

TAXATION COMMITTEE

jsj 3/22/2021 11:45 AM

130th LEGISLATURE

1st REG SESSION

LD	LR	PH	WS	SPONSOR	TITLE	SUMMARY (Summaries may not reflect content of most recent committee action)	COMM ACTION	FISCAL IMPACT ¹	
								FY22	FY23
168	538	3/16		Guerin	An Act To Provide a Tax Break for Businesses That Employ People with Disabilities	<p>CONCEPT DRAFT: This bill proposes to provide a payroll tax cut for businesses that employ people with disabilities.</p> <p><u>SPONSOR PROPOSED AMENDMENT:</u> Provides <u>IT credit for employers</u> who employ qualified disabled employees. Credit is <u>equal to the difference between the wage paid and the subminimum wage that would have been allowed under federal law.</u></p>			
217	315	3/16		Fecteau	An Act To Make Contributions Made To Pay Off School Meal Debt Tax-deductible	<p>This bill provides an <u>income tax deduction</u> for:</p> <ol style="list-style-type: none"> 1. An individual or a corporation that makes a <u>contribution to a public or nonprofit private elementary or secondary school</u> 2. To cover <u>student school meal debt</u> <p>The deduction is <u>NOT</u> allowed if the person making the contribution is the <u>parent</u> of a student or a <u>person otherwise obligated</u> to cover the costs of a student</p> <p>MRS has concerns.</p>			

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

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495	1267	3/16		Osher	An Act To Improve Income Tax Progressivity by Establishing New Top Individual Income Tax Rates	<p>This bill increases the tax rate on the current top bracket under the individual income tax from 7.15% to 8.35% and adds a new bracket of 11.15% on taxable income exceeding \$100,000 for single individuals and married persons filing separately, \$150,000 for heads of household and \$200,000 for individuals filing married joint returns or surviving spouses.</p> <p><u>Current IIT bracket (single):</u> Bracket amounts doubled for married joint; 1.5 for heads of household.</p> <table> <tr> <td>\$0 to \$21,049</td> <td>5.8%</td> </tr> <tr> <td>\$21,050 to \$49,999</td> <td>6.75%</td> </tr> <tr> <td>\$50,000 or more</td> <td>7.15%</td> </tr> </table> <p><u>Bracket amounts in bill:</u></p> <table> <tr> <td>\$0 to \$21,049</td> <td>5.8%</td> </tr> <tr> <td>\$21,050 to \$49,999</td> <td>6.75%</td> </tr> <tr> <td>\$50,000 to \$99,999</td> <td>8.35%</td> </tr> <tr> <td>\$100,000 and over</td> <td>11.15%</td> </tr> </table> <p><u>Similar bills:</u> LDs 532,570 LRs 743, 1679, 1756 (not yet printed)</p> <p><u>MRS has technical and policy concerns.</u></p>	\$0 to \$21,049	5.8%	\$21,050 to \$49,999	6.75%	\$50,000 or more	7.15%	\$0 to \$21,049	5.8%	\$21,050 to \$49,999	6.75%	\$50,000 to \$99,999	8.35%	\$100,000 and over	11.15%		<p>MRS Preliminary estimates</p> <p>Not available at time of PH.</p>
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532	1790	3/16		Baldacci	An Act To Lower Income Taxes for Middle-income Families in Maine	<p>This bill provides:</p> <p>1. In <u>income tax credit</u> that <u>reduces income taxes by 10%</u> for:</p> <p>(A) individuals filing as <u>single individuals</u> and married persons filing separately with taxable income <u>under \$60,000</u>,</p> <p>(B) <u>heads of households</u> with taxable income <u>under \$90,000</u> and</p> <p>(C) individuals filing <u>married joint returns</u> and surviving spouses with taxable income <u>under \$120,000</u>.</p> <p>2. New upper income tax bracket with tax rate of 7.95%..</p> <p><u>CURRENTLAW: IIT bracket (single):</u> Bracket amounts doubled for married joint; 1.5 for heads of household.</p> <table> <tr> <td>\$0 to \$21,049</td> <td>5.8%</td> </tr> <tr> <td>\$21,050 to \$49,999</td> <td>6.75%</td> </tr> <tr> <td>\$50,000 or more</td> <td>7.15%</td> </tr> </table> <p><u>Bracket amounts in bill:</u></p> <table> <tr> <td>\$0 to \$21,049</td> <td>5.8%</td> </tr> <tr> <td>\$21,050 to \$49,999</td> <td>6.75%</td> </tr> <tr> <td>\$50,000 to \$199,999</td> <td>7.15%</td> </tr> <tr> <td>\$200,000 and over</td> <td>7.95%</td> </tr> </table>	\$0 to \$21,049	5.8%	\$21,050 to \$49,999	6.75%	\$50,000 or more	7.15%	\$0 to \$21,049	5.8%	\$21,050 to \$49,999	6.75%	\$50,000 to \$199,999	7.15%	\$200,000 and over	7.95%		<p>MRS preliminary estimates</p> <p>Admin costs: \$11,000</p> <p>Revenue impact: Not available at time of PH</p>
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570	550	3/16		Berry	An Act To Provide for Fairness in the Taxation of Extraordinary and Unearned Income by Establishing a 3 Percent Surcharge on Net Capital Gains and Dividends Income over \$250,000 for Taxpayers Filing Single or Married Separate Returns and over \$500,000 for Taxpayers Filing Joint Returns	<p>This bill imposes an <u>3% income tax surcharge</u> on the portion of a taxpayer's taxable income that exceeds the <u>lesser of:</u></p> <p>1. the taxpayer's <u>taxable income from net capital gains and dividends</u> and</p> <p>2. the amount by which the <u>taxpayer's taxable income exceeds</u></p> <p>A. \$250,000 (single) B. \$375,000 (heads of households) or C. \$500,000 (married joint)</p>		<p>MRS preliminary estimates</p> <p>Admin costs: \$11,000</p> <p>Revenue impact: Not available at time of PH</p>														