

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)

Date: 06-13-07

(Filing No. S-298)

TAXATION

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

STATE OF MAINE

SENATE

123RD LEGISLATURE

FIRST REGULAR SESSION

Minority

COMMITTEE AMENDMENT "A" to S.P. 181, L.D. 569, Bill, "An Act To Reduce Maine's Income Tax Rates by 50 Percent"

Amend the bill by inserting after section 8 the following:

Sec. 9. Transfer of unallocated funds. Notwithstanding the Maine Revised Statutes, Title 5, section 1585, the State Budget Officer is authorized to transfer the unallocated funds appropriated in section 10 by financial order to the Personal Services or All Other line categories of the Maine Revenue Services General Fund program upon the recommendation of the Executive Director of the Maine Revenue Services within the Department of Administrative and Financial Services. Funds transferred pursuant to this section must be considered an adjustment to appropriations in fiscal year 2007-08 and 2008-09.

Sec. 10. Appropriations and allocations. The following appropriations and allocations are made.

ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF Revenue Services - Bureau of 0002

Initiative: Provides funds for the administrative costs associated with reducing income tax rates by 50%.

| GENERAL FUND | 2007-08 | 2008-09 |
|--------------------|-----------|-----------|
| Unallocated | \$150,000 | \$100,000 |
| GENERAL FUND TOTAL | \$150,000 | \$100,000 |

COMMITTEE AMENDMENT

1000

1

SUMMARY

2

This amendment provides for the transfer of unallocated funds and adds an appropriations and allocations section.

3

4

FISCAL NOTE REQUIRED

5

(See attached)



123rd MAINE LEGISLATURE

LD 569

LR 1469(02)

An Act To Reduce Maine's Income Tax Rates by 50 Percent

Fiscal Note for Bill as Amended by Committee Amendment "A"

Committee: Taxation

Fiscal Note Required: Yes

Fiscal Note

| | 2007-08 | 2008-09 | Projections 2009-10 | Projections 2010-11 |
|-----------------------------------|-----------------|-----------------|------------------------|------------------------|
| Net Cost (Savings) | | | | |
| General Fund | \$823,224,607 | \$649,558,612 | \$672,514,967 | \$696,040,731 |
| Appropriations/Allocations | | | | |
| General Fund | \$150,000 | \$100,000 | \$100,000 | \$100,000 |
| Revenue | | | | |
| General Fund | (\$823,074,607) | (\$649,458,612) | (\$672,414,967) | (\$695,940,731) |
| Other Special Revenue Funds | (\$45,147,553) | (\$35,624,312) | (\$36,883,521) | (\$38,173,964) |

Fiscal Detail and Notes

The General Fund revenue loss associated with a 50% reduction in income tax rates is estimated to be \$823,074,607 in fiscal year 2007-08 and \$649,458,612 in fiscal year 2008-09. This bill also includes a General Fund appropriation of \$150,000 in fiscal year 2007-08 and \$100,000 in fiscal year 2008-09 for Maine Revenue Services' administrative costs.