

1. Proposed Adjustments to Review Category Assignments

Note: OPEGA reviewed the document "Enacted Tax Legislation - 2022 Session" prepared by the Maine Revenue Services to catalogue new, repealed or modified tax expenditures from statutory changes in 2022. The statutory changes that create or repeal tax expenditures are listed below. There were no modifications that indicate changes to the review category of any existing tax expenditures.

ID #	Expenditure Program Name	Brief Description	Tax policy goal	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified	Proposed adjustment
Recommended changes to Category A - Full Evaluation by OPEGA							
16 Repealed	Educational opportunity tax credit income subtraction modification	Income subtraction modification equal to eligible student loan payments made by employers on behalf of qualified employees. <i>(This expenditure was combined for evaluation purposes with the Educational Opportunity Tax Credit)</i>	Non-Business Incentives (Various)	No estimate in MSTER	No estimate in MSTER	§5122(2)(FF)	Repealed by PL 2021 c.635, Pt. H, §§ 16 and 18. Proposal: Remove from Schedule
16 Repealed	Educational opportunity tax credit	Tax credit for certain educational loan payments made by participants in the Job Creation Through Educational Opportunity Program and their employers; participants must be residents who remain in Maine after obtaining a degree here.	Non-Business Incentives (Various)	\$41,500,000	FY23: \$47,900,000	§2535 and §5217-D(6);	Repealed by PL 2021 c.635, Pt. H, §§ 13 & 14. Proposal: Remove from Schedule
16 Enacted	Student loan repayment tax credit	Tax credit for certain educational loan payments made by participants in the Job Creation Through Educational Opportunity Program and their employers; participants must be residents who remain in Maine after obtaining a degree.	Non-Business Incentives (Various)	\$0	FY23: \$55,731,431 (from fiscal note)	§5217-E	Enacted by PL 2021 c.635, Pt. H, §15 Proposal: Add to Category A using ID# of prior credit and deduction it replaces.
211	Homesteads of Senior Residents	Allows certain senior residents to stabilize, or freeze, the property taxes on their homestead. An applicant must be at least 65 years old, a permanent resident of the State, and must have owned a Maine homestead for at least ten years. As long as the individual files an application each year, the tax is fixed at the amount assessed in the year prior to the initial application. Eligible residents may transfer the fixed tax amount to a new homestead, even between municipalities. The State will fully reimburse municipalities for lost revenue.	Tax Relief-Individuals	\$0	FY23: \$315,242; FY24: \$2,252,472; FY25: \$7,044,315	§6281	Enacted by PL 2021 c. 751 Proposal: Add to Category A
Recommended changes to Category B - Expedited Review by Taxation Committee							
201	FAME nonprofit student loan repayment program income subtraction modification	For tax years beginning on or after January 1, 2022, to the extent included in federal adjusted gross income, student loan payments made directly to a lender on behalf of the taxpayer by a student loan repayment program funded by a nonprofit foundation and administered by the Finance Authority of Maine for residents of the State employed by a business located in the State.	Specific Policy Goal/Mandate	\$0	FY23: \$2,860; FY24: \$62,491; FY25: \$92,718	§5122(2)(XX)	Enacted by PL 2021 c.635 Pt G Proposal: Add to Category B Scheduled for 2024.

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202	Exemption for certain out-of-state suppliers of spirits sold to the BABLO (Bureau of Alcoholic Beverages & Lottery Operations)	A person (corporation, pass-through entity, individual, etc.) domiciled in a state other than Maine that approves, from a location outside Maine, orders of spirits placed by the BABLO or an agent or contractor of BABLO, may not be considered to have sufficient nexus to subject the person to Maine income tax, including the pass-through entity withholding, based solely on certain specified in-state activities.	Interstate or Foreign Commerce	\$0	FY23: \$0; FY24: \$377,150; FY25: \$388,550	§5202-D	Enacted by PL 2021 c.756 Proposal: Add to Category B Scheduled for 2026.
204	Contributions to education savings plans income subtraction modification	A deduction from Federal AGI, equal to contributions made to a qualified tuition plan up to \$1,000 for each designated beneficiary. It may not be claimed by taxpayers whose federal adjusted gross income exceeds \$100,000 if filing single or married filing separately or \$200,000 if married filing jointly or head of household.	Specific Policy Goal/Mandate	\$0	FY23: \$0; FY24: \$1,019,500; FY25: \$1,045,000	§5122(2)(YY)	Enacted by PL 2021 c.707 Proposal: Add to Category B Scheduled for 2024.
205	Battery Energy Storage Systems	Purchases of qualifying battery energy storage systems and all parts and accessories that are integral to such qualifying battery energy storage systems will be eligible for a refund of the sales tax paid on those purchases.	Specific Policy Goal/Mandate	\$0	FY23: \$0; FY24: \$1,961,750; FY25: \$2,802,500	§2021	Enacted by PL 2021 c.758 §1 Proposal: Add to Category B Scheduled for 2024.
Recommended changes to Category C - No Review							
200	Space Corporation Bond Interest	Certain bonds issued by the Maine Space Corporation are, together with interest on and income from the bonds, exempt from all taxes, including the Maine income tax.	Specific Policy Goal/Mandate	\$0	N/A	5 MRSA §13207(2)(B)	Enacted by PL 2021 c.631 Proposal: Add to Category C

