

MAINE STATE LEGISLATURE

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STATE OF MAINE
SENATE
122ND LEGISLATURE
FIRST SPECIAL SESSION

SENATE AMENDMENT "D" to H.P. 1199, L.D. 1691, Bill, "An Act To Eliminate Pension Cost Reduction Bonding and Provide Replacement Budgeting Measures"

Amend the bill in Part I by striking out all of section 1 (page 16, lines 1 to 15 in L.D.)

Further amend the bill in Part I in section 4 under the heading "EDUCATION, DEPARTMENT OF" by striking out all of the 4th part relating to "General Purpose Aid for Local Schools 0308" (page 17, lines 20 to 30 in L.D.)

Further amend the bill in Part I in section 4 by striking out all of the last 3 lines (page 17, line 50 and page 18, lines 1 and 2 in L.D.) and inserting in their place the following:

'GENERAL FUND	(\$974,000) (\$10,858,566)
DEPARTMENT TOTAL - ALL FUNDS	(\$974,000) (\$10,858,566)'

Further amend the bill by inserting after Part KKK the following:

PART LLL

Sec. LLL-1. 36 MRSA §5219-N, sub-§1, as amended by PL 2003, c. 390, §48, is repealed and the following enacted in its place:

1. Generally. Except as provided in subsection 2, an individual in a category described in this subsection is allowed a credit equal to the tax otherwise imposed on that individual by

this Part. In no case may this credit reduce the Maine income tax to less than zero. An individual qualifies for the credit described in this section if:

A. The individual is filing as a single individual or is married and filing separately and the individual's Maine taxable income determined as if the individual were a resident individual for the entire year is \$4,000 or less;

B. The individual is filing a return as a head of household and the taxable income on the return determined as if the individual were a resident individual for the entire year is \$6,000 or less; or

C. The individual is filing a married joint return and the taxable income on the return determined as if the individuals were resident individuals for the entire year is \$8,000 or less.

Sec. LLL-2. Application. This Part applies to tax years beginning on or after January 1, 2006.

PART MMM

Sec. MMM-1. 36 MRSA §5124-A, first ¶, as amended by PL 2005, c. 12, Pt. P, §5, is further amended to read:

The standard deduction of a resident individual is equal to the standard deduction as determined in accordance with the Code, Section 63, except that for tax years beginning after 2002 but before 2006, the Code, Section 63(c)(2) must be applied as if the basic standard deduction is \$5,000 in the case of a joint return and a surviving spouse and \$2,500 in the case of a married individual filing a separate return.

PART NNN

Sec. NNN-1. 36 MRSA §5126, first ¶, as amended by PL 2001, c. 583, §16, is further amended to read:

~~For income tax years beginning on or after January 1, 1998 but before January 1, 1999, a resident individual is allowed \$2,400 for each exemption that the individual properly claims for the taxable year for federal income tax purposes, unless the taxpayer is claimed as a dependent on another return. For income tax years beginning on or after January 1, 1999 but before January 1, 2000, a resident individual is allowed \$2,750 for each exemption that the individual properly claims for the taxable year for federal income tax purposes, unless the taxpayer is claimed as a dependent on another return.~~ For income tax years

beginning on or after January 1, 2000 but before January 1, 2006, a resident individual is allowed \$2,850 for each exemption that the individual properly claims for the taxable year for federal income tax purposes, unless the taxpayer is claimed as a dependent on another return. For tax years beginning on or after January 1, 2006, a resident individual is allowed the same amount allowed under Section 151 of the Code for each exemption that the individual properly claims for the taxable year for federal income tax purposes, unless the taxpayer is claimed as a dependent on another return.

PART OOO

Sec. OOO-1. 36 MRSA §5111, first ¶, as amended by PL 1999, c. 731, Pt. T, §1, is further amended to read:

A tax is imposed ~~for each taxable year beginning on or after January 1, 2000,~~ on the Maine taxable income of every resident individual of this State. The amount of the tax is determined as provided in this section, except that the rates provided in this section for tax years beginning on or after January 1, 2006 must be adjusted as provided by section 5111-C.

Sec. OOO-2. 36 MRSA §5111-C is enacted to read:

§5111-C. Reductions in individual income tax rates

1. Rate reduction in 2006. For tax years beginning on or after January 1, 2006, the 8.5% tax rates contained in section 5111, subsections 1-B, 2-B and 3-B are reduced to 8.25%.

2. Materials. The State Tax Assessor shall incorporate the changes arising from this section into the forms, instructions and withholding tables for the appropriate tax years.

PART PPP

Sec. PPP-1. 36 MRSA §5122, sub-§1, ¶W, as amended by PL 2005, c. 12, Pt. P, §3, is repealed.

Sec. PPP-2. Application. This Part applies to tax years beginning on or after January 1, 2006.

PART QQQ

Sec. QQQ-1. 36 MRSA §683, sub-§§3 and 4, as amended by PL 2005, c. 2, Pt. F, §3 and affected by §5, are further amended to read:

3. **Effect on state valuation.** ~~Fifty-percent-of-the~~ The just value of homesteads exempt under this subchapter must be included in the annual determination of state valuation under sections 208 and 305.

4. **Property tax rate.** ~~Fifty-percent-of-the~~ The value of homestead exemptions under this subchapter must be included in the total municipal valuation used to determine the municipal tax rate. The municipal tax rate as finally determined may be applied to only the taxable portion of each homestead qualified for that tax year.

Sec. QQQ-2. 36 MRSA §685, sub-§2, as amended by PL 2005, c. 2, Pt. F, §4 and affected by §5, is further amended to read:

2. **Entitlement to reimbursement by State; calculation.** A municipality that has approved homestead exemptions under this subchapter may recover from the State 50% 100% of the taxes lost by reason of the exemptions upon proof in a form satisfactory to the bureau. The bureau shall reimburse the Unorganized Territory Education and Services Fund for 50% 100% of taxes lost by reason of the exemption.

Sec. QQQ-3. Application. This Part applies to property tax valuations determined on or after April 1, 2006.

PART RRR

Sec. RRR-1. 36 MRSA §6201, sub-§1, as amended by PL 2005, c. 2, Pt. E, §1 and affected by §§7 and 8, is further amended to read:

1. **Benefit base.** "Benefit base" means property taxes accrued or rent constituting property taxes accrued. In the case of a claimant paying both rent and property taxes for a homestead, benefit base means both property taxes accrued and rent constituting property taxes accrued. The benefit base may not exceed ~~\$3,000--for--single-member-households--and--\$4,000--for households-with-2-or-more-members~~ \$5,000.

