

MAINE STATE LEGISLATURE

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115th MAINE LEGISLATURE

FIRST REGULAR SESSION-1991

Legislative Document

No. 1387

H.P. 960

House of Representatives, April 1, 1991

Reference to the Committee on Taxation suggested and ordered printed.

A handwritten signature in cursive script that reads "Ed Pert".

EDWIN H. PERT, Clerk

Presented by Representative MAHANY of Easton.
Cosponsored by Representative GRAY of Sedgwick.

STATE OF MAINE

IN THE YEAR OF OUR LORD
NINETEEN HUNDRED AND NINETY-ONE

An Act to Increase Revenue to the State.



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

2

4 **Sec. 1.** 36 MRSA §1811, first ¶, as repealed and replaced by PL 1989, c. 871, §16, is amended to read:

6 A tax is imposed on the value of all tangible personal
8 property and taxable services sold at retail in this State. The
10 rate of tax is 10% on the value of liquor sold in licensed
12 establishments as defined in Title 28-A, section 2, subsection
14 15, in accordance with Title 28-A, chapter 43; 7% on the value of
16 rental of living quarters in any hotel, rooming house, tourist or
18 trailer camp and rental for a period of less than one year of an
 automobile and sales of food products subject to taxation in
accordance with section 1760, subsection 3; and 5% 6% on the
value of all other tangible personal property and taxable
services. Value is measured by the sale price, except as
otherwise provided.

18

20 **Sec. 2.** 36 MRSA §1812, sub-§1, ¶A, as repealed and replaced by
PL 1987, c. 402, Pt. A, §181, is amended to read:

22

A. If the tax rate is 5% 6%:

24

Amount of Sale Price	Amount of Tax
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26

\$0.01 to \$0.10 <u>\$0.06</u> , inclusive	0¢
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28

.11 <u>.06</u> to .20, inclusive	1¢
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30

.21 to .40 <u>.35</u> , inclusive	2¢
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32

.41 <u>.36</u> to .60 <u>.59</u> , inclusive	3¢
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.61 <u>.60</u> to .80 <u>.73</u> , inclusive	4¢
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.81 <u>.74</u> to 1.00 <u>.87</u> , inclusive	5¢
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<u>.88 to 1.00, inclusive</u>	<u>6¢</u>
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34

36 **Sec. 3.** 36 MRSA §1812, sub-§2, as amended by PL 1989, c. 588,
Pt. B, §4, is further amended to read:

36

38 2. **Several items.** When several purchases are made together
and at the same time, the tax shall must be computed on the total
amount of the several items, except that purchases taxed at 5%
40 6%, 7% and 10% shall must be separately totaled.

42

44 **Sec. 4. Repeal.** This Act is repealed on July 1, 1993.

44

STATEMENT OF FACT

46

48 This bill raises sales taxes for a period of 2 years. The
bill raises the sales tax to 6% and the meals tax to 7%.