

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)

DW
R. 01/5

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30

Date: 6-2-11

MINORITY

(Filing No. S- 229)

TAXATION

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

STATE OF MAINE
SENATE
125TH LEGISLATURE
FIRST REGULAR SESSION

COMMITTEE AMENDMENT "A" to S.P. 413, L.D. 1336, Bill, "An Act To Provide an Internship Employment Tax Credit"

Amend the bill in section 1 in §5219-FF in subsection 2 in the last line (page 1, line 24 in L.D.) by inserting after the following: "paid" the following: 'during the taxable year'

Amend the bill in section 1 in §5219-FF by striking out all of subsection 4 (page 1, lines 27 to 31 in L.D.) and inserting the following:

'4. Limitations. An employer may not receive more than \$3,000 in total credits for all interns employed under this section for all taxable years combined. The credit may not reduce the tax otherwise due under this Part to less than zero.

5. Repeal. This section is repealed December 31, 2015.'

Amend the bill by adding after section 2 the following:

'Sec. 3. Appropriations and allocations. The following appropriations and allocations are made.

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

Initiative: Appropriates funds on a one-time basis to add a credit line to the individual, fiduciary and corporate state tax returns.

GENERAL FUND	2011-12	2012-13
All Other	\$33,000	\$0
GENERAL FUND TOTAL	<u>\$33,000</u>	<u>\$0</u>

COMMITTEE AMENDMENT

R. of S.

1

SUMMARY

2

This amendment clarifies that the credit is applied to compensation paid during the taxable year. It deletes unnecessary language that limits the number of interns because a limit is already set by the cap on the credit. The amendment adds a sunset date of December 31, 2015. The amendment also adds an appropriations and allocations section.

3

4

5

6

FISCAL NOTE REQUIRED

7

(See attached)



125th MAINE LEGISLATURE

LD 1336

LR 1566(02)

An Act To Provide an Internship Employment Tax Credit

Fiscal Note for Bill as Amended by Committee Amendment "A" S-229

Committee: Taxation

Fiscal Note Required: Yes

Fiscal Note

	FY 2011-12	FY 2012-13	Projections FY 2013-14	Projections FY 2014-15
Net Cost (Savings)				
General Fund	\$42,500	\$16,150	\$16,150	\$16,150
Appropriations/Allocations				
General Fund	\$33,000	\$0	\$0	\$0
Revenue				
General Fund	(\$9,500)	(\$16,150)	(\$16,150)	(\$16,150)
Other Special Revenue Funds	(\$500)	(\$850)	(\$850)	(\$850)

Fiscal Detail and Notes

Providing an income tax credit for employment of qualified student interns applied to compensation paid during the taxable year will reduce General Fund revenue and will reduce revenue sharing starting in fiscal year 2011-12. This bill includes a one-time appropriation of \$33,000 in fiscal year 2011-12 for Maine Revenue Services to add a credit line to the individual, fiduciary and corporate income tax returns to accommodate the new credit. The bill also schedules the income tax credit to sunset on December 31, 2015.