

Shaded LDs have been voted
on by the Committee

WS 3/10/22


TAXATION COMMITTEE

3/9/2022 10:42 AM


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130th LEGISLATURE 1st REG AND SPECIAL SESSIONS

BILLS CARRIED OVER IN TAX

LD	LR	PH	WS	SPONSOR	TITLE	SUMMARY (Summaries may not reflect content of most recent committee action)	COMM ACTION	FISCAL IMPACT ¹	
								FY22	FY23
428	1634	4/15		Tepler	An Act To Prevent Tax Haven Abuse	<p>This bill <u>requires corporations that file unitary income tax returns in Maine to include income from certain specified jurisdictions outside the United States considered "tax havens" in net income when apportioning income among tax jurisdictions.</u></p> <p>The <u>State Tax Assessor is required to adopt major substantive rules to determine the income or loss attributable to such corporations and to prevent double taxation or deduction of income.</u></p> <p>The <u>assessor is required to submit an annual report to TAX Committee regarding whether jurisdictions should be added to or deleted from the list of tax havens based on specified criteria.</u></p>	carried over		
			2/22/22 3/10/22		SECOND REGULAR SESSION	<p>WS 2/22/22 Sponsor working on amendment to change bill to a Resolve directing MRS to study and report back in 2023 identifying issues and providing draft legislation.</p> <p>SPONSOR PROPOSED COMMITTEE AMENDMENT: Changes the bill to a resolve directing MRS to review apportionment of income for purposes of calculating corporate income tax for corporatoin that are part of an affiliated group with members outside the US.</p> <p> LD 428 PCA Tepler 3-8-22.docx</p>	tabled		

¹ . Numbers may represent preliminary estimates and are subject to change. For more detail, please see fiscal note documents in LD file.

LD	LR	PH	WS	SPONSOR	TITLE	SUMMARY (Summaries may not reflect content of most recent committee action)	COMM ACTION	FISCAL IMPACT ¹	
								FY22	FY23
1156	1378	4/13	4/27	Arata	An Act To Reduce Errors in Employment Tax Increment Financing Benefits	<p>CURRENT LAW: ETIF benefits to employers are in the form of percentage of wages withheld for IT purposes based on unemployment level in area where qualified employee is employed.</p> <p>LD 1156: This bill makes changes to the ETIF program for calendar years beginning with 2022 <u>by basing benefits on the gross wages of qualified employees rather than on income tax withholding for those employees.</u></p> <p>The bill directs the DECD and the State Tax Assessor to take actions, including the <u>adoption of routine technical rules, to implement the change.</u></p> <p><u>DECD recommends holding any changes until next year.</u> DECD evaluation of Pine Tree Zone Program and ETIF currently under way.</p>			
			2/11/22 2/24/22		SECOND REGULAR SESSION	<p>Will need timing adjustment because of carryover year delay.</p> <p>2/11 Not discussed.</p> <p>2/24 2/23 proposed amendment submitted by sponsor, prepared by DECD. Tabled for MRS to review</p> <p> LD 1156 Suggested Changes - Arata.doc</p>	not taken up		

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								FY22	FY23
1195	800	4/7	4/22	Roberts	An Act To Increase Funding to Qualifying Municipalities by Sharing Adult Use Marijuana Sales and Excise Tax Revenue	<p>1. <u>Establishes fund</u> to share sales tax and excise tax on adult use marijuana with municipalities</p> <p>2. <u>Transfers 5% of ST revenue and excise tax revenue (less administrative costs) on adult use marijuana to fund.</u></p> <p>3. <u>Distributes fund to municipalities in proportion to the ratio of the marijuana revenue generated in the municipality</u> to the total revenue generated by adult use marijuana establishments statewide.</p> <p>2021 Divided report 7 OTPA/6 ONTP</p> <p>House: ONTP Senate: OTPA – Amendment was fiscal note only</p> <p><u>RECOMMITTED TO TAX</u></p>	OTPA fno/ ONTP		
			2/15/22 2/24/22		SECOND REGULAR SESSION	<p>2/15/22 Not taken up</p> <p>2/24/22 Not taken up</p> <p>Proposed amendment 3/10/22 (Roberts/Trundy)</p>  <p>LD 1195 proposed amendment 3-8-22.c</p>	not taken up		
1986	2544	3/1	3/10	Roche	An Act To Exempt Permanently Disabled Veterans from Payment of Property Tax	<p><u>CURRENT LAW:</u> provides an exemption from property taxes in veteran's place of residence in an amount up to \$6,000 of the just value of the property to veterans of the Armed Forces of the United States <u>who</u></p> <ol style="list-style-type: none"> 1. <ol style="list-style-type: none"> a. <u>Served during a federally recognized war period</u> b. <u>are receiving any form or pension of compensation from the US government</u> c. <u>for total disability</u> d. <u>service connected or nonservice connected as a veteran or</u> 2. <ol style="list-style-type: none"> a. <u>Are disabled by injury or disease</u> b. <u>incurred or aggravated during active service</u> c. <u>in the line of duty and</u> 			

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						<p><u>d. receiving US pension or compensation for total, service connected disability .</u></p> <p>Applies to property in place of veteran's residence.</p> <p><u>This bill</u> provides a property tax exemption up to 100% of the just value to a veteran <u>who</u></p> <p><u>a. is totally and permanently disabled by injury or disease</u></p> <p><u>b. incurred or aggravated</u></p> <p><u>c. during active military service in the line of duty and</u></p> <p><u>d. receiving US pension for total service-connected disability.</u></p> <p>Applies to property in place of veteran's residence.</p> <p><u>Maine Constitution requires State to reimburse municipalities for at least 50% of revenue lost as a result of new exemption.</u></p>			
1987	2618	3/1	3/10	Terry	An Act To Establish Municipal Cost Components for Unorganized Territory Services To Be Rendered in Fiscal Year 2022-23	<p><u>EMERGENCY BILL:</u></p> <p>This bill establishes <u>municipal cost components</u> for state and county services provided to <u>the unorganized territory</u> that would normally be paid for by a municipality. The municipal cost components <u>establish the amount to be raised by property tax for the unorganized territory.</u></p> <p>Takes effect when approved.</p> <p>Fiscal note required.</p>			

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