

# MAINE STATE LEGISLATURE

The following document is provided by the  
**LAW AND LEGISLATIVE DIGITAL LIBRARY**  
at the Maine State Law and Legislative Reference Library  
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied  
(searchable text may contain some errors and/or omissions)

---

---

ONE HUNDRED AND FIFTH LEGISLATURE

---

---

Legislative Document

No. 1804

S. P. 621

In Senate, June 3, 1971

Reported by Senator Wyman of Washington from Committee on Taxation and printed under Joint Rules No. 18.

HARRY N. STARBRANCH, Secretary

---

---

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED  
SEVENTY-ONE

---

---

**AN ACT to Limit the Tax Exemption for Certain Corporations Which Conduct Their Operations Primarily for the Benefit of Nonresidents of the State.**

---

---

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

R. S., T. 36, § 652, sub-§ 1, ¶ A, sub-¶ (1), repealed and replaced. Subparagraph (1) of paragraph A of subsection 1 of section 652 of Title 36 of the Revised Statutes, as amended by chapter 372 of the public laws of 1967, is repealed and the following enacted in place thereof:

(1) Any such institution which is in fact conducted or operated principally for the benefit of persons who are not residents of Maine shall be entitled to an exemption not to exceed \$50,000 of current just value only when the total amount of any stipends or charges which it makes or takes during any tax year, as defined by section 502, for its services, benefits or advantages divided by the total number of persons receiving such services, benefits or advantages during the same tax year does not result in an average rate in excess of \$20 per week when said weekly rate is computed by dividing the average yearly charge per person by the total number of weeks in a tax year during which such institution is in fact conducted or operated principally for the benefit of persons who are not residents of Maine. No such institution which is in fact conducted or operated principally for the benefit of persons who are not residents of Maine and makes charges which result in an average weekly rate per person, as computed under this subparagraph, in excess of \$20 shall be entitled to tax exemption. This subparagraph shall not apply to institutions incorporated as nonprofit corporations for the sole purpose of conducting medical research.