

## 125th MAINE LEGISLATURE

## FIRST REGULAR SESSION-2011

**Legislative Document** 

No. 533

H.P. 416

House of Representatives, February 15, 2011

An Act To Clarify the Use of Tax Increment Financing Funds for Recreational Development

Reference to the Committee on Taxation suggested and ordered printed pursuant to Joint Rule 218.

HEATHER J.R. PRIEST

Presented by Representative CLARK of Millinocket. Cosponsored by Senator SAVIELLO of Franklin and

Representatives: CRAY of Palmyra, DAVIS of Sangerville, JOHNSON of Greenville, KNIGHT of Livermore Falls, LONG of Sherman, THERIAULT of Madawaska, Senators: GOODALL of Sagadahoc, PATRICK of Oxford.

1	De it enacted by the I copie of the State of Manie as follows.
2 3	<b>Sec. 1. 30-A MRSA §5225, sub-§1, ¶C,</b> as amended by PL 2009, c. 314, §11, is further amended to read:
4 5 6	C. Costs related to economic development, environmental improvements, recreational trails or employment training within the municipality, including, but not limited to:
7 8 9	(1) Costs of funding economic development programs or events developed by the municipality or funding the marketing of the municipality as a business or arts location;
10 11	(2) Costs of funding environmental improvement projects developed by the municipality for commercial or arts district use or related to such activities;
12 13	(3) Funding to establish permanent economic development revolving loan funds or investment funds;
14 15 16	(4) Costs of services to provide skills development and training for residents of the municipality. These costs may not exceed 20% of the total project costs and must be designated as training funds in the development program;
17 18	(5) Quality child care costs, including finance costs and construction, staffing, training, certification and accreditation costs related to child care;
19 20 21 22 23 24 25 26 27	(6) Costs relating to planning, design, construction, maintenance, grooming and improvements to associated with new or existing recreational trails determined by the department to have significant potential to promote economic development, including, but not limited to, costs for multiple projects and project phases that may include planning, design, construction, maintenance, grooming and improvements with respect to new or existing recreational trails, which may include bridges that are part of the trail corridor, used all or in part for all-terrain vehicles, snowmobiles, hiking, bicycling, cross-country skiing or other related multiple uses; and
28	(7) Costs associated with a new or expanded transit service, limited to:
29 30 31 32	(a) Transit service capital costs, including but not limited to: transit vehicles such as buses, ferries, vans, rail conveyances and related equipment; bus shelters and other transit-related structures; and benches, signs and other transit-related infrastructure; and
33 34 35 36	(b) In the case of transit-oriented development districts, ongoing costs of adding to an existing transit system or creating a new transit service and limited strictly to transit operator salaries, transit vehicle fuel and transit vehicle parts replacements; and
37	SUMMARY
38 39	This bill amends the laws regarding municipal development districts to clarify that once the Department of Economic and Community Development has determined that

new or existing recreational trails within a municipality have significant potential to promote economic development, the project costs for planning, design, construction, maintenance, grooming and improvements with respect to the trails, which may include bridges that are part of the trail corridor, are authorized for multiple projects or project phases related to the trails.