

# MAINE STATE LEGISLATURE

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STATE OF MAINE  
119TH LEGISLATURE

FIRST REGULAR SESSION

BILL SUMMARIES  
JOINT STANDING COMMITTEE  
ON  
TAXATION

AUGUST 1999

*Staff:*

*Julie S. Jones, Legislative Analyst*

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5 State House Station  
Augusta, ME 04333-0005  
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**MEMBERS:**

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Sen. Beverly C. Daggett  
Sen. S. Peter Mills*

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Rep. Peter E. Cianchette*



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**MEMORANDUM**

To: Members, Joint Standing Committee on Taxation

From: Julie S. Jones, Legislative Analyst

Date: August, 1999

Re: Bill Summaries, 119th Legislature, 1st Regular Session

Enclosed please find a summary of all bills, resolves, joint study orders, joint resolutions and Constitutional resolutions that were considered by the Joint Standing Committee on Taxation during the 1st Regular Session of the 119th Legislature. The summary describes each bill or order and relevant amendments as well as the final action. Also included is a statistical summary of bill activity by the committee. Please note the effective date for all non-emergency legislation enacted in the 1st Regular Session (unless a later date is specified in a particular law) is September 18, 1999. Joint orders are effective when passed.

The document is organized for convenient reference to information on bills handled by the committee this session. It is organized by bill (LD) number and two indices are located at the back of the document that group bills by subject and by LD number. 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:

- CARRIED OVER .....Bill carried over to Second Regular Session*
- CON RES XXX ..... Chapter # of Constitutional Resolution passed by both Houses*
- CONF CMTE UNABLE TO AGREE ..... Committee of Conference unable to agree; bill died*
- DIED BETWEEN BODIES ..... House & Senate disagree; bill died*
- DIED IN CONCURRENCE ..... One body accepts ONTP report; the other indefinitely postpones the bill*
- DIED ON ADJOURNMENT ..... Action incomplete when session ended; bill died*
- EMERGENCY ..... Enacted law takes effect sooner than 90 days*
- FAILED EMERGENCY ENACTMENT/FINAL PASSAGE ..... Emergency bill failed to get 2/3 vote*
- FAILED ENACTMENT/FINAL PASSAGE ..... Bill failed to get majority vote*
- FAILED MANDATE ENACTMENT ..... Bill imposing local mandate failed to get 2/3 vote*
- NOT PROPERLY BEFORE THE BODY ..... Ruled out of order by the presiding officers; bill died*
- INDEF PP ..... Bill Indefinitely Postponed*
- ONTP ..... Ought Not To Pass report accepted*
- OTP ND ..... Committee report Ought To Pass In New Draft*
- OTP ND/NT ..... Committee report Ought To Pass In New Draft/New Title*
- P&S XXX ..... Chapter # of enacted Private & Special Law*
- PUBLIC XXX ..... Chapter # of enacted Public Law*
- RESOLVE XXX ..... Chapter # of finally passed Resolve*
- UNSIGNED ..... Bill held by Governor*
- VETO SUSTAINED ..... Legislature failed to override Governor's Veto*
- READ AND PASSED ..... Joint Order passed by the House and Senate*
- PASSED AS AMENDED ..... Joint Order passed as amended by the House and Senate*

A complete summary of bills for all committees will be available in the very near future. Copies will be on file in the Law and Legislative Reference Library and Senate and House offices. You will also soon be able to access these bill summaries from our website.

I hope you find this information useful. If you have any questions or suggestions, please do not hesitate to contact this office.

Best wishes for an enjoyable summer.

***Enacted law summary***

Public Law 1999, chapter 414 makes technical corrections, clarifications and minor substantive changes to various laws concerning taxation and repeals several obsolete tax provisions. Chapter 414 was enacted as an emergency measure and took effect June 5, 1999.

**LD 1278                      An Act to Base Sales Tax for Net Energy Billing Customers on Net Energy Deliveries                      PUBLIC 286**

<u>Sponsor(s)</u> GREEN		<u>Committee Report</u> OTP		<u>Amendments Adopted</u>
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LD 1278 proposed that sales tax on electricity for net energy billing customers be based upon the net energy deliveries to those customers and not upon the total energy deliveries. To accomplish this, the bill proposed a sales tax exemption for sales of electricity to net energy billing customers for which no money is paid to the electricity provider or to the transmission and distribution utility.

***Enacted law summary***

Public Law 1999, chapter 286 exempts sales of electricity to net energy billing customers when no money is paid for the electricity.

**LD 1299                      An Act to Enhance the Elderly Low Cost Drug Program                      ONTP**

<u>Sponsor(s)</u> PEAVEY		<u>Committee Report</u> ONTP		<u>Amendments Adopted</u>
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LD 1299 proposed to direct the State Tax Assessor to increase by \$300 each of the income eligibility limitations for the elderly low cost drug program beginning October 1, 1999.

Bills relating to the elderly low cost drug program were heard jointly with the Joint Standing Committee on Health and Human Services. Please see bills indexed for that Committee.

See also the "Part 2" budget bill, PL 1999, chapter 401, Part KKK.

**LD 1300                      An Act Exempting from the Sales Tax the Value of a Trade-in Vehicle When the Trade-in Is Sold Privately                      ONTP**

<u>Sponsor(s)</u> LOVETT MITCHELL B		<u>Committee Report</u> ONTP		<u>Amendments Adopted</u>
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LD 1300 proposed to allow a sales tax trade-in credit on the sale of a motor vehicle if the person purchases the replacement within 30 days of the sale of the original motor vehicle.