

# MAINE STATE LEGISLATURE

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# 123rd MAINE LEGISLATURE

## FIRST REGULAR SESSION-2007

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Legislative Document

No. 562

S.P. 174

February 5, 2007

### An Act To Adopt a Flat Corporate Income Tax

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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 MILLS of Somerset.

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

2 **Sec. 1. 36 MRSA §5200, sub-§1**, as amended by PL 2005, c. 618, §6 and  
3 affected by §22, is repealed and the following enacted in its place:

4 **1. Imposition and rate of tax.** A tax is imposed for each taxable year at the rate of  
5 8.5% on the Maine net income of each taxable corporation and on each group of  
6 corporations that derives income from a unitary business carried on by 2 or more  
7 members of an affiliated group.

8 **SUMMARY**

9 This bill repeals the 4-tiered corporate income tax rate and replaces it with a flat rate  
10 of 8.5%, which is intended to produce the same amount of revenue.