

COPY

Amendment  
Reviewed

LD 1569

L.D. 1569

(Filing No. H- )

Date:

TAXATION

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STATE OF MAINE  
HOUSE OF REPRESENTATIVES  
130TH LEGISLATURE  
FIRST SPECIAL SESSION

COMMITTEE AMENDMENT " " to H.P. 1166, L.D. 1569, "An Act Regarding an Excise Tax on Water Extracted for Commercial Bottling"

Amend the bill by striking out the title and substituting the following:

**'Resolve, Establishing the Commission To Study the Role of Water as a Resource in the State of Maine'**

Amend the bill by striking out everything after the title and inserting the following:

**Preamble.** Whereas, water is an invaluable resource for the people and businesses in this State; and

**Whereas,** the use of water in the State for various purposes has raised questions regarding the continuing availability and quality of water resources; now, therefore, be it

**Sec. 1. Commission established. Resolved:** That the Commission To Study the Role of Water as a Resource in the State of Maine, referred to in this resolve as "the commission," is established.

**Sec. 2. Commission membership. Resolved:** That, notwithstanding Joint Rule 353, the commission consists of 16 members appointed as follows.

1. Four members appointed by the President of the Senate, including:
  - A. Two members of the Senate, including a member from each of the 2 parties holding the largest number of seats in the Legislature;
  - B. One member of the public residing in northern Maine; and
  - C. One member representing the interests of persons who bottle or package water for commercial sale.
2. Four members appointed by the Speaker of the House of Representatives, including:
  - A. Two members of the House of Representatives, including a member from each of the 2 parties holding the largest number of seats in the Legislature;

- 1           B. One member of the public residing in western Maine; and
- 2           C. One member representing the interests of businesses that use water in
- 3           manufacturing or the provision of items or services for sale.
- 4           3. Eight members appointed by and agreed upon by both the President of the Senate
- 5           and the Speaker of the House, including:
- 6           A. One member representing the Office of Policy Innovation and the Future;
- 7           B. Two members who are members of federally recognized Indian nations, tribes or
- 8           bands in the State based on the joint recommendation of the tribal governments of the
- 9           Aroostook Band of Micmacs, the Houlton Band of Maliseet Indians, the
- 10           Passamaquoddy Tribe at Motahkomikuk, the Passamaquoddy Tribe at Sipayik and the
- 11           Penobscot Nation. If the tribal governments do not make unanimous joint
- 12           recommendations, the President of the Senate and the Speaker of the House shall
- 13           appoint 2 members of a federally recognized Indian nation, tribe or band in the State;
- 14           C. One member representing the Department of Health and Human Services, Maine
- 15           Center for Disease Control and Prevention, division of environmental health, drinking
- 16           water program;
- 17           D. One member representing the interests of municipal water utilities;
- 18           E. One member representing the State Geologist;
- 19           F. One member representing organizations involved in protection of the environment;
- 20           and
- 21           G. One member representing the Office of the Attorney General with an interest in
- 22           water rights law.
- 23           **Sec. 3. Chairs. Resolved:** That the first-named Senate member is the Senate chair
- 24           and the first-named House of Representatives member is the House chair of the
- 25           commission.
- 26           **Sec. 4. Appointments; convening of commission. Resolved:** That all
- 27           appointments must be made no later than 30 days following the effective date of this
- 28           resolve. The appointing authorities shall notify the Executive Director of the Legislative
- 29           Council once all appointments have been completed. After appointment of all members,
- 30           the chairs shall call and convene the first meeting of the commission. If 30 days or more
- 31           after the effective date of this resolve a majority of but not all appointments have been
- 32           made, the chairs may request authority and the Legislative Council may grant authority for
- 33           the commission to meet and conduct its business.
- 34           **Sec. 5. Duties. Resolved:** That the commission shall study issues associated with
- 35           the role of water resources in the State and the nature and extent of infrastructure involved
- 36           in the use and delivery of water resources including:
- 37           A. The extent of water resources available in the State;
- 38           B. Legal principles regarding the ownership of water resources in the State;
- 39           C. The extent to which water resources will be needed in the State and nation in the
- 40           future for household, government, business, commercial and other purposes;

- 1 D. The quality of available water resources and the need for measures to protect water  
2 quality;
- 3 E. The extent of transportation of water within the State and exportation of water from  
4 the State;
- 5 F. The sustainability of aquifers within the State;
- 6 G. The nature and use of natural resource extraction taxes in other states and the  
7 advantages and disadvantages of enacted natural resource extraction taxes in the State;  
8 and
- 9 H. The relationship between water resources and climate change in the State, including  
10 an analysis of what actions other states are taking on this issue.

