

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 electronic originals
(may include minor formatting differences from printed original)

STATE OF MAINE
130TH LEGISLATURE
FIRST REGULAR AND FIRST SPECIAL SESSIONS



Disposition of bills and summaries of all laws enacted or finally passed

**JOINT STANDING COMMITTEE ON
TAXATION**

December 2021

STAFF:

JULIE JONES, SR. LEGISLATIVE ANALYST
OFFICE OF FISCAL AND PROGRAM REVIEW
5 STATE HOUSE STATION
AUGUSTA, ME 04333
(207) 287-1635
<http://legislature.maine.gov/ofpr/>

MEMBERS:

SEN. BENJAMIN M. CHIPMAN, CHAIR
SEN. NATHAN L. LIBBY
SEN. MATTHEW POULIOT

REP. MAUREEN TERRY, CHAIR
REP. BENJAMIN T. COLLINGS
REP. LORI K. GRAMLICH
REP. ANN HIGGINS MATLACK
REP. JOSEPH C. PERRY, SR.
REP. MELANIE F. SACHS
REP. THEODORE JOSEPH KRYZAK, JR.
REP. BRUCE A. BICKFORD
REP. JEFFREY P. HANLEY
REP. MELDON H. CARMICHAEL

JOINT STANDING COMMITTEE ON TAXATION

LD 86 An Act To Make Area Agencies on Aging Tax-exempt

ENACTED LAW SUMMARY

Public Law 2021, chapter 399 provides a sales and use tax exemption for sales to area agencies on aging designated by the Department of Health and Human Services and to public and nonprofit agencies operating under grants from the Department of Health and Human Services in order to secure and maintain maximum independence and dignity in a home environment for older people capable of self-care with supportive services.

LD 141 An Act To Make Technical Changes to the Tax Laws

ENACTED LAW SUMMARY

Public Law 2021, chapter 253 makes technical changes to the tax laws.

Part A makes the following changes to the income tax laws, it:

1. Authorizes the Department of Administrative and Financial Services, Maine Revenue Services to disclose information to the Finance Authority of Maine necessary for the administration of the seed capital investment tax credit in the Maine Revised Statutes, Title 36, section 5216-B. The authority is responsible for certifying investments that are eligible for the credit;
2. Amends Title 36, section 5164, subsection 2, a provision of the Maine fiduciary income tax law, to incorporate gender-neutral terms, delete a duplicate word and make other technical textual changes;
3. Repeals the additional tax on lump-sum retirement plan distributions, which does not apply to tax years beginning after 2012;
4. Repeals the additional tax on early distributions from qualified retirement plans, which does not apply to tax years beginning after 2012;
5. Clarifies that, for both the tax imposed on insurance companies pursuant to Title 36, chapter 357 and on persons pursuant to Title 36, Part 8, for purposes of the employer credit for family and medical leave, "employees based in the State" means employees that perform more than 50% of employee-related activities for the employer at a location in Maine. This change reflects administrative practice since implementation of the credit;
6. Clarifies that a nonresident estate or trust that does not have Maine taxable income or a Maine income tax liability must nonetheless file a Maine income tax return if the estate or trust has distributable net income derived from or connected with sources in Maine and gross income of \$10,000 or more. This change reflects long-standing administrative practice; and
7. Amends Title 36, sections 5221 and 5228 to incorporate gender-neutral terms.