

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)



121st MAINE LEGISLATURE

FIRST REGULAR SESSION-2003

Legislative Document

No. 996

S.P. 340

In Senate, February 25, 2003

An Act Allowing Municipalities To Retain a Percentage of Any Increase in the Sales and Use Tax

Reference to the Committee on Taxation suggested and ordered printed.

A handwritten signature in cursive script that reads "Joy J. O'Brien".

JOY J. O'BRIEN
Secretary of the Senate

Presented by Senator LEMONT of York.
Cosponsored by Representative BROWN of South Berwick and
Representatives: ANDREWS of York, PERRY of Bangor.

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

4 **Sec. 1. 36 MRSA §1951-A, sub-§3** is enacted to read:

6 3. **Payment to municipality.** Notwithstanding any law to the
8 contrary, if the total sales and use taxes collected by retailers
10 within a municipality and reported to the State Tax Assessor
12 pursuant to subsection 1 for the previous 12 months exceed the
14 sales and use taxes collected and reported by retailers within
16 that municipality for the previous 13 to 24 months, then the
18 State Tax Assessor shall disburse 10% of that excess to the
20 governing body of that municipality. For purposes of this
22 subsection, "municipality" means a city, town, special district,
plantation or municipal village corporation within the State.

SUMMARY

This bill requires the State Tax Assessor to pay to the governing body of a municipality 10% of the excess of sales and use tax revenues generated by retailers within that municipality over the sales and use tax revenues generated the prior year.