

## STATE OF MAINE 118TH LEGISLATURE

# SECOND REGULAR SESSION AND SECOND SPECIAL SESSION

# BILL SUMMARIES JOINT STANDING COMMITTEE ON TAXATION

**MAY 1998** 

*MEMBERS:* Sen. Richard P. Ruhlin, Chair Sen. Beverly C. Daggett Sen. S. Peter Mills

> Rep. Verdi L. Tripp, Chair Rep. John L. Tuttle, Jr. Rep. Bonnie Green Rep. G. Steven Rowe Rep. Kenneth T. Gagnon Rep. Alton E. Morgan Rep. Robert W. Spear Rep. Kenneth F. Lemont Rep. John T. Buck Rep. Peter E. Cianchette

Staff: Julie S. Jones, Legislative Analyst

Office of Fiscal and Program Review Room 225, 5 State House Station Augusta, ME 04333 (207)287-1635



# Maine State Legislature

### **OFFICE OF POLICY AND LEGAL ANALYSIS**

13 State House Station, Augusta, Maine 04333-0013 Telephone: (207) 287-1670 Fax: (207) 287-1275

### ONE HUNDRED EIGHTEENTH LEGISLATURE SECOND REGULAR AND SECOND SPECIAL SESSIONS

### Summary Of Legislation Before The Joint Standing Committees May 1998

We are pleased to provide this summary of bills that were considered by the Joint Standing Committees of the Maine Legislature. The document is a compilation of bill summaries which describe each bill and relevant amendments, as well as the final action taken. Also included are statistical summaries of bill activity this Session for the Legislature and each of its joint standing committees.

The document is organized for convenient reference to information on bills handled by the joint standing committees. It is organized by committees and within committees by bill (LD) number. The committee report(s), prime sponsor for each bill and the lead co-sponsor(s), if designated, are listed below each bill title. All adopted amendments are listed by paper number. Two indices, a subject index and a numerical index by LD number are provided for easy reference to bills. They are located at the back of the document. A separate publication, <u>History and Final Disposition of Legislative Documents</u>, may also be helpful in providing information on the disposition of bills. These bill summaries also are available at the Law and Legislative Reference Library and on the Internet (www.state.me.us/legis/opla).

Final action on each bill is noted to the right of the bill title. The abbreviations used for various categories of final action are as follows:

CON RES XXX	ter # of Constitutional Resolution passed by both Houses
CONF CMTE UNABLE TO AGREE DIED BETWEEN BODIES	
DIED IN CONCURRENCE One body accept	
DIED ON ADJOURNMENT	Action incomplete when session ended; bill died
EMERGENCY	
FAILED EMERGENCY ENACTMENT/FINAL PASSAGE	
FAILED ENACTMENT/FINAL PASSAGE	
FAILED MANDATE ENACTMENT INDEF PP	Bill imposing local mandale failed to get 2/3 vole Bill Indefinitely Postnoned
ONTP	Ought Not To Pass report accepted
OTP ND	
OTP ND/NT	Committee report Ought ToPass In New Draft/New Title
P&S XXX	
PUBLIC XXX	
RESOLVE XXX	
UNSIGNED VETO SUSTAINED	•

Please note the effective date for all non-emergency legislation enacted in the Second Regular Session (unless otherwise specified in a particular law) is June 30, 1998 and July 9,1998 for the Second Special Session. Second Special Session laws include Public Laws beginning with Chapter 718, Private and Special Laws beginning with Chapter 82 and Resolves beginning with Chapter 117.

Sponsor(s)	Committee Report	Amendments Adopted
DESMOND	ONTP	
PARADIS		

LD 2035 proposed to adjust the 1998 state valuation of the Town of Ashland for one year during the period when the closing of a biomass energy plant owned by Alternative Energy, Inc. is not reflected in the state valuation as a result of the lag in determination of the state valuation.

See related bill LD 2192.

## LD 2065 An Act Relating to the State Valuation of the Town of Wiscasset INDEF PP

Sponsor(s) Con KILKELLY

Committee Report

Amendments Adopted

LD 2065 was indefinitely postponed prior to being referred to committee. It proposed to adjust the state valuation of the Town of Wiscasset during the period when the closing of Maine Yankee is not reflected in the state valuation as a result of the lag in adjustments to the state valuation by the Department of Administrative and Financial Services, Bureau of Taxation. This adjustment would have allowed the Town of Wiscasset to receive higher school subsidies and state-municipal revenue sharing from the State during this period.

See related bills LD 2192.

#### LD 2070 An Act to Allow a Tax Refund for Used Business Equipment ONTP Purchased and Used in Maine

Sponsor(s)	Committee Report	Amendments Adopted
PARADIS	ONTP	

LD 2070 proposed to allow qualified business property previously used in Maine to become eligible for reimbursement under the business equipment tax reimbursement, or "BETR," program if the property is sold and put into service after April 1, 1998.

## LD 2074

Resolve, to Reimburse Cable Companies for Expenditures Made R while Participating in the Business Equipment Tax Reimbursement Tax Program

**RESOLVE 125** 

Sponsor(s)	Committee Report		Amendments Adopted
O'NEAL	ONTP	MAJ	H-1043
	OTP-AM	MIN	

LD 2074 proposed to provide reimbursement under the business equipment tax reimbursement program for cable television companies whose eligibility was repealed retroactively in 1997. This bill would not restore ongoing eligibility but would provide reimbursement for property acquired before the enactment of the exclusion.

**Committee Amendment ''A'' (H-1043)** restricted reimbursement for cable television companies to claims that were filed in a timely manner based on the 1996 property tax year. The amendment also added an appropriation section and a fiscal note to the resolve.

#### Enacted law summary

Resolve 1997, chapter 125 provides for reimbursement under the business equipment tax reimbursement program for certain cable television companies whose eligibility was retroactively repealed in 1997. Reimbursement is restricted to claims that were filed in a timely manner based on the 1996 property tax year.

#### LD 2077 Resolve, to Establish the Task Force to Increase Primary and RESOLVE 127 Secondary Forest Product Manufacturing

Sponsor(s)	Committee Report	Amendments Adopted
BELANGER D	OTP-AM	H-917
KIEFFER		S-763 MICHAUD

LD 2077 proposed to establish the Northern Aroostook Enterprise Zone to be administered by the Northern Aroostook Enterprise Zone Development Board to promote economic development in the zone. As incentives for development, the bill would create for eligible businesses a raw materials credit, a utility credit and a job creation credit and provide for partial state reimbursement for property tax abatements granted by municipalities to eligible new businesses.

**Committee Amendment "A" (H-917)** replaced the original bill. The amendment proposes to create the Task Force to Increase Primary and Secondary Forest Product Manufacturing for the purpose of exploring and recommending ways to improve the competitive position of the forest products industry in this State. The amendment also adds a fiscal note to the bill.

**Senate Amendment "A" to Committee Amendment "A" (S-751)** (not adopted) would have provided that the Task Force to Increase Primary and Secondary Forest Product Manufacturing would hold 4 public meetings and that the meetings would be held in certain specified counties. It also would have eliminated the General Fund appropriation for the costs of the task force, authorizes a transfer from the Bureau of Revenue Services to fund \$1,000 of the costs for legislative members and requires the Department of Economic and Community Development to absorb other task force expenses.

**Senate Amendment ''B'' to Committee Amendment ''A'' (S-763)** is the same as Senate Amendment ''A'' (S-751) except that it makes a technical correction.

Enacted law summary