

APPENDIX B

TAX AND FEE CHANGES
122nd Legislature, 2nd Regular Session

Appendix B - Summary of Tax and Fee Changes ¹
122nd Legislature, 2nd Regular Session
Revenue Increases (Decreases) - Millions of \$'s

LD#	Law Reference	Description	FY06	FY07
Individual Income Tax ²				
1968	PL 2005, c. 519, Part A	Computer upgrade to income tax non-filer discovery & assessment	0.000	1.500
1968	PL 2005, c. 519, Part G	Limits domicile concept in the definition of "resident individual" (see LD 325)	0.000	(0.894)
1968	PL 2005, c. 519, Part H	Income tax credit for Kennebec Arsenal District Historic Landmark (see LD 1775)	0.000	(0.500)
1968	PL 2005, c. 519, Part CC	Repeals nonconformity with federal student loan interest deduction	0.000	(0.516)
1968	PL 2005, c. 519, Part DD	Restores the Maine child care credit to 25% of the federal credit	0.000	(0.539)
1968	PL 2005, c. 519, Part GG	Provides reimbursement for 12% or 10% of wages paid by a certified media production company (see LD 1607)	0.000	(0.322)
1968	PL 2005, c. 519, Part LLL	Income tax deduction for contributions to qualified tuition plans under Sec. 529 of the IRC (see LD 1729)	0.000	(0.315)
1968	PL 2005, c. 519, Part NNN	Conform to federal law regarding Health Savings Accounts (see LD 195)	0.000	(0.343)
1711	PL 2005, c. 622	Minor Substantive Changes - income tax	0.000	(0.140)
1165	PL 2005, c. 644	Income Tax Credit affordable housing/Real Estate Transfer Tax transfer from the HOME fund to GF	0.000	(0.176)
1968	PL 2005, c. 519, Part PPP	Delays repeal of income tax credit for clean fuel infrastructure (see LD 308)	0.000	(0.002)
1955	PL 2005, c. 650	Tax benefits for military redevelopment zone	0.000	(0.001)
Corporate Tax ²				
1968	PL 2005, c. 519, Part GG	Provides an income tax credit for certain media production company income (see LD 1607)	0.000	(0.105)
1968	PL 2005, c. 519, Part TTT	Income tax credit for certain furnaces that reduce pollutants (see LD 1647)	0.000	(0.004)
1955	PL 2005, c. 650	Tax benefits for military redevelopment zone	0.000	(0.001)
Sales Tax ²				
1968	PL 2005, c. 519, Part EE	Provides an exemption from sales and use tax for certain aircraft (see LD 1074)	0.000	(0.358)
1968	PL 2005, c. 519, Part TT	Maine Use Tax Compliance Program	0.000	1.500
1968	PL 2005, c. 519, Part OOO	Changes the threshold for resale certificate from \$10,000 to \$3,000 and extends the duration (see LD 169)	0.000	(0.049)
1968	PL 2005, c. 519, Part QQQ	Expands sales tax exemption for certain agricultural equipment used in the removal and storage of manure (see LD 535)	0.000	(0.021)
1749	PL 2005, c. 675	Sales tax exemption for forfeited room deposits	0.000	(0.010)
1955	PL 2005, c. 650	Tax benefits for military redevelopment zone	0.000	(0.036)
1064	PL 2005, c. 638	Sales Tax exemption for agricultural composting operations	0.000	(0.016)

Estate Tax

1711	PL 2005, c. 622	Minor Substantive Changes - estate tax	0.000	0.136
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Fuel Taxes - Highway Fund

2041	PL 2005, c. 677	Temporarily reduce the special fuel tax rate	0.000	(0.020)
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Other Miscellaneous Tax and Fee Changes

1968	PL 2005, c. 519, Part QQQ	Exempts grandparents and grandchildren deeds from Real Estate Transfer Tax (see LD 1090)	0.000	(0.007)
1748	PL 2005, c. 663	Establish renewal fees for licensed slot machine distributors and registered slot machines	0.000	0.247
1974	PL 2005, c. 664	Expand pilot program for trucks at Canadian gross weights	0.000	0.029
1975	PL 2005, c. 549	Fee increases for transport and disposal of hazardous waste	0.000	0.395
2065	PL 2005, c. 585	Increase registration fee for pesticides from \$125 to \$150	0.000	0.198
Miscellaneous Tax and Fees Changes			0.002	0.008

Total Tax and Fee Changes			0.002	(0.363)
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Notes:

- ¹ Reflects state taxes and fees matching the definition used by the U.S. Dept. of Commerce, Bureau of Census for comparisons of state and local tax burden. Does not reflect new property tax exemptions that affect the base but do not necessarily affect total tax collections. See listing below of property tax exemptions and state reimbursement amounts.
- ² Reflects gross impact of tax collections prior to the deduction of 5.1% of total collections for state-municipal revenue sharing.

Property Tax Exemptions:

791	PL 2005, c. 645	New property tax exemption for property owned by certain veterans' organizations (beginning in FY08)	0.000	0.000
1552	PL 2005, c. 647	Makes owners of cooperative housing eligible for the Homestead Property Tax Exemption (beginning in FY08)	0.000	0.000
1799	PL 2005, c. 652	Exempts trail-grooming equipment from the Personal Property Tax	0.000	0.019
1968	PL 2005, c. 519, Part MMM	Expands exemptions to veterans of certain conflicts not currently eligible (beginning in FY08)	0.000	0.000