

# State Of Maine 121st Legislature

## First Regular Session

## **Bill Summaries**

# Joint Standing Committee on Taxation

### July 2003

Members:

Sen. Stephen S. Stanley, Chair Sen. Ethan Strimling Sen. Richard A. Nass

Rep. David G. Lemoine, Chair Rep. Joseph C. Perry Rep. Bernard E. McGowan Rep. Deborah L. Simpson Rep. Arthur L. Lerman Rep. Edward J. Suslovic Rep. Harold A. Clough Rep. Jonathan T. E. Courtney Rep. Earle L. McCormick Rep. Joshua A. Tardy

<u>Staff</u>: Julie S. Jones, Legislative Analyst

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### Maine State Legislature



## Office Of Policy And Legal Analysis Office Of Fiscal And Program Review

121st Maine Legislature First Regular Session

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

Enclosed please find a summary of all bills, resolves, joint study orders, joint resolutions and Constitutional resolutions that were considered by the joint standing and joint select committees of the Maine Legislature this past session. 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 considered by the committees. It is arranged alphabetically by committee name 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:

CARRIED OVER PURSUANT TO HP 1212	Bills carried over to the 2 <sup>nd</sup> Regular Session
CON RES XXX	
CONF CMTE UNABLE TO AGREE	Committee of Conference unable to agree; bill died
DIED BETWEEN BODIES	House & Senate disagree; bill died
DIED IN CONCURRENCEOne	e 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
	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	
ONTP	Bill Indefinitely Postponed 
OTP-ND	Committee report (hight To Pass In New Draft
P&S XXX	Chapter # of enacted Private & Special Law Joint Order passed in both bodies
PASSED	Joint Order passed in both bodies
PUBLIC XXX	Chapter # of enacted Public Law
RESOLVE XXX	Chapter # of finally passed Resolve
UNSIGNED	Bill held by Governor
	Legislature failed to override Governor's Veto

Please note that the effective date for all non-emergency legislation enacted in the First Regular Session (unless otherwise specified in a particular law) is September 13, 2003.

#### David C. Elliott, Director Offices located in Room 215 of the Cross Office Building

#### LD 261 An Act To Require Disclosure Statements Regarding Proration of Property Taxes When Real Estate is Sold

**ONTP** 

Sponsor(s)	Committee Report	Amendments Adopted
KNEELAND	ONTP	-
FISCHER		

LD 261 proposed to require a person selling real estate to provide to the purchaser a disclosure statement at the time of sale clearly defining the terms of an agreement for proration of property taxes and the respective property tax obligations of the purchaser and seller in order to completely fulfill the property tax obligation, unless all of the funds necessary to fulfill the proration agreement were secured at the time of sale in an escrow account. See also LDs 259 and 600.

### LD 266 An Act To Provide Meaningful Property Tax Relief ONTP

Sponsor(s)	Committee Report	Amendments Adopted
BROMLEY	ONTP	
BLISS		

LD 266 proposed to do the following:

- 1. Repeal the Maine resident homestead property tax exemption and instead expand the Maine Residents Property Tax Program, commonly known as the "circuit breaker" program;
- 2. Increase the benefits for renters under the Maine Residents Property Tax Program by increasing the percentage of rent constituting property taxes from 18% to 20% of rent paid;
- 3. Expand the circuit breaker program by reducing the income tax thresholds from 4% and 8% to 3% and 6%, respectively, and by increasing the maximum benefit payment from \$1,000 to \$3,000; and
- 4. Expand the circuit breaker program by increasing the income thresholds from \$25,700 for singles and \$40,000 for joint filers to \$40,000 and \$60,000, respectively.

#### LD 269

#### An Act To Exempt Special Mobile Equipment from Sales Tax

ONTP

<u>Sponsor(s)</u> WOODCOCK	Committee Report ONTP	Amendments Adopted
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LD 269 proposed to include special mobile equipment among the vehicles that can be purchased by a nonresident and exempted from the Maine sales tax if removed immediately from the State.