



132nd MAINE LEGISLATURE

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Legislative Document

No. 978

H.P. 638

House of Representatives, March 11, 2025

An Act to Increase General Assistance Reimbursement for Municipalities and Indian Tribes

Received by the Clerk of the House on March 7, 2025. Referred to the Committee on Health and Human Services pursuant to Joint Rule 308.2 and ordered printed pursuant to Joint Rule 401.

A handwritten signature in black ink, reading "R B. Hunt".

ROBERT B. HUNT
Clerk

Presented by Representative ZAGER of Portland.
Cosponsored by Senator MOORE of Washington and
Representative: ARATA of New Gloucester, Senator: TALBOT ROSS of Cumberland.

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

Sec. 1. 22 MRSA §4311, sub-§1, as amended by PL 2015, c. 267, Pt. SSSS, §1, is further amended to read:

1. Departmental reimbursement. When a municipality incurs net general assistance costs in any fiscal year prior to July 1, 2015 in excess of .0003 of that municipality's most recent state valuation relative to the state fiscal year for which reimbursement is being issued, as determined by the State Tax Assessor in the statement filed as provided in Title 36, section 381, the Department of Health and Human Services shall reimburse the municipality for 90% of the amount in excess of these expenditures when the department finds that the municipality has been in compliance with all requirements of this chapter. If a municipality elects to determine need without consideration of funds distributed from any ~~municipally-controlled~~ municipally controlled trust fund that must otherwise be considered for purposes of this chapter, the department shall reimburse the municipality for 66 2/3% of the amount in excess of such expenditures when the department finds that the municipality has otherwise been in compliance with all requirements of this chapter.

The department shall reimburse each municipality and each Indian tribe 70% of the direct costs incurred by that municipality or tribe on or after July 1, 2015 and before July 1, 2026 for the general assistance program granted by that municipality or tribe. ~~For the purposes of this subsection, "Indian tribe" has the same meaning as in section 411, subsection 8 A.~~

Beginning July 1, 2026, the department shall reimburse each municipality and Indian tribe as follows:

A. For the 6 municipalities or Indian tribes receiving the highest amount of state reimbursement for the period beginning July 1, 2021 and ending June 30, 2025:

(1) Beginning July 1, 2026, the department shall reimburse each municipality and each Indian tribe 75% of the direct costs incurred by that municipality or tribe for costs incurred on or after July 1, 2026 and before July 1, 2028;

(2) Beginning July 1, 2028, the department shall reimburse each municipality and each Indian tribe 80% of the direct costs incurred by that municipality or tribe for costs incurred on or after July 1, 2028 and before July 1, 2030; and

(3) Beginning July 1, 2030, the department shall reimburse each municipality and each Indian tribe 90% of the direct costs incurred by that municipality or tribe for costs incurred on or after July 1, 2030; and

B. For all other municipalities and Indian tribes, beginning July 1, 2026, the department shall reimburse each municipality and each Indian tribe 90% of the direct costs incurred by that municipality or tribe for costs incurred on or after July 1, 2026.

For the purposes of this subsection, "Indian tribe" or "tribe" has the same meaning as in section 411, subsection 8-A.

SUMMARY

This bill increases, from 70% to 90%, the amount of state reimbursement for the costs of general assistance incurred by each municipality and Indian tribe. The bill incrementally increases state reimbursement, reaching 90% of the direct costs incurred by that municipality or tribe by July 1, 2030, for the 6 municipalities or Indian tribes receiving the

1 highest amount of state reimbursement for the period beginning July 1, 2021 and ending
2 June 30, 2025. For other municipalities and tribes, it increases state reimbursement to 90%
3 of the direct costs incurred by that municipality or tribe for costs incurred on or after July
4 1, 2026.