

Tax and Fee Changes Affecting State and Local Tax Burden

126th Legislature, 2nd Regular Session

Description of Tax or Fee Change	LD and Law Reference	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17
Sales and Use Tax					
Exempts from sales tax the purchase of adaptive equipment by a person with a disability or by any person that is requested by a disabled person for installation in or on a motor vehicle.	LD 1370, PL 2013, c. 442	\$0	(\$62,460)	(\$65,146)	(\$67,947)
Exempts from sales tax free printed publications and printed materials purchased for inclusion in a publication.	LD 1722, PL 2013, c. 564	(\$1,299,300)	(\$1,892,220)	(\$1,778,687)	(\$1,839,162)
Increase in revenue from receiving licensing information from the Department of Health and Human Services regarding medical marijuana.	LD 1858, PL 2013, c. 595, Part J	\$0	\$100,000	\$200,000	\$200,000
Individual Income Tax					
Provides an income credit for five certified primary care professionals practicing in underserved areas in an amount equal to student loan payments up to \$6,000 in the first year of eligibility, \$9,000 in the second year, \$12,000 in the third year, \$15,000 in the fourth year and \$18,000 in the fifth year.	LD 440 PL 2013, c. 599	\$0	(\$23,400)	(\$67,800)	(\$124,800)
Extends the Maine Seed Capital Tax Credit Program and authorizes additional tax credits of \$675,000 for investments made between January 1, 2014 and December 31, 2014, \$4,000,000 for investments made in calendar year 2015 and \$5,000,000 for investments made in calendar years beginning with 2016.	LD 743, PL 2013, c. 438	\$0	(\$153,000)	(\$1,064,000)	(\$1,975,000)
Changes to revenue from changes to the property tax fairness credit, including changing the definition of income, changing the formula for calculating the amount of the credit, changing the portion of rent constituting property taxes and adjusting the benefit base amount annually for inflation for tax years beginning after 2015.	LD 1751, PL 2013, c. 551	\$0	\$475,000	\$130,396	(\$223,048)
Increase in revenue from expanding field activities to address tax debt.	LD 1722, PL 2013, c. 564	\$0	\$2,000,000	\$2,000,000	\$2,000,000
Increase in revenue from collection of past-due individual income taxes.	LD 1722, PL 2013, c. 564	\$0	\$1,500,000	\$1,500,000	\$1,500,000
Reduction in revenue from increasing the cap on charitable contributions to \$18,000 for tax years beginning in 2016 and from removing the cap for tax years beginning on or after January 1, 2017.	LD 1664, PL 2013, c. 590	\$0	\$0	(\$4,552,000)	(\$8,655,000)
Decrease in revenue from removing medical and dental expenses from the cap on itemized deductions.	LD 1858, PL 2013, c. 595, Part T	\$0	(\$5,365,600)	(\$3,960,968)	(\$4,079,797)

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Individual Income Tax (continued)					
Increase in revenue from collection of past-due individual income taxes.	LD 1858, PL 2013, c. 595, Part T	\$0	\$7,380,000	\$8,481,000	\$17,871,000
Increase in revenue from receiving licensing information from the Department of Health and Human Services regarding medical marijuana.	LD 1858, PL 2013, c. 595, Part J	\$0	\$100,000	\$200,000	\$200,000
Increase in revenue from the prospective repeal of the super R&D credit.	LD 1843, PL 2013, c. 502, Part J	\$0	\$1,944,200	\$2,303,500	\$2,962,800
Increase in revenue from adding positions and increasing collection efforts.	LD 1679, PL 2013, c. 591	\$0	\$1,200,000	\$1,200,000	\$1,200,000
Corporate Income Tax					
Decrease in revenue from applying the \$5,000,000 historic preservation tax credit cap to each certified rehabilitation or to each building that is a component of a certified historic structure, whichever is greater, and from providing that a certified rehabilitation that is placed in service over multiple taxable years is allowed up to \$5,000,000 in credit for the portion of the certified rehabilitation placed in service for each taxable year.	LD 1661, PL 2013, c. 550	\$0	\$0	\$0	(\$1,500,000)
Estate Tax					
Provides funding for one Revenue Agent position to assist in the audit of estate and fiduciary tax returns and to review related issues associated with decedents and beneficiaries.	LD 1722, PL 2013, c. 564	\$0	\$500,000	\$500,000	\$500,000
Other Taxes and Fees - Nursing Facilities Tax					
Additional nursing facilities tax revenue generated by additional funding provided to nursing facilities.	LD 1776, PL 2013, c. 594	\$0	\$709,901	\$0	\$0
Other Taxes and Fees - Hunting and Fishing License Fees					
Increase in revenue from the new moose hunting permit lottery system for hunting outfitters.	LD 738, PL 2013, c. 437	\$0	\$78,126	\$78,126	\$78,126
Total Impact of Tax and Fee Changes		(\$1,299,300)	\$8,490,547	\$5,104,421	\$8,047,172