Sec. RRR-2. 36 MRSA §6207, sub-§1, ¶A-1, as amended by PL 2005, c. 2, Pt. E, §4 and affected by §§7 and 8, is further amended to read:

A-1. Fifty percent of that portion of the benefit base that exceeds 4% but does not exceed 8% of income plus 100% of that portion of the benefit base that exceeds 8% of income to a maximum payment of ~~\$2,000~~ \$3,000.

2 **Sec. RRR-3. Application.** This Part applies to applications
for benefits filed on or after August 1, 2006.

4 **PART SSS**

6 **Sec. SSS-1. 36 MRSA §1752, sub-§1-H** is enacted to read:

8 **1-H. Amusement and recreational services.** "Amusement and
recreational services" means:

10 A. All services provided by health clubs, fitness clubs,
12 athletic clubs and personal fitness trainers and coaches,
other than the sale of meals and the rental of living
14 quarters;

16 B. Admission to fairs, including state fairs, county fairs,
agricultural fairs and book fairs;

18 C. Admission to sporting events, including horse races;

20 D. Admission to exhibition shows that are open to the
22 general public, including flower and garden shows, animal
shows; and auto and watercraft shows;

24 E. Admission to motion pictures, concerts, plays, musicals,
26 ballets, operas, comedy shows, puppet shows, magic shows,
carnivals, circuses and theatrical productions;

28 F. Admission to dance halls, amusement parks, theme parks,
30 miniature golf courses, snow parks and water parks;

32 G. All services, including lessons, provided by flight
centers, marinas, golf courses, driving ranges, shooting
34 ranges, alpine ski areas, cross-country ski touring centers,
ice skating rinks, roller skating rinks, dance halls and
36 centers, bowling centers, swimming pools, racetracks,
billiard parlors, riding stables, whitewater rafting centers
38 and recreational athletic facilities of any kind, other than
the sale of meals and the rental of living quarters;

40 H. Services provided by, and the charging of fees for
42 admission to or membership in, commercial recreational
membership organizations, including health and fitness
44 clubs, golf clubs, tennis clubs and country clubs, whether
payable by annual fee or otherwise;

46 I. Admission to privately owned and operated museums,
48 planetariums, historical sites, zoological parks, zoological
gardens, wild animal parks, petting zoos, botanical gardens
50 and aquariums; and

J. Airplane, helicopter, balloon, dirigible, blimp, watercraft, railroad, bus and wagon rides for amusement or sightseeing purposes.

Sec. SSS-2. 36 MRSA §1752, sub-§3-B, as amended by PL 1999, c. 698, §1 and affected by §3, is further amended to read:

3-B. Grocery staples. "Grocery staples" means food products ordinarily consumed for human nourishment.

"Grocery staples" does not include spirituous, malt or vinous liquors; soft drinks, iced tea, sodas or beverages such as are ordinarily dispensed at bars or soda fountains or in connection with bars or soda fountains; medicines, tonics, vitamins and preparations in liquid, powdered, granular, tablet, capsule, lozenge or pill form, sold as dietary supplements or adjuncts, except when sold on the prescription of a physician; water, including mineral bottled and carbonated waters and ice; dietary substitutes; candy and confections; snack food and prepared food.

Sec. SSS-3. 36 MRSA §1752, sub-§§8-C and 8-D are enacted to read:

8-C. Personal property services. "Personal property services" means the alteration, cleaning, installation, repair, rental, moving, restoration, storage, appraisal and maintenance of personal property, including motor vehicles, watercraft, snowmobiles, all-terrain vehicles, appliances, bicycles, jewelry, cameras, timepieces, firearms, musical instruments, electronic and electrical goods, clothing, footwear, leather goods, furniture, rugs and carpets. "Personal property services" includes, but is not limited to:

A. The upholstery and reupholstery of furniture;

B. Same-day courier and delivery services;

C. The rental of moorings, slips and docks, but only for noncommercial watercraft;

D. Dry cleaning, laundry and clothing storage services;

E. Photograph restoration and photographic film development;

F. Art restoration and conservation; and

G. Picture framing.

"Personal property services" does not include the rental of items subject to a tax under chapter 358 or the interstate moving of furniture and other household goods.

8-D. Personal services. "Personal services" means:

A. All services provided by tanning salons, tattoo parlors, massage therapists and massage parlors;

B. Ear and body piercing services;

C. Dance instruction;

D. Driving instruction;

E. Escort, dating and social introduction services;

F. Flower, balloon and singing telegram delivery services;

G. Pet grooming and boarding services;

H. Rental of storage lockers and other self-storage space;

I. Laundry and diaper services;

J. Catering services; and

K. Home grocery delivery service and other home delivery services.

Sec. SSS-4. 36 MRSA §1752, sub-§9-E is enacted to read:

9-E. Real property services. "Real property services" means the following services when provided with regard to real property:

A. Interior painting, wallpapering, decorating and designing;

B. Property cleaning and organizing;

C. Disinfection and pest extermination or control services;

D. Locksmithing, alarm and security services;

E. Swimming pool installation, repair, cleaning and maintenance;

F. Waste management and remediation services;

2 G. Rug and carpet installation, cleaning and repair;

4 H. Floor maintenance, including sanding, polishing, waxing
 and coating;

6 I. Chimney sweeping and cleaning services; and

8 J. Hot tub installation, repair, cleaning and maintenance.

10 **Sec. SSS-5. 36 MRSA §1752, sub-§11, ¶A,** as amended by PL 2005,
c. 218, §14, is further amended to read:

12 A. "Retail sale" includes: conditional sales, installment
14 lease sales and any other transfer of tangible personal
16 property when the title is retained as security for the
18 payment of the purchase price and is intended to be
 transferred later.

