

State Of Maine 120th Legislature

Second Regular Session

Bill Summaries

Joint Standing Committee on Taxation

May 2002

Members:

Sen. Kenneth T. Gagnon, Chair Sen. Kenneth F. Lemont Sen. Richard Kneeland

> Rep. Bonnie Green, Chair Rep. Stephen S. Stanley Rep. Rosita Gagne Rep. Joseph C. Perry Rep. Bernard E. McGowan Rep. Janet L. McLaughlin Rep. Eleanor M. Murphy Rep. John T. Buck Rep. Randall L. Bumps Rep. David E. Bowles

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Maine State Legislature

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120th Legislature Second Regular Session

Summary Of Legislation Before The Joint Standing Committees May 2002

Enclosed please find a summary of all bills, resolves, joint study orders, joint resolutions and Constitutional resolutions that were considered by the joint standing select committees of the Maine Legislature this past session. The document is a compilation of bill summaries which describe each bill and relevant amendments, as well as the final action taken. Also included are statistical summaries of bill activity this session for the Legislature and each of its joint standing committees.

The document is organized for convenient reference to information on bills considered by the committees. It is arranged alphabetically by committee name and within committees by bill (LD) number. The committee report(s), prime sponsor for each bill and the lead co-sponsor(s), if designated, are listed below each bill title. All adopted amendments are listed by paper number. Two indices, a subject index and a numerical index by LD number are provided for easy reference to bills. They are located at the back of the document. A separate publication, <u>History and Final Disposition of Legislative Documents</u>, may also be helpful in providing information on the disposition of bills. These bill summaries also are available at the Law and Legislative Reference Library and on the Internet (www.state.me.us/legis/opla).

Final action on each bill is noted to the right of the bill title. The abbreviations used for various categories of final action are as follows:

CON RES XXX	Chapter # of Constitutional Resolution passed by both Houses
	Committee of Conference unable to agree; bill died
DIED BETWEEN BODIES	House & Senate disagree; bill died
DIED IN CONCURRENCE	One body accepts ONTP report; the other indefinitely postpones the bill
DIED ON ADJOURNMENT	Action incomplete when session ended; bill died
	Enacted law takes effect sooner than 90 days
FAILED EMERGENCY ENACTMENT/FINAL	L PASSAGE Emergency bill failed to get 2/3 vote
FAILED ENACTMENT/FINAL PASSAGE	Bill failed to get majority vote
FAILED MANDATE ENACTMENT	
INDEF PP	Bill Indefinitely Postponed
ONTP	Ought Not To Pass report accepted
<i>OTP ND</i>	Committee report Ought To Pass In New Draft
OTP ND/NT	Committee report Ought To Pass In New Draft/New Title
P&S XXX	Chapter # of enacted Private & Special Law
PASSED	Joint Order passed in both bodies
PUBLIC XXX	Chapter # of enacted Public Law
RESOLVE XXX	
	Bill held by Governor

Please note the effective date for all non-emergency legislation enacted in the Second Regular Session (unless otherwise specified in a particular law) is July 25, 2002.

Patrick T. Norton, Interim Director Offices located in Room 215 of the Cross Office Building

Joint Standing Committee on Taxation

LD 2166 An Act to Provide Flexibility in the Rate of Interest Charged on Delinquent Taxes

PUBLIC 635 EMERGENCY

Sponsor(s)	Committee Report	Amendments Adopted
SULLIVAN	OTP-AM	H-1028

LD 2166 proposed to allow a municipality to impose an interest rate up to the rate imposed during the previous property tax year in that municipality or a rate equal to the highest conventional rate of interest charged for commercial unsecured loans by banking institutions in the State on the first business day of the calendar year the vote is taken, whichever is greater.

Committee Amendment "A" (H-1028) proposed to provide an optional calculation for determining municipal interest rates for delinquent property taxes. The amendment proposed to permit municipalities to adopt an interest rate that is 2 percentage points higher than the rate established by the Treasurer of State if the rate established by the Treasurer is 2 percentage points or more lower than the rate established for the previous year.

Enacted Law Summary:

Public Law 2001, chapter 635 provides an optional calculation for determining municipal interest rates for delinquent property taxes. The amendment permits municipalities to adopt an interest rate that is 2 percentage points higher than the rate established by the Treasurer of State if the rate established by the treasurer is 2 percentage points or more lower than the rate established for the previous year. This bill was enacted as an emergency measure and took effect April 8, 2002.

LD 2205	Resolve, to Adjust the Valuation of St. John Plantation as a Result of a Fire	RESOLVE 119 EMERGENCY

Sponsor(s)	Committee Report	Amendments Adopted
MARTIN	OTP-AM	S-615
MICHAUD		S-620 MARTIN

LD 2205 proposed to reduce the 2002 state valuation of St. John Plantation to \$9,480,000 to reflect reduced valuation resulting from a recent fire. This resolve also proposed to authorize St. John Plantation to seek an adjustment of its state valuation for the year 2003 without meeting the state average tax rate threshold required under the provisions of current law.

Committee Amendment "A" (S-615) proposed to add a mandate preamble and a fiscal note to the resolve.

Senate Amendment "A" (S-620) proposed to change the adjusted 2002 state valuation for St. John Plantation to \$10,630,000 to reflect more accurately the actual reduction in valuation.