the member contribution rate is established for specific members of the Participating Local District Retirement Program consistent with how member contribution rates are established for all other members of the program.

This bill was carried over to any special or regular session of the 127th Legislature by joint order, H.P. 992.