

# TAX WS 3/5/2024

TAXATION COMMITTEE  
131<sup>st</sup> LEGISLATURE  
2nd REG SESSION

**ABBREVIATIONS**

COR Carry over requested by TAX

CO-T Carried over in TAX

SHADED LDs HAVE BEEN VOTED

LD	LR	PH	WS	SPONSOR	TITLE	SUMMARY (Summaries may not reflect content of most recent committee action)	COMM ACTION	FINAL ACTION	FISCAL IMPACT <sup>1</sup>	
									FY24	FY25
457	2184			Chipman	An Act to Amend Maine's Tax Laws	<p>This bill is a concept draft pursuant to Joint Rule 208. This bill would amend Maine's tax laws.</p> <p>At public hearing sponsor presented a draft that <u>establishes a phaseout of the pension deduction under the income tax in the same manner as the standard deduction based on the income of the taxpayer.</u></p> <p>At public hearing MRS indicated that the language of the draft required significant redrafting</p>	COR	CO-T	<p>MRS estimated revenue increase with redrafting \$24,000,000 in first year</p> <p>Administrative costs could not be estimated without more detail</p>	
		2/20	3/5							

<sup>1</sup> . Numbers may represent preliminary estimates and are subject to change. For more detail, please see fiscal note documents in LD file.

LD	LR	PH	WS	SPONSOR	TITLE	SUMMARY (Summaries may not reflect content of most recent committee action)	COMM ACTION	FINAL ACTION	FISCAL IMPACT <sup>2</sup>	
									FY24	FY25
2198	2945	2/20	3/5	Talbot Ross	An Act to Remove the Exemption from Sales and Use Tax for Automobiles Purchased for Use as Rentals	<p><u>This bill repeals the sales and use tax exclusion for the sale, to a person engaged in the business of renting automobiles, of automobiles, integral parts of automobiles or accessories to automobiles, for rental or for use in an automobile rented for a period of less than one year. Results in double imposition of sales tax.</u></p> <p><u>Takes effect September 1, 2023. Needs update.</u></p> <p><u>Current law</u>  1. Sales tax paid by rental or leasing rental company on purchase of automobiles  2. No sales tax on the lease or rental of automobiles to customers</p> <p><u>LD 2000 and Supplemental budget LD propose:</u>  1. to allow leasing business to purchase vehicles sales tax exempt and  2. the rental or lease to a customer would be exempt from sales tax.</p>				

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