

MAINE STATE LEGISLATURE

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ONE HUNDRED AND SEVENTH LEGISLATURE

Legislative Document

No. 1090

H. P. 904

House of Representatives, March 18, 1975

Referred to the Committee on Taxation. Sent up for concurrence and ordered printed.

EDWIN H. PERT, Clerk

Presented by Mr. Quinn of Gorham.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
SEVENTY-FIVE

AN ACT Concerning the Applicability of the Sales and Use Tax to
Inventory.

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

36 MRSA § 1752, sub-§ 11, 5th sentence is amended to read:

“Retail sale” and “sale at retail” do not include the sale of tangible personal property which becomes an ingredient or component part of, or which is consumed or destroyed or loses its identity in the manufacture of, tangible personal property for later sale or lease but shall include fuel and electricity.

STATEMENT OF FACT

The purpose of this bill is to clarify the sales and use tax law by making it clear that Maine manufacturers who lease their product are treated in the same manner as manufacturers who sell their product as to their inventory and other supplies.