

## **128th MAINE LEGISLATURE**

## FIRST REGULAR SESSION-2017

**Legislative Document** 

No. 964

H.P. 677

House of Representatives, March 9, 2017

An Act To Authorize a General Fund Bond Issue To Upgrade Municipal Culverts at Stream Crossings

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

R(+ B. Hunt

ROBERT B. HUNT Clerk

Presented by Representative FREDETTE of Newport. Cosponsored by Senator DAVIS of Piscataquis and Representatives: BLACK of Wilton, Speaker GIDEON of Freeport, HERBIG of Belfast, Senators: CARPENTER of Aroostook, JACKSON of Aroostook. **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,

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 \$10,000,000 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 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 19 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 20 in this Act lapse to the Office of the Treasurer of State to be used for the retirement of 21 22 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.

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 ENVIRONMENTAL PROTECTION,
31 DEPARTMENT OF

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

Contribution to competitive grant program goals. The extent to which theproposed project allows communities to more effectively prepare for storm and flood

- events and advances the goals of restoring habitat for fish, including sea-run fish and
   native brook trout, and wildlife, including:
- A. The priority status of the culvert to be upgraded or replaced for native brook trout and sea-run fish restoration, based on available stream survey data, statewide prioritization for aquatic connectivity and presence in priority watersheds of salmon, alewives and other diadromous fishes;
- B. Confirmation that the culvert proposed for upgrade or replacement is on a municipal road, not a state road or private road;
- 9 C. The extent to which the proposed project meets the Department of Environmental 10 Protection's design standard of at least 1.2 times the stream's bankfull width, with a 11 natural stream bottom or embedded structure, and meets or exceeds the Department 12 of Transportation's 50-year flood standard;
- 13 D. The degree of urgency of the proposed project, including whether a culvert is at 14 high risk of failure due to age, location within a watershed or reach with high flood 15 risk or severe flood history; and
- 16 E. The expected contribution to reducing the frequency or severity of flooding to 17 upstream and downstream communities and improving storm water management 18 within the proposed project area; and
- Cost effectiveness. The extent to which the proposed project represents an
   efficient and cost-effective investment, including the proportion of total project funding
   that will be provided from other sources and the potential avoided costs associated with
   the proposed project. Funds may not be used to cover all of the costs associated with a
   proposed project.
- 24 25
- Total

\$10,000,000

26 Sec. 6. Contingent upon ratification of bond issue. Sections 1 to 5 do not 27 become effective unless the people of the State ratify the issuance of the bonds as set 28 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.

1 Sec. 9. Referendum for ratification; submission at election; form of 2 question; effective date. This Act must be submitted to the legal voters of the State at 3 a statewide election held in the month of November following passage of this Act. The 4 municipal officers of this State shall notify the inhabitants of their respective cities, towns 5 and plantations to meet, in the manner prescribed by law for holding a statewide election, 6 to vote on the acceptance or rejection of this Act by voting on the following question:

7 "Do you favor a \$10,000,000 bond issue to match local funding for the
8 upgrade of municipal culverts at stream crossings in order to enhance and
9 restore rivers, streams and fish and wildlife habitats and to allow
10 communities to better prepare for extreme storms and floods?"

11 The legal voters of each city, town and plantation shall vote by ballot on this question 12 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 13 14 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 15 review the returns. If a majority of the legal votes are cast in favor of this Act, the 16 17 Governor shall proclaim the result without delay and this Act becomes effective 30 days 18 after the date of the proclamation.

19 The Secretary of State shall prepare and furnish to each city, town and plantation all 20 ballots, returns and copies of this Act necessary to carry out the purposes of this 21 referendum.

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## SUMMARY

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