



128th MAINE LEGISLATURE

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Legislative Document

No. 139

H.P. 97

House of Representatives, January 19, 2017

An Act To Authorize a General Fund Bond Issue for Maine's Community Colleges

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

A handwritten signature in cursive script that reads "Robert B. Hunt".

ROBERT B. HUNT
Clerk

Presented by Representative HUBBELL of Bar Harbor.

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
3 issuance of bonds on behalf of the State of Maine to provide funds as described in this
4 Act,

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

6 **Sec. 1. Authorization of bonds.** The Treasurer of State is authorized, under the
7 direction of the Governor, to issue bonds in the name and on behalf of the State in an
8 amount not exceeding \$15,000,000 for the purposes described in section 5 of this Act.
9 The bonds are a pledge of the full faith and credit of the State. The bonds may not run for
10 a period longer than 10 years from the date of the original issue of the bonds.

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

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

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

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

30 **EDUCATION, DEPARTMENT OF**

31 **Maine Community College System**

33 Provides funds to renovate and expand instructional laboratories and to upgrade
34 heating and ventilating systems for improved energy efficiency and long-term
35 savings at Central Maine Community College.

36
37 Total \$2,503,755

1	Provides funds to convert heating systems to natural gas and for additional campus-	
2	wide energy efficiencies at Eastern Maine Community College.	
3		
4	Total	\$2,233,082
5	Provides funds for capital equipment to support a new program in millwrighting and	
6	industrial mechanics, for upgrades to instructional and library technologies and to	
7	replace and insulate aging windows and facades at Kennebec Valley Community	
8	College.	
9		
10	Total	\$2,190,731
11	Provides funds to expand the diesel hydraulics program laboratory, upgrade heating	
12	and ventilation systems, invest in energy efficiencies and renovate classrooms at	
13	Northern Maine Community College.	
14		
15	Total	\$1,165,119
16	Provides funds for facility repairs and improvements, energy efficiencies, renovations	
17	to expand space for student support and remediation and instructional and library	
18	services at Southern Maine Community College.	
19		
20	Total	\$4,275,100
21	Provides funds to renovate and expand instructional laboratories and for investments	
22	in instructional technologies at Washington County Community College.	
23		
24	Total	\$885,853
25	Provides funds for the development of York County Community College's Industrial	
26	Trades Center in Sanford.	
27		
28	Total	\$1,746,360

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

32 **Sec. 7. Appropriation balances at year-end.** At the end of each fiscal year, all
33 unencumbered appropriation balances representing state money carry forward. Bond
34 proceeds that have not been expended within 10 years after the date of the sale of the

1 bonds lapse to the Office of the Treasurer of State to be used for the retirement of general
2 obligation bonds.

3 **Sec. 8. Bonds authorized but not issued.** Any bonds authorized but not issued
4 within 5 years of ratification of this Act are deauthorized and may not be issued, except
5 that the Legislature may, within 2 years after the expiration of that 5-year period, extend
6 the period for issuing any remaining unissued bonds for an additional amount of time not
7 to exceed 5 years.

8 **Sec. 9. Referendum for ratification; submission at election; form of**
9 **question; effective date.** This Act must be submitted to the legal voters of the State at
10 a statewide election held in the month of November following passage of this Act. The
11 municipal officers of this State shall notify the inhabitants of their respective cities, towns
12 and plantations to meet, in the manner prescribed by law for holding a statewide election,
13 to vote on the acceptance or rejection of this Act by voting on the following question:

14 "Do you favor a \$15,000,000 bond issue to strengthen and expand
15 business and industry training, to upgrade and renovate instructional
16 technology facilities and laboratories at Maine's 7 community colleges in
17 order to strengthen educational programming and workforce
18 development and to install energy efficiency upgrades across the
19 system?"

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

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

31 **SUMMARY**

32 The funds provided by this bond issue, in the amount of \$15,000,000, will be used to
33 strengthen and expand business and industry training, upgrade and renovate instructional
34 technology facilities and laboratories at Maine's 7 community colleges in order to
35 strengthen educational programming and workforce development and install energy
36 efficiency upgrades across the system.