

132nd MAINE LEGISLATURE

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Legislative Document

No. 1140

S.P. 471

In Senate, March 18, 2025

An Act to Authorize a General Fund Bond Issue to Strengthen the Resilience and Growth of Maine's Agricultural Economy

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

DAREK M. GRANT Secretary of the Senate

Presented by President DAUGHTRY of Cumberland. Cosponsored by Representative PLUECKER of Warren and

Senators: BLACK of Franklin, BRENNER of Cumberland, HICKMAN of Kennebec,

Representatives: Speaker FECTEAU of Biddeford, HEPLER of Woolwich.

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

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

- **Sec. 1.** Authorization of bonds. The Treasurer of State is authorized, under the direction of the Governor, to issue bonds in the name and on behalf of the State in an amount not exceeding \$45,000,000 for the purposes described in section 5 of this Act. The bonds are a pledge of the full faith and credit of the State. The bonds may not run for a period longer than 10 years from the date of the original issue of the bonds.
- **Sec. 2. Records of bonds issued; Treasurer of State.** The Treasurer of State shall ensure that an account of each bond is kept showing the number of the bond, the name of the successful bidder to whom sold, the amount received for the bond, the date of sale and the date when payable.
- **Sec. 3. Sale; how negotiated; proceeds appropriated.** The Treasurer of State may negotiate the sale of the bonds by direction of the Governor, but no bond may be loaned, pledged or hypothecated on behalf of the State. The proceeds of the sale of the bonds, which must be held by the Treasurer of State and paid by the Treasurer of State upon warrants drawn by the State Controller, are appropriated solely for the purposes set forth in this Act. Any unencumbered balances remaining at the completion of the project in this Act lapse to the Office of the Treasurer of State to be used for the retirement of general obligation bonds.
- **Sec. 4. Interest and debt retirement.** The Treasurer of State shall pay interest due or accruing on any bonds issued under this Act and all sums coming due for payment of bonds at maturity.
- **Sec. 5. Disbursement of bond proceeds from General Fund bond issue.** The proceeds of the sale of the bonds authorized under this Act must be expended as designated in the following schedule under the direction and supervision of the agencies and entities set forth in this section.

MAINE AGRICULTURE, FOOD SYSTEM AND FOREST PRODUCTS INFRASTRUCTURE INVESTMENT ADVISORY BOARD

Maine Agriculture, Food and Forest Products Investment Fund

Provides funds to strengthen the State's agricultural, food and forest products economy and expand infrastructure investments in the agricultural, food and forest products economy pursuant to the Maine Revised Statutes, Title 7, section 320-A, with 2/3 of the total supporting agricultural products and food producers and processors and 1/3 of the total supporting forest products producers and processors.

37 Total \$35,000,000

DEPARTMENT OF AGRICULTURE, CONSERVATION AND FORESTRY

Maine Milk Commission

Provides funds to support the State's dairy sector.

41 Total \$5,000,000

Disaster relief

2 Provides funds to be used for farmer disaster relief.

3 Total \$2,500,000

Land for Maine's Future Board

Provides funds for the Land for Maine's Future working farmland access and protection program.

Total \$2,500,000

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

- **Sec. 7. Appropriation balances at year-end.** At the end of each fiscal year, all unencumbered appropriation balances representing state money carry forward. Bond proceeds that have not been expended within 10 years after the date of the sale of the bonds lapse to the Office of the Treasurer of State to be used for the retirement of general obligation bonds.
- **Sec. 8. Bonds authorized but not issued.** Any bonds authorized but not issued within 5 years of ratification of this Act are deauthorized and may not be issued, except that the Legislature may, within 2 years after the expiration of that 5-year period, extend the period for issuing any remaining unissued bonds for an additional amount of time not to exceed 5 years.
- Sec. 9. Referendum for ratification; submission at election; form of question; effective date. This Act must be submitted to the legal voters of the State at a statewide election held in the month of November following passage of this Act. The municipal officers of this State shall notify the inhabitants of their respective cities, towns and plantations to meet, in the manner prescribed by law for holding a statewide election, to vote on the acceptance or rejection of this Act by voting on the following question:

"Do you favor a \$45,000,000 bond issue to provide funds to be used to strengthen and expand infrastructure investments in the State's agricultural, food and forest products economy; to support the State's dairy sector; to protect working farmland; and for farmer disaster relief?"

The legal voters of each city, town and plantation shall vote by ballot on this question and designate their choice by a cross or check mark placed within a corresponding square below the word "Yes" or "No." The ballots must be received, sorted, counted and declared in open ward, town and plantation meetings and returns made to the Secretary of State in the same manner as votes for members of the Legislature. The Governor shall review the returns. If a majority of the legal votes are cast in favor of this Act, the Governor shall proclaim the result without delay and this Act becomes effective 30 days after the date of the proclamation.

The Secretary of State shall prepare and furnish to each city, town and plantation all ballots, returns and copies of this Act necessary to carry out the purposes of this referendum.

1	SUMMARY
2	The funds provided by this bond issue, in the amount of \$45,000,000, will be used to
3	strengthen and expand infrastructure investments in the State's agricultural, food and forest
4	products economy; to support the State's dairy sector; to protect working farmland; and for
5	farmer disaster relief.