20 ~~(1)-Conditional sales, installment lease sales and any~~
22 ~~other transfer of tangible personal property when the~~
 ~~title is retained as security for the payment of the~~
 ~~purchase price and is intended to be transferred later;~~
24 and

26 ~~(2)-Sale of products for internal human consumption to~~
28 ~~a person for resale through vending machines when sold~~
 ~~to a person more than 50% of whose gross receipts from~~
 ~~the retail sale of tangible personal property are~~
30 ~~derived from sales through vending machines. The tax~~
 ~~must be paid by the retailer to the State.~~

32 **Sec. SSS-6. 36 MRSA §1752, sub-§11, ¶B,** as amended by PL 2005,
c. 218, §15, is further amended to read:

34 B. "Retail sale" does not include:

36 (1) Any casual sale;

38 (2) Any sale by a personal representative in the
40 settlement of an estate, unless the sale is made
42 through a retailer, or unless the sale is made in the
 continuation or operation of a business;

44 (3) The sale, to a person engaged in the business of
46 renting automobiles, of automobiles, integral parts of
 automobiles or accessories to automobiles, for rental
48 or for use in an automobile rented on a short-term
 basis;

(4) The sale, to a person engaged in the business of renting video media and video equipment, of video media or video equipment for rental;

(5) The sale, to a person engaged in the business of renting or leasing automobiles, of automobiles for rental or lease for one year or more;

(6) The sale, to a person engaged in the business of providing cable or satellite television services, of associated equipment for rental or lease to subscribers in conjunction with a sale of ~~extended~~ cable or ~~extended~~ satellite television or radio services; or

(7) The sale, to a person engaged in the business of renting furniture, or audio media and audio equipment, of furniture, audio media or audio equipment for rental pursuant to a rental-purchase agreement as defined in Title 9-A, section 11-105.

Sec. SSS-7. 36 MRSA §1752, sub-§14, ¶B, as amended by PL 2003, c. 673, Pt. V, §16 and affected by §29, is further amended to read:

B. "Sale price" does not include:

(1) Discounts allowed and taken on sales;

(2) Allowances in cash or by credit made upon the return of merchandise pursuant to warranty;

(3) The price of property returned by customers, when the full price is refunded either in cash or by credit;

(4) The price received for labor or services used in installing or applying or repairing the property sold, if separately charged or stated unless the labor or services are taxable services as defined in subsection 17-B;

(5) Any amount charged or collected, in lieu of a gratuity or tip, as a specifically stated service charge, when that amount is to be disbursed by a hotel, motel, restaurant or other eating establishment to its employees as wages;

(6) The amount of any tax imposed by the United States on or with respect to retail sales, whether imposed upon the retailer or the consumer, except any

manufacturers', importers', alcohol or tobacco excise tax;

(7) The cost of transportation from the retailer's place of business or other point from which shipment is made directly to the purchaser, provided that those charges are separately stated and the transportation occurs by means of common carrier, contract carrier or the United States mail;

(8) The fee imposed by Title 10, section 1169, subsection 11;

(9) The fee imposed by section 4832, subsection 1; or

(10) The lead-acid battery deposit imposed by Title 38, section 1604, subsection 2-B.

Sec. SSS-8. 36 MRSA §1752, sub-§14-F is enacted to read:

14-F. Snack food. "Snack food" means any item that is ordinarily sold for consumption without further preparation or that requires no preparation other than combining the item with a liquid; that may be stored unopened without refrigeration, except that ice cream, ice milk, frozen yogurt and sherbert are snack foods; and that is not generally considered a major component of a well-balanced meal. "Snack food" includes, but is not limited to, corn chips, potato chips, processed fruit snacks, fruit rolls, fruit bars, popped popcorn, pork rinds, pretzels, cheese sticks, cheese puffs, granola bars, breakfast bars, bread sticks, roasted nuts, doughnuts, cookies, crackers, pastries, toaster pastries, croissants, cakes, pies, ice cream cones, marshmallows, marshmallow creme, soft drinks, ice cream sauces, ready-to-eat puddings, beef jerky, meat bars and dips.

Sec. SSS-9. 36 MRSA §1752, sub-§14-G is enacted to read:

14-G. Soft drinks. "Soft drinks" means nonalcoholic beverages that contain natural or artificial sweeteners. "Soft drinks" does not include beverages that contain milk or milk products; soy, rice or similar milk substitutes; or more than 50% vegetable or fruit juice by volume.

Sec. SSS-10. 36 MRSA §1752, sub-§17-B, as enacted by PL 2003, c. 673, Pt. V, §19 and affected by §29, is repealed and the following enacted in its place:

17-B. Taxable service. "Taxable service" means:

2 A. Rental of living quarters in a hotel, rooming house or
3 tourist or trailer camp;

4 B. Transmission and distribution of electricity;

6 C. Rental or lease of an automobile;

8 D. Sale of prepaid calling service;

10 E. Amusement and recreational services;

12 F. Personal services;

14 G. Personal property services;

16 H. Real property services;

18 I. Lawn and landscaping services, including tree trimming
19 and removal;

20 J. Taxi and limousine services; and

22 K. Safe deposit box rental.

24 **Sec. SSS-11. 36 MRSA §1760, sub-§4, as amended by PL 1967, c.**
26 **89, is repealed.**

28 **Sec. SSS-12. 36 MRSA §1760, sub-§12-A, as amended by PL 1995,**
29 **c. 634, §1 and affected by §2, is repealed.**

30 **Sec. SSS-13. 36 MRSA §1760, sub-§20, as amended by PL 1991, c.**
32 **546, §20, is further amended to read:**

34 **20. Continuous residence; refunds and credits.** Rental
35 charged to any person who resides continuously for 28-days 100
36 days at any one hotel, rooming house, tourist or trailer camp if:

38 A. The person does not maintain a primary residence at some
39 other location; or

40 B. The person is residing away from that person's primary
42 residence in connection with employment or education.

44 Tax paid by such person to the retailer under section 1812 during
45 the initial 28-day 100-day period must be refunded by the
46 retailer. Such tax reported and paid to the State by the retailer
47 may be taken as a credit by the retailer on the report filed by
48 the retailer covering the month in which refund was made to such
49 tenant.

SENATE AMENDMENT "D" to H.P. 1199, L.D. 1691

~~This subsection applies to all rentals of any hotel, rooming house or tourist or trailer camp for occupancy on or after July 1, 1991 regardless of the date on which payment for the rental is made.~~

Sec. SSS-14. 36 MRSA §1760, sub-§34, as amended by PL 2005, c. 218, §23, is repealed.

Sec. SSS-15. 36 MRSA §1760, sub-§52, as enacted by PL 1985, c. 737, Pt. A, §96, is repealed.

