

MAINE STATE LEGISLATURE

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114th MAINE LEGISLATURE

SECOND REGULAR SESSION - 1990

Legislative Document

No. 1823

H.P. 1321

House of Representatives, December 7, 1989

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 26.

Received by the Clerk of the House on December 7, 1989. Referred to the Committee on Taxation and 1600 ordered printed pursuant to Joint Rule 14.

Ed Pert

EDWIN H. PERT, Clerk

Presented by Representative CASHMAN of Old Town.

STATE OF MAINE

IN THE YEAR OF OUR LORD
NINETEEN HUNDRED AND NINETY

An Act to Fully Index Maine Income Taxes.



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

2
36 MRSA §5402, sub-§3, as amended by PL 1989, c. 495, §6, is
4 further amended to read:

6 3. Inflation factor. "Inflation factor" means the
percentage adjustment factor plus $+965 \frac{1}{100}$.
8

10
12 **STATEMENT OF FACT**

14 This bill eliminates the 3 1/2% threshold for income tax
indexing. Under this bill, income tax rates and exemptions will
16 be fully indexed at the rate evidenced by the Consumer Price
Index.