

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)

W
P.O.S.

L.D. 332

DATE: **6-7-05**

(Filing No. S- **342**)

Reproduced and distributed under the direction of the Secretary of the Senate.

**STATE OF MAINE
SENATE
122ND LEGISLATURE
FIRST SPECIAL SESSION**

SENATE AMENDMENT "**B**" to COMMITTEE AMENDMENT "A" to H.P. 255, L.D. 332, Bill, "An Act To Exempt Unemployment Benefits from State Income Tax"

Amend the amendment in paragraph U in the last line (page 1, line 31 in amendment) by inserting after the following: "income." the following: 'The exemption under this paragraph applies only if the adjusted gross income does not exceed:

(1) For single individuals and married persons filing separate returns, \$25,000; or

(2) For individuals filing married joint returns, surviving spouses or heads of households, \$50,000.'

Further amend the amendment by striking out all of section 5 and inserting in its place the following:

'**Sec. 5. Appropriations and allocations.** The following appropriations and allocations are made.

**ADMINISTRATIVE AND FINANCIAL SERVICES,
DEPARTMENT OF**

Maine Revenue Services 0002

Initiative: Provides funds for the administrative costs associated with the income tax deduction including funds for one part-time Tax Examiner position.

GENERAL FUND	2005-06	2006-07
POSITIONS - LEGISLATIVE COUNT	0.500	0.500
Personal Services	\$13,132	\$28,256
All Other	\$10,000	\$0

SENATE AMENDMENT

R.O.S.

SENATE AMENDMENT "**B**" to COMMITTEE AMENDMENT "A" to H.P. 255,
L.D. 332

2 GENERAL FUND TOTAL \$23,132 \$28,256'

4

SUMMARY

6

8 This amendment continues the state income tax exemption for
10 unemployment compensation as proposed in Committee Amendment "A,"
12 but only if the person's federal adjusted gross income is less
than \$25,000 for single individuals and married persons filing
separately or \$50,000 for individuals filing jointly or heads of
households.

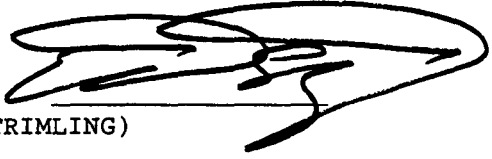
14

FISCAL NOTE REQUIRED
(See attached)

16

18

20

SPONSORED BY: 
(Senator STRIMLING)

22

COUNTY: Cumberland

24



122nd MAINE LEGISLATURE

LD 332

LR 1549(05)

An Act To Exempt Unemployment Benefits from State Income Tax

Fiscal Note for Senate Amendment "B" to Committee Amendment "A"

Sponsor: Sen. Strimling

Fiscal Note Required: Yes

Fiscal Note

	2005-06	2006-07	Projections 2007-08	Projections 2008-09
Net Cost (Savings)				
General Fund	(\$6,335,821)	(\$5,964,049)	(\$6,573,418)	(\$7,123,528)
Appropriations/Allocations				
General Fund	(\$23,955)	(\$21,751)	(\$24,105)	(\$24,261)
Revenue				
General Fund	\$6,311,866	\$5,942,298	\$6,549,313	\$7,099,267
Other Special Revenue Funds	\$339,205	\$319,344	\$359,245	\$389,411

Fiscal Detail and Notes

This amendment reduces the cost of Committee Amendment "A" by \$6,335,821 in fiscal year 2005-06 and \$5,964,049 in fiscal year 2006-07 as a result of limiting the income tax deduction for unemployment compensation.