Sec. SSS-16. 36 MRSA §1812, sub-§1, ¶¶E and F are enacted to read:

E. If the tax rate is 8%:

<u>Amount of Sale Price</u>	<u>Amount of Tax</u>
<u>\$0.01 to \$0.06, inclusive</u>	<u>0¢</u>
<u>.07 to .18, inclusive</u>	<u>1¢</u>
<u>.19 to .30, inclusive</u>	<u>2¢</u>
<u>.31 to .43, inclusive</u>	<u>3¢</u>
<u>.44 to .55, inclusive</u>	<u>4¢</u>
<u>.56 to .68, inclusive</u>	<u>5¢</u>
<u>.69 to .80, inclusive</u>	<u>6¢</u>
<u>.81 to .93, inclusive</u>	<u>7¢</u>
<u>.94 to 1.00, inclusive</u>	<u>8¢</u>

F. If the tax rate is 15%:

<u>Amount of Sale Price</u>	<u>Amount of Tax</u>
<u>\$0.01 to \$0.03, inclusive</u>	<u>0¢</u>
<u>.04 to .09, inclusive</u>	<u>1¢</u>
<u>.10 to .16, inclusive</u>	<u>2¢</u>
<u>.17 to .22, inclusive</u>	<u>3¢</u>
<u>.23 to .29, inclusive</u>	<u>4¢</u>
<u>.30 to .36, inclusive</u>	<u>5¢</u>
<u>.37 to .42, inclusive</u>	<u>6¢</u>
<u>.43 to .49, inclusive</u>	<u>7¢</u>
<u>.50 to .56, inclusive</u>	<u>8¢</u>
<u>.57 to .62, inclusive</u>	<u>9¢</u>
<u>.63 to .69, inclusive</u>	<u>10¢</u>
<u>.70 to .76, inclusive</u>	<u>11¢</u>
<u>.77 to .82, inclusive</u>	<u>12¢</u>
<u>.83 to .89, inclusive</u>	<u>13¢</u>
<u>.90 to .96, inclusive</u>	<u>14¢</u>
<u>.97 to 1.00, inclusive</u>	<u>15¢</u>

2 **Sec. SSS-17. 36 MRSA §2015, sub-§2, ¶B**, as enacted by PL 1993,
c. 701, §8 and affected by §10, is amended to read:

4 B. ~~Three-tenths~~ Two-tenths of the amount of tax paid to the
6 State by the taxpayer resulting from the tax on the rental
of automobiles for a period of less than one year during the
most recently completed period from July 1st to June 30th.

8 **Sec. SSS-18. 36 MRSA §2551, sub-§2**, as amended by PL 2005, c.
10 12, Pt. TTT, §2 and affected by §4, is further amended to read:

12 **2. Cable and satellite television or radio services.**
"Extended-cable Cable and satellite television or radio services"
14 means all cable and satellite television or radio service ~~that is~~
~~in addition to the minimum service that can be purchased from a~~
16 ~~cable or satellite television supplier~~, including the use of
associated equipment for which a charge is made. It does not
18 include installation of the associated equipment for which a
separate charge is levied.

20 **Sec. SSS-19. 36 MRSA §2551, sub-§20**, as enacted by PL 2003, c.
22 673, Pt. V, §25 and affected by §29, is amended to read:

24 **20. Telecommunications services.** "Telecommunications
services" means all telecommunications services as described in
26 this subsection.

28 A. "Telecommunications services" includes:

30 (1) The provision of 2-way interactive communications
through the use of telecommunications equipment,
32 exclusive of mobile telecommunications services; and

34 (2) Two-way interactive mobile telecommunications
services provided by a home service provider to a
36 customer whose place of primary use is within this
State, to the extent those services are associated with
38 transmissions that originate and terminate within this
State or within any other state. For purposes of this
40 paragraph, the term "state" includes the District of
Columbia and any territory or possession of the United
42 States; and

44 (3) Directory advertising services.

46 B. "Telecommunications services" does not include:

48 (1) Except as otherwise provided by this subsection,
service originating or terminating outside this State
50 and billed to a business customer;

- 2 (2) Access services;
- 4 ~~(3)--Directory-advertising-services;~~
- 6 (4) The sale of unbundled network elements for use in
8 the provision of telecommunications services;
- 10 (5) The lease of telecommunications equipment;
- 12 (6) Prepaid calling service; or
- 14 (7) Mobile telecommunications services provided by a
16 home service provider to a customer whose place of
primary use is not within this State.

18 **Sec. SSS-20. 36 MRSA §2552, sub-§1, ¶A**, as amended by PL 2005,
c. 12, Pt. TTT, §3 and affected by §4, is further amended to read:

20 A. ~~Extended-cable~~ Cable and satellite television or radio
22 services;

24 **Sec. SSS-21. Application.** That section of this Part that
amends the Maine Revised Statutes, Title 36, section 1760,
26 subsection 20 applies to all rentals of any hotel, rooming house
or tourist or trailer camp for occupancy on or after January 1,
2006, regardless of the date on which payment for the rental is
28 made.

30 **Sec. SSS-22. Effective date.** This Part takes effect January 1,
2006.

32 **PART TTT**

34 **Sec. TTT-1. 5 MRSA §13090-K, sub-§2**, as enacted by PL 2001,
36 c. 439, Pt. UUUU, §1, is amended to read:

38 **2. Source of fund.** Beginning July 1, 2003 and every July
1st thereafter, the State Controller shall transfer to the
40 Tourism Marketing Promotion Fund an amount, as certified by the
State Tax Assessor, that is equivalent to 5% of the 7% 8% tax
42 imposed on tangible personal property and taxable services
pursuant to Title 36, section 1811, for the first 6 months of the
44 prior fiscal year after the reduction for the transfer to the
Local Government Fund as described by Title 30-A, section 5681,
46 subsection 5. Beginning on October 1, 2003 and every October 1st
thereafter, the State Controller shall transfer to the Tourism
48 Marketing Promotion Fund an amount, as certified by the State Tax
Assessor, that is equivalent to 5% of the 7% 8% tax imposed on

tangible personal property and taxable services pursuant to Title 36, section 1811, for the last 6 months of the prior fiscal year after the reduction for the transfer to the Local Government Fund. The tax amount must be based on actual sales for that fiscal year and may not consider any accruals that may be required by law. The amount transferred from General Fund sales and use tax revenues does not affect the calculation for the transfer to the Local Government Fund.

