

Shaded LDs have been voted on by the Committee

4/8/21

TAXATION COMMITTEE

jsj 4-8-21

**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
94	253	4/2		Doudera	An Act To Allow Municipalities to Exempt Volunteer Firefighters from Paying Excise Tax on Their Vehicles Used To Respond to Fire Calls	This bill <u>authorizes municipalities to adopt an ordinance extending a <u>vehicle excise tax exemption to volunteer firefighters for vehicle used to respond to fire calls.</u></u>			
724	700	4/2		Ordway	An Act To Base the Vehicle and Mobile Home Excise Tax on Actual Value	<p>This bill <u>changes the method of computing the vehicle excise tax</u> levied on motor vehicles registered in the State except for certain large commercial vehicles.</p> <p><u>Current law:</u> Except for certain large commercial vehicles, the vehicle excise tax is based upon the <u>maker's list price.</u></p> <p>The excise tax on <u>certain commercial motor vehicles and buses and special mobile equipment is based on the purchase price.</u></p> <p>This bill . <u>Requires that:</u></p> <ol style="list-style-type: none"> 1. <u>The excise tax for all motor vehicles currently taxed on "maker's list price" and "commercial motor vehicles" currently taxed on "purchase price"</u> 2. <u>Would instead be based upon the actual value of the vehicle</u> 3. <u>At the time of delivery to the owner,</u> 4. <u>"Actual value" is not defined and would be determined by sources approved by the State Tax Assessor.</u> <p><u>STATE REIMBURSEMENT TO MUNICIPALITIES:</u> <u>CURRENT LAW</u> State reimburses municipality for the difference in the amount of excise tax that would have been collected by the municipality on each commercial motor vehicle or</p>		MRS preliminary fiscal impact Admin cost: absorbed Other fiscal impact: not available	

¹ . 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	FISCAL IMPACT ¹	
								FY22	FY23
						<p><u>bus using the maker's list price instead of the purchase price.</u></p> <p>Bill requires reimbursement for all motor vehicles.</p> <p>BMV and MRS have drafting and technical concerns.</p>			
970	1272	4/2		Connor	An Act To Base the Motor Vehicle Excise Tax on Actual Sale Price	<p>This bill provides that,</p> <ol style="list-style-type: none"> <u>for a motor vehicle purchased after December 31, 2022,</u> <u>the motor vehicle excise tax must be based on the purchase price</u> for the motor vehicle <u>if purchased from a new vehicle dealer or a used car dealer.</u> <p><u>"Purchase price" means amount paid or financed after trade-in, rebates, discounts or paybacks.</u></p> <p><u>For other motor vehicles, the excise tax continues to be based on the maker's list price.</u></p> <p>Bill does not provide for reimbursement to municipalities</p> <p>BMV and MRS have drafting and technical concerns.</p>		<p>MRS preliminary fiscal impact</p> <p>Admin cost: absorbed</p> <p>Other fiscal impact: not available</p>	
1062	486	4/2		Cloutier	An Act To Phase Out the Insurance Premium Tax on Annuities	<p>This bill <u>phases out the insurance premium tax on annuity considerations</u> over 10 years beginning in 2022 and provides that <u>during the phase-out period the retaliatory tax on non-Maine insurance companies does not apply.</u></p> <p>The bill also specifies that <u>deductions related to annuities may be deducted from annuity considerations for tax periods beginning on or after January 1, 2022.</u></p>		<p>MRS preliminary fiscal impact</p> <p>Admin cost FY 23 \$33,000</p> <p>Revenue impact: Not available at time of PH</p> <p>Fiscal note on LD 625, died on AT in 129th Year 1 (\$303,000) Year 2 (\$800,000) Year 3 (\$1,380,000) Year 4 (\$1,970,000)</p>	