

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)

WAL
RZORS

Date: 7/1/21

(Filing No. S-366)

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
31
32
33
34
35

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

STATE OF MAINE
SENATE
130TH LEGISLATURE
FIRST SPECIAL SESSION

SENATE AMENDMENT "A" to COMMITTEE AMENDMENT "A" to S.P. 566, L.D. 1713, "An Act To Increase Workforce Skills for the Revitalization of Maine's Paper Industry through the Establishment of an Income Tax Credit for Paper Manufacturing Workforce Training"

Amend the amendment by striking out all of sections 1 and 2 and inserting the following:

Sec. 1. 36 MRSA §191, sub-§2, ¶NNN is enacted to read:

NNN. The disclosure to the joint standing committee of the Legislature having jurisdiction over taxation matters pursuant to section 5219-YY, subsection 4, paragraph C of the revenue loss, including the loss due to refundable credits, attributable to each taxpayer claiming the tax credit for paper manufacturing facility investment provided under that section, regardless of the number of persons eligible for the credit.

Sec. 2. 36 MRSA §191, sub-§2, ¶OOO is enacted to read:

OOO. The disclosure of information to the Department of Economic and Community Development necessary for the administration of the tax credit for paper manufacturing facility investment pursuant to section 5219-YY.

Amend the amendment in section 3 in §5219-YY in subsection 1 in paragraph I in the 12th line (page 3, line 12 in amendment) by striking out the following: "2019" and inserting the following: '2021'

Amend the amendment in section 3 in §5219-YY in subsection 1 in paragraph I in the 12th line (page 3, line 12 in amendment) by striking out the following: "2023" and inserting the following: '2025'

Amend the amendment in section 3 in §5219-YY in subsection 3 in the first line (page 4, line 43 in amendment) by striking out the following: "A" and inserting the following: 'For tax years beginning on or after January 1, 2024, a'

Amend the amendment in section 3 in §5219-YY in subsection 3 in paragraph A in the 3rd line (page 5, line 1 in amendment) by striking out the following: "2021" and inserting the following: '2023'

1 Amend the amendment in section 3 in §5219-YY in subsection 4 in paragraph C in the
2 first line (page 5, line 41 in amendment) by striking out the following: "2022" and inserting
3 the following: '2025'

4 Amend the amendment by striking out all of section 5 and inserting the following:

5 '**Sec. 5. Effective date.** This Act takes effect January 1, 2024.'

6 Amend the amendment by relettering or renumbering any nonconsecutive Part letter or
7 section number to read consecutively.

8 **SUMMARY**

9 This amendment:

- 10 1. Provides an effective date of January 1, 2024 for the bill;
- 11 2. Delays the tax credit until tax years beginning on or after January 1, 2024;
- 12 3. Changes the definition of "qualified investment" to exclude an investment made
13 prior to January 1, 2021 or after December 31, 2025;
- 14 4. Requires the State Tax Assessor to report the revenue loss from the tax credit
15 beginning in 2025; and
- 16 5. Removes the appropriations and allocations section.

17 This amendment also changes statutory allocations to avoid a conflict with Public Law
18 2021, chapter 253.

19 **SPONSORED BY:** 

20 (Senator BREEN, C.)

21 **COUNTY: Cumberland**

FISCAL NOTE REQUIRED
(See attached)



130th MAINE LEGISLATURE

LD 1713

LR 521(04)

An Act To Revitalize Maine's Paper Industry through the Establishment of an Income Tax Credit for Paper Manufacturing

Fiscal Note for Senate Amendment "A" to Committee Amendment "A" (S-366)

Sponsor: Sen. Breen of Cumberland

Fiscal Note Required: Yes

Fiscal Note

	FY 2021-22	FY 2022-23	Projections FY 2023-24	Projections FY 2024-25
Net Cost (Savings)				
General Fund	(\$33,000)	(\$770,000)	(\$717,000)	\$0
Appropriations/Allocations				
General Fund	(\$33,000)	\$0	\$33,000	\$0
Revenue				
General Fund	\$0	\$770,000	\$750,000	\$0
Other Special Revenue Funds	\$0	\$30,000	\$50,000	\$0

Fiscal Detail and Notes

This amendment changes the effective date of the tax credit to tax years beginning on or after January 1, 2024 and the revenue loss is eliminated in fiscal year 2022-23 and reduced in fiscal year 2023-24. The appropriation in fiscal year 2021-22 is removed and the Department of Administrative and Financial Services will require a one-time General Fund appropriation of \$33,000 in fiscal year 2023-24 for computer programming costs to add lines to the individual, fiduciary and corporate income tax returns.