Sec. TTT-2. 36 MRSA §1811, first ¶, as amended by PL 2001, c. 439, Pt. TTTT, §2 and affected by §3, is further amended to read:

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

Sec. TTT-3. Effective date. This Part takes effect October 1, 2005.

PART UUU

Sec. UUU-1. 28-A MRSA §1652, sub-§1, as repealed and replaced by PL 1987, c. 342, §116, is amended to read:

1. Excise tax on malt liquor. An excise tax is imposed on the privilege of manufacturing and selling malt liquor in the State. The Maine manufacturer or importing wholesale licensee shall pay an excise tax of ~~25¢~~ 60¢ per gallon on all malt liquor sold in the State.

Sec. UUU-2. 28-A MRSA §1652, sub-§2, as amended by PL 1997, c. 767, §4, is further amended to read:

2. Excise tax on wine; hard cider. An excise tax is imposed on the privilege of manufacturing and selling wine in the State. The Maine manufacturer or importing wholesale licensee shall pay an excise tax of ~~30¢~~ \$1 per gallon on all wine ~~other than and~~ and sparkling wine manufactured in or imported into the State, ~~-\$1-per-gallon-on-all-sparkling-wine-manufactured-in-or-imported-into-the-State~~ and ~~25¢~~ \$1 per gallon on all hard cider manufactured in or imported into the State.

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vegetable juice concentrate or the liquid resulting from the restoration of water to dehydrated vegetable juice.

7. Nonalcoholic beverage. "Nonalcoholic beverage" means any beverage not subject to tax under Title 28-A, Part 4.

8. Place of business. "Place of business" means any place where soft drinks, syrups, simple syrups or powder or base products are manufactured or any place where bottled soft drinks, syrup, simple syrup, powder or base product or any other item taxed under this chapter is received.

9. Powder or base product. "Powder or base product" means a solid mixture of basic ingredients used in making, mixing or compounding soft drinks by mixing the powder or other base with water, ice, syrup, simple syrup, fruits, vegetables, fruit juice, vegetable juice or any other product suitable to make a soft drink.

10. Retailer. "Retailer" means any person, other than a manufacturer, distributor or wholesaler, who receives, stores, mixes, compounds or manufactures any soft drink and sells or otherwise dispenses the soft drink to the ultimate consumer.

11. Sale. "Sale" means the transfer of title or possession for a valuable consideration of tangible personal property regardless of the manner by which the transfer is accomplished.

12. Simple syrup. "Simple syrup" means a mixture of sugar and water.

13. Soft drink. "Soft drink" means any nonalcoholic beverage, whether naturally or artificially flavored, whether carbonated or noncarbonated, sold for human consumption, including, but not limited to, soda water, cola and other flavored drinks, any fruit or vegetable drink containing 10% or less of natural fruit juice or natural vegetable juice and all other drinks and beverages commonly referred to as soft drinks, but not including coffee or tea unless the coffee or tea is bottled as a liquid for sale.

14. Syrup. "Syrup" means the liquid mixture of basic ingredients used in making, mixing or compounding soft drinks by mixing the syrup with water, simple syrup, ice, fruits, vegetables, fruit juice, vegetable juice or any other product suitable to make a soft drink.

§4852. Tax rate

1. **Tax imposed.** There is imposed a tax on every distributor, manufacturer or wholesale dealer to be calculated as follows:

A. Four dollars per gallon of syrup or simple syrup sold or offered for sale;

B. Forty-two cents per gallon of bottled soft drinks sold or offered for sale; and

C. When a package or container of powder or base product is sold or offered for sale in the State, the tax on the sale of each package or container is equal to 42¢ for each gallon of soft drink that may be produced from each package or container by following the manufacturer's instructions. This tax applies when the powder or base product is sold to a retailer for sale to the ultimate consumer after the soft drink is produced by the retailer.

2. **Purchase from unlicensed seller.** A retailer who purchases bottled soft drinks, syrup, simple syrup or powder or base product from an unlicensed distributor, manufacturer or wholesale dealer is liable for the tax imposed in subsection 1.

§4853. Exemptions

The following are exempt from the tax imposed by section 4852:

1. **Sales to Federal Government.** Syrups, simple syrups, powders or base products or soft drinks sold to the Federal Government;

2. **Products exported from State.** Syrups, simple syrups, powders or base products or soft drinks exported from the State by a distributor, manufacturer or wholesale dealer;

3. **Coffee or tea base.** Any powder or base product used in preparing coffee or tea;

4. **Juice or vegetable concentrate.** Any frozen, freeze-dried or other concentrate to which only water is added to produce a soft drink containing more than 10% natural fruit juice or natural vegetable juice;

5. **Fruit or vegetable juice.** Any soft drink containing more than 10% natural fruit juice or natural vegetable juice;

6. **Sales to another distributor, manufacturer or wholesale dealer.** Syrups, simple syrups, powders or base products or soft

drinks sold by a distributor, manufacturer or wholesale dealer to a distributor, manufacturer or wholesale dealer who holds a license under section 4855 if the license number of the distributor, manufacturer or wholesale dealer to whom the soft drink is sold is clearly shown on the invoice for the sale that is claimed to be exempt. This exemption does not apply to any sale to a retailer;

7. Infant formula. Any product, whether sold in liquid or powder form, that is intended by its manufacturer for consumption by infants and that is commonly referred to as infant formula;

8. Water. Water to which no flavoring, whether artificial or natural, has been added and which has not been artificially carbonated;

9. Dietary aids. Any product, whether sold in liquid or powder form that is intended by its manufacturer for use as a dietary supplement or for weight reduction;

10. Consumer mix. Any powder or other base product that is intended by its manufacturer to be sold and used for the purpose of domestically mixing soft drinks by the ultimate consumer; and

11. Milk products. Any product containing milk or milk products.

§4854. Reports

A distributor, manufacturer or wholesale dealer and any retailer subject to the tax imposed by this chapter shall file a monthly return with the assessor and pay the tax on or before the 15th day of the month following the month in which the sale or purchase was made. The returns must be made on forms prescribed by the assessor. The return must contain any information the assessor requires for the proper administration of this chapter. When a retailer is also acting as a distributor or wholesale dealer, the duty to report and pay the tax imposed by this chapter arises when the property is transferred to a retail store for sale to the ultimate consumer, as reflected by the records of the taxpayer.

