

## 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<br>   |
| OTP-ND                                   | Committee report (hight To Pass In New Draft                                    |
| P&S XXX                                  | Chapter # of enacted Private & Special Law<br>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 643 An Act To Provide a Property Tax Exemption to All Veterans of the United States Armed Forces

**ONTP** 

| <u>Sponsor(s)</u><br>LEDWIN | Committee Report<br>ONTP | Amendments Adopted |
|-----------------------------|--------------------------|--------------------|
|                             |                          |                    |

LD 643 proposed to amend the \$5,000 property tax exemption provided to a veteran who served in the Armed Forces of the United States to remove the eligibility requirements that the veteran served during a federally recognized war period or that the veteran be totally disabled. Under this bill, a veteran of the Armed Forces of the United States would be eligible to receive a property tax exemption if the veteran served at least 2 years and has reached the age of 62 or the veteran is totally disabled.

This bill also proposed to amend the current \$47,500 property tax exemption for specially adapted housing for paraplegic veterans to remove the requirement that the veteran served in the Armed Forces of the United States during a federally recognized war period. See also LD 1.

### LD 654 An Act To Establish a Flat Tax Rate for the Maine Income Tax ONTP

| Sponsor(s) | Committee Report |
|------------|------------------|
| CRESSEY    | ONTP             |
|            |                  |

Amendments Adopted

LD 654 proposed to change the existing graduated income tax into a flat rate tax effective for tax years beginning on or after January 1, 2004.

LD 681 An Act To Amend the Law Pertaining to Tax Exemptions for ONTP Public and Private Pensions

| Sponsor(s) | Committee Report | Amendments Adopted |
|------------|------------------|--------------------|
| DAVIS, G   | ONTP             | _                  |
| STANLEY    |                  |                    |

LD 681 proposed to exempt benefits received under the Maine State Retirement System from the social security benefit offset.