



# 131st MAINE LEGISLATURE

## FIRST REGULAR SESSION-2023

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Legislative Document

No. 212

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H.P. 133

House of Representatives, January 20, 2023

### **An Act to Authorize a General Fund Bond Issue to Upgrade Municipal Culverts at Stream Crossings**

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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 FAY of Raymond.  
Cosponsored by Senator GROHOSKI of Hancock.

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

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

5           **Sec. 1. Authorization of bonds.** The Treasurer of State is authorized, under the  
6 direction of the Governor, to issue bonds in the name and on behalf of the State in an  
7 amount not exceeding \$50,000,000 for the purposes described in section 5 of this Act. The  
8 bonds are a pledge of the full faith and credit of the State. The bonds may not run for a  
9 period longer than 10 years from the date of the original issue of the bonds.

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

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

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

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

29           **DEPARTMENT OF ENVIRONMENTAL PROTECTION**

30           Provides funds for a competitive grant program that matches local funding for the  
31 upgrade of municipal culverts at stream crossings in order to improve fish and wildlife  
32 habitats and increase community safety. Eligible project sponsors include local  
33 governments, municipal conservation commissions, soil and water conservation districts  
34 and private nonprofit organizations. A proposal for funding from an eligible project  
35 sponsor must include a map and summary of the proposed project, describing:

36           **1. Contribution to competitive grant program goals.** The extent to which the  
37 proposed project allows communities to more effectively prepare for storm and flood  
38 events and advances the goals of restoring habitat for fish, including sea run fish and native  
39 brook trout, and wildlife, including:

40           A. The priority status of the culvert to be upgraded or replaced for native brook trout  
41 and sea run fish restoration, based on available stream survey data, statewide  
42 prioritization for aquatic connectivity and presence in priority watersheds of salmon,  
43 alewives and other diadromous fishes;

1 B. The extent to which the proposed project meets the Department of Environmental  
2 Protection's design standard of at least 1.2 times the stream's bankfull width, with a  
3 natural stream bottom or embedded structure, and meets or exceeds the Department of  
4 Transportation's 50-year flood standard;

5 C. The degree of urgency of the proposed project, including whether a culvert is at  
6 high risk of failure due to age or location within a watershed or reach with high flood  
7 risk or severe flood history; and

8 D. The expected contribution to reducing the frequency or severity of flooding to  
9 upstream and downstream communities and improving storm water management  
10 within the proposed project area.

11 The description must include confirmation that the culvert proposed for upgrade or  
12 replacement is on a municipal road, not a state road or private road; and

13 **2. Cost-effectiveness.** The extent to which the proposed project represents an efficient  
14 and cost-effective investment, including the proportion of total project funding that will be  
15 provided from other sources and the potential avoided costs associated with the proposed  
16 project. Funds may not be used to cover all of the costs associated with a proposed project.

17 Total \$50,000,000

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

21 **Sec. 7. Appropriation balances at year-end.** At the end of each fiscal year, all  
22 unencumbered appropriation balances representing state money carry forward. Bond  
23 proceeds that have not been expended within 10 years after the date of the sale of the bonds  
24 lapse to the Office of the Treasurer of State to be used for the retirement of general  
25 obligation bonds.

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

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

37 "Do you favor a \$50,000,000 bond issue to match local funding for the  
38 upgrade of municipal culverts at stream crossings in order to enhance and  
39 restore rivers, streams and fish and wildlife habitats and to allow  
40 communities to better prepare for extreme storms and floods?"

41 The legal voters of each city, town and plantation shall vote by ballot on this question  
42 and designate their choice by a cross or check mark placed within a corresponding square  
43 below the word "Yes" or "No." The ballots must be received, sorted, counted and declared

1 in open ward, town and plantation meetings and returns made to the Secretary of State in  
2 the same manner as votes for members of the Legislature. The Governor shall review the  
3 returns. If a majority of the legal votes are cast in favor of this Act, the Governor shall  
4 proclaim the result without delay and this Act becomes effective 30 days after the date of  
5 the proclamation.

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

9 **SUMMARY**

10 The funds provided by this bond issue, in the amount of \$50,000,000, will be used for  
11 a competitive grant program that matches local funding for the upgrade of municipal  
12 culverts at stream crossings in order to enhance and restore rivers, streams and fish and  
13 wildlife habitats and to allow communities to better prepare for extreme storms and floods.