§4855. Licenses

1. Distributor, manufacturer or wholesale dealer. Any distributor, manufacturer or wholesale dealer who sells or offers for sale syrups, simple syrups, powders or base products or soft drinks for sale to retailers within the State shall obtain from the bureau a license for the privilege of conducting such business within the State.

2 2. Retailer. Any retailer who purchases syrups, simple
4 syrups, powders or base products or soft drinks from an
6 unlicensed distributor, manufacturer or wholesale dealer shall
 obtain a license from the bureau for the privilege of conducting
 such business.

8 3. Location; display. Any person required to obtain a
10 license under this chapter shall obtain a license for each place
12 of business owned or operated by that person. The license must
 be conspicuously displayed at the place of business for which it
 was issued.

14 **§4856. Penalties**

16 1. Failure to file, pay. A person required to file a
18 return and pay tax under this chapter is subject to the same
 penalties as for failure to file and pay sales tax under Part 3.

20 2. Failure to obtain license. A person required to obtain
22 a license under section 4855 who fails to do so is subject to the
 same penalties as for failure to register as a retailer under
 section 1754-B.

24 **§4857. Rules**

26 The assessor may adopt rules under the Maine Administrative
28 Procedure Act to provide for the administration of this chapter.
30 These rules may provide for a fee to cover the cost of issuing
32 licenses required under section 4855. Rules adopted under this
 section are routine technical rules as defined in Title 5,
 chapter 375, subchapter 2-A.

34 **Sec. VVV-2. Effective date.** This Part takes effect January 1,
36 2006.

38 **PART WWW**

40 **Sec. WWW-1.** 36 MRSA §4641-A, sub-§1, as enacted by PL 2001,
 c. 559, Pt. I, §3 and affected by §15, is repealed.

42 **Sec. WWW-2.** 36 MRSA §4641-A, sub-§1-A is enacted to read:

44 1-A. Deeds. A tax is imposed on the grantor and the
46 grantee with regard to each deed by which any real property in
 this State is transferred. The rate of tax that applies to each
48 grantee and grantor of the real property is:

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2 A. For property valued at less than \$100,000, the tax is \$1
3 for each \$1,000 or fractional part of \$1,000 of the value of
4 the property transferred;

5 B. For property valued at \$100,000 or more but less than
6 \$200,000, the tax is \$2 for each \$1,000 or fractional part
7 of \$1,000 of the value of the property transferred;

8 C. For property valued at \$200,000 or more but less than
9 \$300,000, the tax is \$3 for each \$1,000 or fractional part
10 of \$1,000 of the value of the property transferred;

11 D. For property valued at \$300,000 or more but less than
12 \$500,000, the tax is \$4 for each \$1,000 or fractional part
13 of \$1,000 of the value of the property transferred;

14 E. For property valued at \$500,000 or more but less than
15 \$750,000, the tax is \$5 for each \$1,000 or fractional part
16 of \$1,000 of the value of the property transferred;

17 F. For property valued at \$750,000 or more but less than
18 \$1,000,000, the tax is \$6 for each \$1,000 or fractional part
19 of \$1,000 of the value of the property transferred; and

20 G. For property valued at \$1,000,000 or more, the tax is \$7
21 for each \$1,000 or fractional part of \$1,000 of the value of
22 the property transferred.

23 **Sec. WWW-3. 36 MRSA §4641-A, sub-§2, ¶A,** as enacted by PL
24 2001, c. 559, Pt. I, §3 and affected by §15, is repealed and the
25 following enacted in its place:

26 A. The rates of tax on a transferor and a transferee are
27 the same as specified under subsection 1-A for a grantor and
28 a grantee, respectively.

29 **Sec. WWW-4. 36 MRSA §4641-A, sub-§2, ¶B,** as enacted by PL
30 2001, c. 559, Pt. I, §3 and affected by §15, is amended to read:

31 ~~B. The tax is imposed 1/2 on the transferor and 1/2 on the~~
32 ~~transferee, but if the~~ If a transfer or acquisition is not
33 reported to the register of deeds in the county or counties
34 in which the property is located and the tax is not paid
35 within 30 days of the completion of the transfer or
36 acquisition, the transferor and the transferee are jointly
37 and severally liable for the full amount both payments.

38 **Sec. WWW-5. 36 MRSA §4641-B, sub-§4,** as amended by PL 2005,
39 c. 12, Pt. H, §1, is further amended to read:

4. **Distribution of State's share of proceeds.** The State Tax Assessor shall pay all net receipts received pursuant to this section to the Treasurer of State, and shall at the same time provide the Treasurer of State with documentation showing the amount of revenues derived from the tax imposed by section 4641-A, subsection 1 1-A and the amount of revenues derived from the tax imposed by section 4641-A, subsection 2. The Treasurer of State shall credit ~~1/2~~ 65% the revenues derived from the tax imposed by section 4641-A, subsection 1 1-A to the General Fund and shall monthly pay the remaining ~~1/2~~ 35% of such revenues to the Maine State Housing Authority, which shall deposit the funds in the Housing Opportunities for Maine Fund created in Title 30-A, section 4853, except that in fiscal year 2003-04, fiscal year 2004-05, fiscal year 2005-06 and fiscal year 2006-07, \$7,500,000 of the remaining ~~1/2~~ portion of those revenues must be transferred to the General Fund before any payments are made to the Maine State Housing Authority. The Treasurer of State shall credit to the General Fund all of the revenues derived from the tax imposed by section 4641-A, subsection 2.

PART XXX

Sec. XXX-1. 20-A MRSA §15671, sub-§1, ¶B, as amended by PL 2005, c. 2, Pt. D, §32 and affected by §§72 and 74 and c. 12, Pt. WW, §18, is further amended to read:

B. By fiscal year ~~2008-09~~ 2006-07 the state share of the total cost of funding public education from kindergarten to grade 12, as described by essential programs and services, must be 55%. Beginning in fiscal year 2005-06 and in each fiscal year until fiscal year ~~2008-09~~ 2006-07, the state share of essential programs and services described costs must increase toward the 55% level required in fiscal year ~~2008-09~~ 2006-07.

Sec. XXX-2. 20-A MRSA §15671, sub-§7, as amended by PL 2005, c. 2, Pt. D, §34 and affected by §§72 and 74 and c. 12, Pt. WW, §18, is further amended to read:

7. Transition; annual targets. To achieve the system of school funding based on essential programs and services required by this section, the following annual targets are established.

