MAINE STATE LEGISLATURE

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	L.D. 27				
2	DATE: 6/5/95 (Filing No. H- 372)				
4					
6	MINORITY TAXATION				
8					
10	Reproduced and distributed under the direction of the Clerk of the House.				
12	STATE OF MAINE				
14	HOUSE OF REPRESENTATIVES 117TH LEGISLATURE				
16	FIRST REGULAR SESSION				
18					
20	COMMITTEE AMENDMENT " " to H.P. 33, L.D. 27, Bill, "An Act to Repeal the 7% Gross Receipts Tax on Nursing Homes"				
22	Amend the bill by inserting at the end before the statement of fact the following:				
24	'Sec. 3. Appropriation. The following funds are appropriated				
26	from the General Fund to carry out the purposes of this Act.				
28	1995-96 1996-9				
30	ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF				
32	Bureau of Taxation				
4	All Other \$26,000				
6	, , , , , , , , , , , , , , , , , , , ,				
8	Provides funds for computer modifications, printing and mailing notification of				
10	changes to taxpayers.				
12	HUMAN SERVICES, DEPARTMENT OF				
4	Intermediate Care - Payments to Providers				
6	All Other (4,365,080) (\$5,983,999)				
8					
)	Deappropriates funds no longer required due to the				

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COMMITTEE AMENDMENT



24 26 28 30 32 34 36 38 40 42 44	HUMAN SERVICES, DEPARTMENT OF Intermediate Care - Payments to Providers All Other Deappropriates funds no longer required due to the repeal of the gross receipts tax on nursing facility charges.' Further amend the bill by ins statement of fact the following:	(\$7,533,734) erting at the e	(\$10,327,842)
26 28 30 32 34 36 38	Intermediate Care - Payments to Providers All Other Deappropriates funds no longer required due to the repeal of the gross receipts tax on nursing facility charges.' Further amend the bill by ins	F (\$7,533,734)	1996-97 (\$10,327,842) end before the
26 28 30 32 34 36	Intermediate Care - Payments to Providers All Other Deappropriates funds no longer required due to the repeal of the gross receipts tax on nursing facility charges.'	F (\$7,533,734)	(\$10,327,842)
26 28 30 32 34	Intermediate Care - Payments to Providers All Other Deappropriates funds no longer required due to the repeal of the gross receipts tax on nursing facility	F	
26 28 30 32	Intermediate Care - Payments to Providers All Other Deappropriates funds no longer required due to the	F	
26 28 30	Intermediate Care - Payments to Providers All Other	F	
26 28	Intermediate Care - Payments to Providers	F	
26	Intermediate Care -		1996-97
	HUMAN SERVICES, DEPARTMENT O		1996-97
24		1995-96	1996-97
		400 7 0 4	
22	Sec. 4. Allocation. The following funds are allocated from the Federal Expenditure Fund to carry out the purposes of this Act.		
18	APPROPRIATION TOTAL	(\$4,395,330)	(\$6,058,999)
16	charges.		
14	repeal of the gross receipts tax on nursing facility		
12	Deappropriates funds no longer required due to the		
10	All Other	(56,250)	(75,000)
8	Bangor Mental Health Institute		
6	MENTAL HEALTH AND MENTAL RETARDATION, DEPARTMENT OF		
4	charges.		
-	repeal of the gross receipts tax on nursing facility		
2		•	

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(\$4,395,330)

(7,533,734)

(\$6,058,999)

(10,327,842)

APPROPRIATIONS/ALLOCATIONS

General Fund

Other Funds

48

50

COMMITTEE AMENDMENT



2	REVENUES
4	REVENUES
	General Fund (\$19,223,821) (\$30,050,832
6	Other Funds (6,304,618) (7,929,492
8	This bill results in a net cost to the General Fund of \$14,828,491 in fiscal year 1995-96 and \$23,991,833 in fiscal year
10	1996-97.
12	The repeal of the gross receipts tax on nursing facilities and certain restaurants results in a loss of undedicated revenue
14	of \$42,095,010 and \$74,678,947 in fiscal years 1995-96 and 1996-97, respectively. The tax rate imposed on certain
16	businesses licensed for on-site consumption of liquor remains unchanged but the conversion from a gross receipts tax to a sales
18	tax will increase General Fund revenue by \$22,871,189 and \$44,628,115, respectively. The corresponding increases in
20	dedicated revenue to the Municipal Revenue Sharing Program is \$1,229,116 and \$2,398,350 in fiscal years 1995-96 and 1996-97
22	respectively.
24	The Bureau of Taxation will require General Fundappropriations of \$26,000 in fiscal year 1995-96 for compute
26	modifications, printing and mailing notification of changes to taxpayers. If other bills are enacted that also make changes to
28	the gross receipts tax, the costs properly allocated to this bill may be reduced.
30	The Department of Human Services will also experience
32	decrease in costs in the Intermediate Care - Payment to Providers program. The General Fund savings are \$4,365,080 and \$5,983,999
34	in fiscal years 1995-96 and 1996-97, respectively. The matchine Federal Expenditure Fund savings are \$7,533,734 and \$10,327,845
36	in fiscal years 1995-96 and 1996-97, respectively.
38	The Department of Mental Health and Mental Retardation will also experience a decrease in costs at the Bangor Mental Health
40	Institute of \$56,250 in fiscal year 1995-96 and \$75,000 in fiscal

The Governor's proposed current services budget includes changes that may affect this bill's impact on the amount available for deappropriation from the Intermediate Care - Payments to Providers program. This estimate of the fiscal impact may need to be adjusted based on final legislative actions

48 on the current services budget.'

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2 STATEMENT OF FACT

This amendment is the minority report and adds an appropriation section, an allocation section and a fiscal note to the bill.

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COMMITTEE AMENDMENT