



## 116th MAINE LEGISLATURE

## FIRST REGULAR SESSION-1993

Legislative Document

No. 402

H.P. 314

House of Representatives, February 9, 1993

An Act to Amend the Percentage of Certain Taxes That are Paid by Banks.

Reference to the Committee on Taxation suggested and ordered printed.

W. Mayo

JOSEPH W. MAYO, Clerk

Presented by Representative DORE of Auburn.

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

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Sec. 1. 36 MRSA §5206, sub-§§1 and 2, as amended by PL 1985, c. 783, §33, are further amended to read:

**1. Franchise tax on Maine net income.** One <u>and 1/4</u> percent of Maine net income for those taxable entities, as defined in section 5206-B, subsection  $3\frac{1}{2}$ 

 2. Franchise tax on Maine assets. Eight <u>Ten</u> cents per \$1,000 of Maine assets, for those taxable entities, as defined in section 5206-B, subsection 2<sub>τ</sub>; and

## STATEMENT OF FACT

This bill increases the bank franchise tax. The tax on 18 Maine net income of banks is increased from 1% to 1.25%. The tax on Maine assets is increased from 8¢ to 10¢ per \$1,000.