A. The base total calculated pursuant to section 15683, subsection 2 is subject to the following annual targets.

(1) For fiscal year 2005-06, the target is 84%.

(2) For fiscal year 2006-07, the target is 99% 100%.

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~~(3)--For-fiscal-year-2007-08,-the-target-is-95%.~~

~~(4)--For-fiscal-year-2008-09-and-succeeding-years,-the
target-is-100%.~~

B. The annual targets for the state share percentage of the statewide adjusted total cost of the components of essential programs and services are as follows.

(1) For fiscal year 2005-06, the target is 52.6%.

(2) For fiscal year 2006-07, the target is ~~53.86%~~ 55%.

~~(3)--For-fiscal-year-2007-08,-the-target-is-54.44%.~~

~~(4)--For-fiscal-year-2008-09-and-succeeding-years,-the
target-is-55%.~~

Sec. XXX-3. 20-A MRSA §15671-A, sub-§2, ¶B, as amended by PL 2005, c. 2, Pt. D, §35 and affected by §§72 and 74 and c. 12, Pt. WW, §18, is further amended to read:

B. For property tax years beginning on or after April 1, 2005, the commissioner shall calculate the full-value education mill rate that is required to raise the statewide total local share. The full-value education mill rate is calculated for each fiscal year by dividing the applicable statewide total local share by the applicable statewide valuation. The full-value education mill rate must decline over the period from fiscal year 2005-06 to fiscal year ~~2008-09~~ 2006-07 and may not exceed 9.0 mills in fiscal year 2005-06 and may not exceed 8.0 mills in fiscal year ~~2008-09~~ 2006-07. The full-value education mill rate must be applied according to section 15688, subsection 3-A, paragraph A to determine a municipality's local cost share expectation. Full-value education mill rates must be derived according to the following schedule.

(1) For the 2005 property tax year, the full-value education mill rate is the amount necessary to result in a 47.4% statewide total local share in fiscal year 2005-06.

(2) For the 2006 property tax year, the full-value education mill rate is the amount necessary to result in a ~~46.14%~~ 45% statewide total local share in fiscal year 2006-07.

~~(3)--For-the-2007-property-tax-year,-the-full-value
education-mill-rate-is-the-amount-necessary-to-result~~

~~in a 45.56% statewide total local share in fiscal year
2007-08.~~

~~(4) -- For the 2008 property tax year, the full value
education mill rate is the amount necessary to result
in a 45.0% statewide total local share in fiscal year
2008-09.~~

Sec. XXX-4. 20-A MRSA §15689, sub-§1, ¶B, as repealed and
replaced by PL 2005, c. 2, Pt. D, §58 and affected by §§72 and 74
and c. 12, Pt. WW, §18, is amended to read:

B. The school administrative unit's special education costs
as calculated pursuant to section 15681-A, subsection 2
multiplied by the following transition percentages:

(1) In fiscal year 2005-06, 84%; and

(2) In fiscal year 2006-07, 90%; 100%.

~~(3) -- In fiscal year 2007-08, 95%; and~~

~~(4) -- In fiscal year 2008-09 and succeeding years, 100%.~~

Sec. XXX-5. 20-A MRSA §15752, first ¶, as enacted by PL 2005,
c. 2, Pt. D, §63 and affected by §§72 and 74 and c. 12, Pt. WW,
§18, is amended to read:

In accordance with the phase-in schedule provided in chapter
606-B, beginning in fiscal year 2008-09 2006-07, the Legislature
each year shall provide at least 55% of the cost of the total
allocation for kindergarten to grade 12 education from General
Fund revenue sources.

PART YYY

Sec. YYY-1. Transfer to Maine Budget Stabilization Fund.
Notwithstanding the Maine Revised Statutes, Title 5, sections
1535 and 1536, the State Controller shall no later than June 30,
2006, transfer from the General Fund to the Maine Budget
Stabilization Fund, established under Title 5, section 1532,
\$52,859,718 prior to any other transfers required by law.

Sec. YYY-2. Transfer to General Fund. Notwithstanding any
other provision of law, the State Controller shall transfer from
the Maine Budget Stabilization Fund, established under the Maine
Revised Statutes, Title 5, section 1532, to the General Fund,
\$46,577,868 no later than June 30, 2007 and \$4,497,986 no later
than June 30, 2008.

PART ZZZ

Sec. ZZZ-1. Appropriations and allocations. The following appropriations and allocations are made.

ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF

Homestead Property Tax Reimbursement 0886

Initiative: Provides funds to reimburse municipalities for 100% of the revenue loss associated with the homestead property tax exemption.

GENERAL FUND	2005-06	2006-07
All Other	\$0	\$36,267,826
GENERAL FUND TOTAL	\$0	\$36,267,826

Maine Revenue Services 0002

Initiative: Provides funds to provide training, media advertising, educational programs and materials and technical assistance to assist businesses in implementing the changes to the sales and service provider tax. The bureau shall, to the extent feasible, assist businesses in acquiring software necessary to meet the new tax collection and reporting obligations.

GENERAL FUND	2005-06	2006-07
All Other	\$400,000	\$0
GENERAL FUND TOTAL	\$400,000	\$0

Maine Revenue Services 0002

Initiative: Provides funds for the administrative costs associated with the taxation changes, including funds for 3 Tax Examiner positions, computer programming and costs related to taxpayer notification.