11 The commission shall develop recommendations to ensure that there is adequate clean, safe  
12 and accessible drinking water for the State's residents and to meet the needs of commercial  
13 and business interests now and in the future. The commission shall identify the need for  
14 additional state resources to implement its recommendations and shall make a  
15 recommendation regarding the positive and negative aspects of a tax on water extraction.

16 **Sec. 6. Staff assistance. Resolved:** That the Legislative Council shall provide  
17 necessary staffing services to the commission, except that Legislative Council staff support  
18 is not authorized when the Legislature is in regular or special session.

19 **Sec. 7. Report. Resolved:** That, no later than March 15, 2022, the commission  
20 shall submit a report that includes its findings and recommendations, including suggested  
21 legislation, for presentation to the Joint Standing Committee on Taxation during the Second  
22 Regular Session of the 130th Legislature. The committee may present legislation related  
23 to the report of the commission to the Second Regular Session of the 130th Legislature.'

24 Amend the bill by relettering or renumbering any nonconsecutive Part letter or section  
25 number to read consecutively.

26 **SUMMARY**

27 This amendment changes the bill to a resolve establishing the Commission To Study  
28 the Role of Water as a Resource in the State of Maine to study issues associated with the  
29 role of water resources in the State and the nature and extent of infrastructure involved in  
30 the use and delivery of water resources now and in the future.



# 130th MAINE LEGISLATURE

LD 1569

LR 1866(02)

## An Act Regarding an Excise Tax on Water Extracted for Commercial Bottling

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

### Fiscal Note

#### Legislative Cost/Study

	FY 2021-22	FY 2022-23	Projections FY 2023-24	Projections FY 2024-25
<b>Net Cost (Savings)</b>				
General Fund	\$20,000	\$0	\$0	\$0
<b>Appropriations/Allocations</b>				
General Fund	\$20,000	\$0	\$0	\$0

#### Legislative Cost/Study

The general operating expenses of this study are projected to be \$2,250 in fiscal year 2021-22. The Legislature's budget for the 2022-2023 biennium includes \$10,000 in fiscal year 2021-22 and \$10,000 in fiscal year 2022-23 for the costs of legislative studies, as well as \$21,260 of balances carried over from prior years for this purpose. Whether these amounts are sufficient to fund all studies will depend on the number of studies authorized by the Legislative Council and the Legislature. The additional costs of providing staffing assistance to the study during the interim can be absorbed utilizing existing budgeted staff resources.

#### Fiscal Detail and Notes

Includes a one-time appropriation of \$20,000 in fiscal year 2021-22 to the Legislature for the costs of securing outside part-time staffing or outside data analyses to support the work of the commission. Any additional costs to the Governor's Office, the Department of Health and Human Services, the Department of Agriculture, Conservation and Forestry and the Attorney General's Office to serve on the commission can be absorbed within existing budgeted resources.

**Sec. Appropriations and allocations.**

The following appropriations and allocations are made.

**LEGISLATURE**

**Legislature 0081**

Initiative: Appropriates one-time funds to the Legislature for the costs of securing outside part-time staffing or outside data analyses to support the work of the Commission To Study the Role of Water as a Resource in the State of Maine.

<b>GENERAL FUND</b>	<b>2021-22</b>	<b>2022-23</b>
All Other	\$20,000	\$0
<b>GENERAL FUND-TOTAL</b>	<b>\$20,000</b>	<b>\$0</b>

**LEGISLATURE**

**DEPARTMENT TOTALS**

	<b>2021-22</b>	<b>2022-23</b>
<b>GENERAL FUND</b>	<b>\$20,000</b>	<b>\$0</b>
<b>DEPARTMENT TOTAL - ALL FUNDS</b>	<b>\$20,000</b>	<b>\$0</b>