

MAINE STATE LEGISLATURE

The following document is provided by the
LAW AND LEGISLATIVE DIGITAL LIBRARY
at the Maine State Law and Legislative Reference Library
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied
(searchable text may contain some errors and/or omissions)



119th MAINE LEGISLATURE

FIRST REGULAR SESSION-1999

Legislative Document

No. 2165

H.P. 1517

House of Representatives, April 7, 1999

An Act to Provide a Sales Tax Credit on the First \$2000 of the Purchase Price of Certain Automobiles.

Reference to the Committee on Taxation suggested and ordered printed.

A handwritten signature in cursive script that reads "Joseph W. Mayo".

JOSEPH W. MAYO, Clerk

Presented by Representative GAGNON of Waterville.
Cosponsored by Senator RUHLIN of Penobscot and
Representatives: JABAR of Waterville, MURPHY of Berwick, O'NEIL of Saco, Senators:
MILLS of Somerset, MURRAY of Penobscot.

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

4 **Sec. 1. 36 MRSA §1482, sub-§5-A is enacted to read:**

6 **5-A. Credit for sales tax paid on newly purchased motor**
8 **vehicles. An owner who is registering a newly purchased motor**
10 **vehicle is entitled to a credit on the excise tax due. The**
12 **credit equals the amount of sales tax paid up to a maximum of**
14 **\$2,000 of the value of the motor vehicle and is deducted from the**
16 **excise tax at the time of registration. This credit applies to**
18 **newly purchased motor vehicles for personal use and not to**
20 **motorcycles, recreational vehicles, campers or commercial**
 vehicles. The State shall reimburse a municipality for any
 revenues the municipality has lost due to this credit.

SUMMARY

 This bill provides a credit to the excise tax for sales tax
paid up to a maximum of \$2,000 of the value of motor vehicles
purchased for personal use.