

FIRST REGULAR SESSION

ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

NO. 1134

...

H.P. 843 Reference to the Committee on State and Local Government suggested and ordered printed.

EDWIN H. PERT, Clerk

Presented by Representative JACKSON of Harrison. Cosponsored by Representatives ZIRNKILTON of Mount Desert and HANLEY of Paris.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

1 2 3 4 5	RESOLUTION, Proposing an Amendment to the Constitution of Maine to Establish a Limit on Increases in the Local Property Tax.
6	Constitutional amendment. RESOLVED: Two thirds
7	of each branch of the Legislature concurring, that
8	the following amendment to the Constitution of Maine
9	be proposed:
1 0 11	Constitution, Article IX, Section 8-A is enacted to read:
12	Section 8-A. Tax limitation. Notwithstanding
13	section 8, beginning January 1, 1988, all increases
14	in property taxes shall be limited in the following

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manner.

 1. No increase in the valuation of real or personal property may exceed the inflationary increase over the previous year.

4 2. No increase in the rate of taxes on real or 5 personal property may exceed the inflationary in-6 crease over the previous year.

7 An increase in the valuation of real and per-8 sonal property or an increase in the rate of taxes on real and personal property may exceed the inflation-ary increase if the legislative body of the munici-. 9 10 pality imposing the tax declares, by a 3/5 majority, 11 12 that an emergency exists. The proposed declaration must receive a public hearing and it shall specifi-13 cally state the nature of the emergency and the meth-14 od by which the emergency will be funded. The emer-15 gency shall be declared prior to incurring any of the 16 expenses which constitute the specific emergency re-quest. The tax limitation may be exceeded only for 17 18 the fiscal year in which the emergency is declared. 19 In the next and subsequent years, the tax limitation of this section shall again take effect. 20 21

4. "Inflationary increase" means the lower of
the increase on January 1st over the previous year of
the percentage increase in the federal Consumer Price
Index or the percentage increase in the real personal
wages for the State.

27 Constitutional referendum procedure; form of 28 question; effective date. Resolved: That the city 29 aldermen, town selectmen and plantation assessors of this State shall notify the inhabitants of their re-30 31 spective cities, towns and plantations to meet, in the manner prescribed by law for holding a statewide 32 33 election, at a statewide election, on the Tuesdav following the first Monday of November following the 34 passage of this resolution, to vote upon the ratifi-35 36 cation of the amendment proposed in this resolution by voting upon the following question: 37

38 "Shall the Constitution of Maine be amended to 39 limit increases in property taxes to the amount 40 of the increase in inflation?"

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The legal voters of each city, town and plantation shall vote by ballot on this question, and shall designate their choice by a cross or check mark placed within the corresponding square below the word "Yes" or "No." The ballots shall be received, sorted, counted and declared in open ward, town and plantation meetings and returns made to the Secretary of State in the same manner as votes for members of Legislature. The Governor shall review the rethe turns and, if it appears that a majority of the legal voters are in favor of the amendment, the Governor shall proclaim that fact without delay and the amendment shall become part of the Constitution on the date of the proclamation.

15 Secretary of State shall prepare ballots. Re-16 solved: That the Secretary of State shall prepare 17 and furnish to each city, town and plantation all 18 ballots, returns and copies of this resolution neces-19 sary to carry out the purposes of this referendum.

STATEMENT OF FACT

21 This bill amends the Constitution of Maine to 22 place a limit upon any increases in either the valua-23 tion of property or the local property tax rate. The 24 limit is the lower of the increase in the federal 25 Consumer Price Index or the increase in real personal 26 wages in the State.

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