## MAINE STATE LEGISLATURE

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## State Of Maine 121st Legislature

### First Regular Session

Bill Summaries

Joint Standing Committee on Taxation

July 2003

### <u>Members:</u>

Sen. Stephen S. Stanley, Chair Sen. Ethan Strimling Sen. Richard A. Nass

Rep. David G. Lemoine, Chair Rep. Joseph C. Perry Rep. Bernard E. McGowan Rep. Deborah L. Simpson Rep. Arthur L. Lerman Rep. Edward J. Suslovic Rep. Harold A. Clough Rep. Jonathan T. E. Courtney Rep. Earle L. McCormick Rep. Joshua A. Tardy

### Staff:

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#### Maine State Legislature



# Office Of Policy And Legal Analysis Office Of Fiscal And Program Review

## 121st Maine Legislature First Regular Session

#### Summary Of Legislation Before The Joint Standing Committees

Enclosed please find a summary of all bills, resolves, joint study orders, joint resolutions and Constitutional resolutions that were considered by the joint standing and joint 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:

CARRIED OVER PURSUANT TO HP 1212	Bills carried over to the 2 <sup>nd</sup> Regular Session
CON RES XXX	Chapter # of Constitutional Resolution passed by both Houses
CONF CMTE UNABLE TO AGREE	
DIED BETWEEN BODIES	
DIED IN CONCURRENCEOne bo	dy accepts ONTP report; the other indefinitely postpones the bill
DIED ON ADJOURNMENT	Action incomplete when session ended; bill died
EMERGENCY	Enacted law takes effect sooner than 90 days
FAILED EMERGENCY ENACTMENT/FINAL PASSAGE	Emergency bill failed to get 2/3 vote
FAILED ENACTMENT/FINAL PASSAGE	Bill failed to get majority vote
FAILED MANDATE ENACTMENT	Bill failed to get majority voteBill imposing local mandate failed to get 2/3 vote
NOT PROPERLY BEFORE THE BODY	
INDEF PP	Bill Indefinitely Postponed
ONTP	Ought Not To Pass report accepted
OTP-ND	
P&S XXX	
PASSED	Joint Order passed in both bodies
PUBLIC XXX	
RESOLVE XXX	
UNSIGNED	Bill held by Governor
VETO SUSTAINED	Legislature failed to override Governor's Veto

Please note that the effective date for all non-emergency legislation enacted in the First Regular Session (unless otherwise specified in a particular law) is September 13, 2003.

LD 1330

### RESOLUTION, Proposing an Amendment to the Constitution of Maine To Provide Property Tax Relief for Maine Seniors

**ONTP** 

Sponsor(s) Committee Report Ame BLAIS ONTP CAMPBELL

LD 1330 proposed to amend the Constitution of Maine to allow municipalities to impose property taxes on a home owned by a resident aged 65 or older whose income was at or below median income at a level equal to the property taxes assessed on that home at the time the person attained 65 years of age.

LD 1331

RESOLUTION, Proposing an Amendment to the Constitution of Maine To Allow Real Estate To Be Valued Differently Based on the Residence of the Owner **ONTP** 

Sponsor(s) TURNER Committee Report ONTP **Amendments Adopted** 

LD 1331 proposed to amend the Constitution of Maine to require the Legislature to require municipalities to freeze the value of property owned by permanent residents of Maine for property tax purposes. At the time of transfer to a non-Maine resident, the valuation of the property would increase to the amount of the just value. A Maine resident who purchased the property would assume the valuation of the shelter in place on the date of the transfer.

### LD 1333 An Act To Allow Municipalities To Provide Property Tax Relief through a Local Option Sales Tax

**ONTP** 

Sponsor(s) STRIMLING Committee Report ONTP Amendments Adopted

LD 1333 proposed to allow municipalities to impose a 1% local option sales and use tax. Revenue from the tax, after the deduction of administrative costs, would be divided between the municipality and the county in which the municipality was located on a 75% / 25% basis, respectively.

A municipality would use the revenue generated by the local option sales and use tax to reduce the property tax rate. If, despite the use of all the revenue generated by the local option sales and use tax, the property tax rate, after adjustment for inflation, could not be decreased below a level that was 1% higher than the previous year's property tax rate, then the bill would requires a 2/3 vote of the governing body of the municipality to pass the budget containing the higher tax rate.