MAINE STATE LEGISLATURE

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STATE OF MAINE

127TH LEGISLATURE SECOND REGULAR SESSION



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

JOINT STANDING COMMITTEE ON APPROPRIATIONS AND FINANCIAL AFFAIRS

May 2016

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STATE OF MAINE

127th Legislature Second 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 Second Regular Session of the 127th 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 OVERcarried over to a subsequent session of the Legislature	C
CON RES XXXchapter # of constitutional resolution passed by both houses	
CONF CMTE UNABLE TO AGREE	
OIED BETWEEN HOUSESHouse & Senate disagreed; legislation died	
DIED IN CONCURRENCE defeated in each house, but on different motions; legislation died	
DIED ON ADJOURNMENT action incomplete when session ended; legislation died	
EMERGENCYenacted law takes effect sooner than 90 days after session adjournment	
FAILED, EMERGENCY ENACTMENT or PASSAGEemergency failed to receive required 2/3 vote	
FAILED, ENACTMENT or FINAL PASSAGE failed to receive final majority vote	
FAILED, MANDATE ENACTMENTlegislation proposing local mandate failed required 2/3 vote	
HELD BY GOVERNOR Governor has not signed; final disposition to be determined at subsequent session	
EAVE TO WITHDRAWsponsor's request to withdraw legislation granted	
NOT PROPERLY BEFORE THE BODYruled out of order by the presiding officer; legislation died	
NDEF PP indefinitely postponed; legislation died	II
ONTP, ACCEPTED, MAJORITY, MINORITY or REPORT X ought-not-to-pass report accepted; legislation died	O
P&S XXXchapter # of enacted private & special law	P
PUBLIC XXX	P
RESOLVE XXX	R
VETO SUSTAINEDLegislature failed to override Governor's veto	V

The effective date for non-emergency legislation enacted in the First Regular Session of the 127th Legislature is July 29, 2016. 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

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. This amendment also corrects errors in Public Law 2015, chapter 267, Part CCCC. The intent of that law was to permit members who were subject to a merit pay and longevity pay freeze in fiscal year 2011-12 and fiscal year 2012-13 to include those lost wages in their retirement benefit calculations by paying the necessary member contributions. The law also inadvertently omitted fiscal year 2011-12. This amendment corrects these errors in that law. This amendment also adds an emergency preamble and emergency clause to the bill.

Enacted Law Summary

Public Law 2015, chapter 385 does the following.

- 1. It corrects errors in Public Law 2015, chapter 267, Part CCCC: it permits members who were subject to a merit pay and longevity pay freeze in fiscal year 2011-12 and fiscal year 2012-13 to include those lost wages in their retirement benefit calculations by paying the necessary member contributions; it also corrects the omission in that law of fiscal year 2011-12.
- 2. 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.
- 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. It 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.

Public Law 2015, chapter 385 was enacted as an emergency measure effective March 6, 2016.

LD 1032

An Act To Implement the Combination Defined Benefit and Defined Contribution Retirement Plan Described in a Report Submitted to the Joint Standing Committee on Appropriations and Financial Affairs in March 2012

Died Between Houses

Sponsor(s)	Committee Report	Amendments Adopted
WINSOR T	ONTP	
	OTP-AM	

This bill was carried over from the First Regular Session of the 127th Legislature.

This bill establishes the Adjustable Pension Plan Program, a combined defined benefit and defined contribution retirement plan, to replace the State Employee and Teacher Retirement Program for state employees and teachers

Joint Standing Committee on Appropriations and Financial Affairs

hired on or after July 1, 2017. Under the bill, all state employees and teachers hired on or after July 1, 2017 are covered by the United States Social Security Act, participate in the federal social security system and become members of the Adjustable Pension Plan Program as a condition of their employment. This bill also directs the Maine Public Employees Retirement System to review the laws governing the existing retirement program and develop proposed legislation necessary to implement the Adjustable Pension Plan Program in accordance with the plan document developed by the Maine Public Employees Retirement System and submitted in March 2012 to the Joint Standing Committee on Appropriations and Financial Affairs pursuant to Public Law 2011, chapter 380, Part U, section 2.

Committee Amendment "A" (H-534)

This amendment is the minority report of the committee. It changes the hire date on or after which state employees and teachers are covered by the United States Social Security Act from July 1, 2017 to July 1, 2019. It also changes the date by which the Maine Public Employees Retirement System must submit proposed legislation to the joint standing committee of the Legislature having jurisdiction over state and teacher retirement matters from December 2, 2015 to December 2, 2017.

This amendment was not adopted.

LD 1053 An Act To Authorize a General Fund Bond Issue To Stimulate Investment in Innovation by Maine Businesses To Produce Nationally and Globally Competitive Products and Services

PUBLIC 479

Sponsor(s)	<u>Committee Report</u>	Amendments Adopted
LUCHINI L	OTP-AM	H-680
LANGLEY B		

This bill was carried over from the First Regular Session of the 127th Legislature.

The funds provided by this bond issue, in the amount of \$50,000,000, will be used to provide funds for investment in research, development and commercialization in the State's seven targeted technology areas to be used for infrastructure, equipment and technology upgrades that enable organizations to gain and hold market share and to expand employment or preserve jobs, to be awarded through a competitive process to Maine-based public and private entities, leveraging other funds in a one-to-one ratio.

Committee Amendment "A" (H-680)

This amendment reduces the bond issue amount for investment in research, development and commercialization to \$45,000,000 and provides \$5,000,000 to recapitalize the Small Enterprise Growth Fund. This amendment also delays the referendum until June 2017.

Enacted Law Summary

Public Law 2015, chapter 479 provides for a bond issue totaling \$50,000,000 with \$45,000,000 to be used for investment infrastructure, equipment and technology upgrades to further research, development and commercialization in the State's seven targeted technology areas and \$5,000,000 to be used to recapitalize the Small Enterprise Growth Fund.

The bond issue is subject to voter approval at a statewide election to be held in June, 1017.