GENERAL FUND	2005-06	2006-07
POSITIONS - LEGISLATIVE COUNT	3.000	3.000
Personal Services	\$144,455	\$169,539
All Other	\$244,466	\$29,866
GENERAL FUND TOTAL	\$388,921	\$199,405

**ADMINISTRATIVE AND FINANCIAL SERVICES,
DEPARTMENT OF**

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2	DEPARTMENT TOTALS	2005-06	2006-07
4	GENERAL FUND	\$788,921	\$36,467,231
6	DEPARTMENT TOTAL - ALL FUNDS	\$788,921	\$36,467,231
8	ECONOMIC AND COMMUNITY DEVELOPMENT, DEPARTMENT OF		
10	Tourism Marketing Promotion Fund 0748		
12	Initiative: Allocates additional revenue generated by the		
14	increase in the meals and lodging tax.		
16	OTHER SPECIAL REVENUE FUNDS	2005-06	2006-07
18	All Other	\$0	\$693,112
20	OTHER SPECIAL REVENUE FUNDS TOTAL	\$0	\$693,112
22	ECONOMIC AND COMMUNITY DEVELOPMENT, DEPARTMENT OF		
24	DEPARTMENT TOTALS	2005-06	2006-07
26	OTHER SPECIAL REVENUE FUNDS	\$0	\$693,112
28	DEPARTMENT TOTAL - ALL FUNDS	\$0	\$693,112
30	EDUCATION, DEPARTMENT OF		
32	General Purpose Aid for Local Schools 0308		
34	Initiative: Provides additional funds for the State's share of		
36	contributing 55% of the total cost of essential programs and		
38	services beginning in fiscal year 2006-07.		
40	GENERAL FUND	2005-06	2006-07
42	All Other	\$0	\$89,953,276
44	GENERAL FUND TOTAL	\$0	\$89,953,276
46	EDUCATION, DEPARTMENT OF		
48	DEPARTMENT TOTALS	2005-06	2006-07
50	GENERAL FUND	\$0	\$89,953,276
	DEPARTMENT TOTAL - ALL FUNDS	\$0	\$89,953,276
	MAINE STATE HOUSING AUTHORITY		

Housing for Opportunities Fund 0442

Initiative: Adjusts allocations for the Housing Opportunities for Maine Fund as a result of the changes to the real estate transfer tax.

OTHER SPECIAL REVENUE FUNDS	2005-06	2006-07
All Other	(\$708,506)	\$690,387
OTHER SPECIAL REVENUE FUNDS TOTAL	(\$708,506)	\$690,387
MAINE STATE HOUSING AUTHORITY		
DEPARTMENT TOTALS	2005-06	2006-07
OTHER SPECIAL REVENUE FUNDS	(\$708,506)	\$690,387
DEPARTMENT TOTAL - ALL FUNDS	(\$708,506)	\$690,387
SECTION TOTALS	2005-06	2006-07
GENERAL FUND	\$788,921	\$126,420,507
OTHER SPECIAL REVENUE FUNDS	(\$708,506)	\$1,383,499
SECTION TOTAL - ALL FUNDS	\$80,415	\$127,804,006'

Further amend the bill by relettering or renumbering any nonconsecutive Part letter or section number to read consecutively.

SUMMARY

This amendment makes adjustments to Part I to make the funding for essential programs and services consistent with Part XXX provided in this amendment.

The amendment also adds the following Parts to the bill.

Part LLL increases the low-income tax credit under the income tax by increasing the threshold of taxable income below which no taxes are due from \$2,000 to \$4,000 for single individuals and married persons filing separately, \$6,000 for persons filing as heads of households and \$8,000 for persons filing married joint returns.

Part MMM conforms the standard deduction under the income tax to the federal standard deduction beginning with the 2006 tax year, thereby eliminating the marriage penalty.

Part NNN conforms the personal exemption under the income tax to the same amount as the federal personal exemption.

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2 Part OOO lowers the top income tax rate from 8.5% to 8.25%
4 for the 2006 tax year.

6 Part PPP conforms the income tax treatment of health savings
8 accounts with the federal income tax exclusion and deduction.

10 Part QQQ increases state reimbursement for the homestead
12 exemption to 100% of municipal property taxes lost as a result of
14 the exemption beginning in 2006.

16 Part RRR increases the maximum benefit under the Maine
18 Residents Property Tax program from \$2,000 to \$3,000 and
20 increases to \$5,000 the maximum amount of property tax that may
22 be used to calculate benefits.

24 Part SSS expands the tax base under the sales tax by
26 repealing sales tax exemptions for packaging materials, ships'
28 stores, railroad track materials and certain short-term rentals
and by extending the sales tax to amusements, personal services,
personal property services, home care services, real property
services, lawn and landscaping services, taxi and limousine and
same day courier services, telephone directory advertising and
safe deposit box rental. This Part also reinstitutes the sales
tax on snack foods and extends the service provider tax to basic
cable and satellite television and radio service and to consumer
interstate telephone calls.

30 Part TTT increases the sales tax on meals and lodging,
32 liquor serviced at licensed establishments and prepared food from
7% to 8% and increases the sales tax on short-term rentals of
automobiles from 10% to 15%.

34 Part UUU increases the excise tax on malt liquor from 25¢
36 per gallon to 60¢ per gallon, on wine from 30¢ per gallon to \$1
per gallon and on hard cider from 25¢ per gallon to \$1 per gallon.

38 Part VVV establishes a tax on the distribution, manufacture
40 and wholesale of soft drinks and soft drink products.

42 Part WWW changes the rate structure for the real estate
44 transfer tax to provide that a transferor of the property must
46 pay a transfer tax starting at \$1 per \$1,000 of value of the
property for property valued at less than \$100,000, increasing to
\$7 per \$1,000 of value for real estate with a value exceeding
\$1,000,000. The revenue from the portion of the tax received to
the State and attributable to transfers by deed tax is credited
65% to the General Fund and 35% to the Housing Opportunities for
Maine Fund.

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Part XXX requires the State to pay 55% of the costs of essential programs and services under the education finance laws beginning in fiscal year 2006-07.

Part YYY requires the transfer to the Maine Budget Stabilization Fund of General Fund revenue raised by this amendment that is estimated to exceed expenditures authorized by this amendment to be available to fund the State's commitment to education funding in future years.

Part ZZZ adds an appropriations and allocations section.

FISCAL NOTE REQUIRED
(See attached)

SPONSORED BY:

(Senator J. PERRY)

COUNTY: Penobscot



Approved: 06/15/05 *MAC*

122nd MAINE LEGISLATURE

LD 1691

LR 2419(05)

An Act to Eliminate Pension Cost Reduction Bonding and Provide Replacement Budgeting Measures

Fiscal Note for Senate Amendment "D"

Sponsor: Sen. Perry

Fiscal Note Required: Yes

Fiscal Note

	2005-06	2006-07
Net Cost (Savings)		
General Fund	\$0	\$0
Appropriations/Allocations		
General Fund	\$0	\$1,500,000
Transfers		
General Fund	\$0	\$1,500,000

Fiscal Detail and Notes

This amendment will have no net effect on General Fund appropriations and revenue and a balanced budget is maintained for the 2006-2007 biennium.