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203	Employer support for volunteer firefighters and volunteer municipal emergency medical services persons tax credit	An employer who permits employees who are volunteer firefighters or volunteer municipal emergency medical services persons to be absent from work for firefighting or emergency response activities without a reduction in pay is eligible for an income tax credit. The credit is equal to the compensation that is paid to the employee at the employee's regular rate of pay while the employee is away from work due to firefighting or emergency response responsibilities during the tax year. The credit may not exceed the tax liability of the taxpayer.	Non-Business Incentives (Various)	\$0	FY23: \$33,000; FY24 \$0; FY25: \$0	§5217-F	Enacted by PL 2021 c.731 §5 Proposal: Add to Category C
207	Sales tax exemption for Tribes	Sales to specific Native American tribes in Maine exempted from sales tax. (similar to state government sales tax exemption)	Specific Policy Goal/Mandate	\$0	N/A	§1760(112)	Enacted by PL 2021 c.681 Pt D §1 Proposal: Add to Category C
208	Sales tax exemptions for tribal members	Sales to tribal members or tribal entities that are sourced to tribal lands are exempt from sales tax.	Specific Policy Goal/Mandate	\$0	N/A	§1760(113) & §1760(114)	Enacted by PL 2021 c.681 Pt D §2 & 3 Proposal: Add to Category C
209	Sales tax revenue returned to tribes	Tax revenue attributable to tax collected from sales occurring on tribal lands will be returned to the respective tribes on a monthly basis.	Specific Policy Goal/Mandate	\$0	N/A	§1815	Enacted by PL 2021 c.681 Pt E §2 Proposal: Add to Category C
210	Tribal Blueberry Tax exemption	Wild blueberries grown on tribal land will be exempt from the Blueberry tax.	Specific Policy Goal/Mandate	\$0	N/A	§4303-B	Enacted by PL 2021 c.681 Pt F §3 Proposal: Add to Category C
211	Tribal Potato Tax exemption	Potatoes grown on tribal land will be exempt from the Potato tax.	Specific Policy Goal/Mandate	\$0	N/A	§4605(1-A)	Enacted by PL 2021 c.681 Pt F §5 Proposal: Add to Category C

* FY22/FY23 Revenue Loss Estimates are from the Maine State Tax Expenditure Report (Red Book). FY24/FY25 Estimates are from Fiscal Notes. Revenue Loss Estimates may be marked N/A because the amount of the fiscal note could not be segregated for the individual tax expenditures.

2a. Proposed Full Review Schedule (Category A)

ID #	Policy Group	Expenditure Program Name	Brief Description	Tax Type	Expenditure Type	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified	Enactment	Sunset
REVIEWS IN PROGRESS										
5	Business Incentive-Targeted Industry	Tax Benefits for Media Production Companies	Tax credit (5% of nonwage production expenses, if >\$75,000) and reimbursement (12% of production wages) for certified productions of visual media production companies.	Income	Credit	\$150,000	\$150,000	§5219-Y, §6902	2006	no sunset
14	Business Incentive-Targeted Industry	Deduction for Contributions to Capital Construction Funds for maintenance or replacement of fishing vessels	Deduction for contributions to a capital construction fund for maintenance or replacement of fishing vessels.	Income	Deduction	\$520,000	\$520,000	§5122(2)(I)	1996	no sunset
FUTURE REVIEWS										
171	Business Incentive-Targeted Industry	Shipbuilding Facility Credit	Nonrefundable income tax credit for 15 years (from tax years beginning on or after January 1, 2020) for major investments in a shipbuilding facility when criteria are met. Requires the credit to be reviewed by 2024 by OPEGA. <i>(Replaced a prior shipbuilding credit that had different parameters which expired in 2018.)</i>	Income	Deduction	\$2,850,000	\$2,850,000	§5219-RR (previously §919)	2018	2034
7**	Business Incentive	Major Business Headquarters Expansion	Refundable credit of 2% of taxpayer's investment for a major business that expands or locates its headquarters in Maine and hires the required number of new employees.	Income	Credit	\$0	\$760,000	§5219-QQ	2017	To qualify, investment must be made by 12/31/22; credits may be claimed for 20 years
185	Business Incentive-Targeted Industry	Major Food Processing & Manufacturing Facilities Expansion Credit	Refundable income tax credit for construction or expansion of a qualifying food processing and manufacturing facility in Maine. Credit amount is equal to 1.8% of the taxpayer's qualified investment.	Income	Credit	\$0	\$1,111,500	§5219-VV	2019	2024
193	Business Incentive-Targeted Industry	Income tax credit for paper manufacturing facility investment	Refundable income tax credit may be claimed by a paper manufacturer certified by DECD as a qualified applicant. Credit is 4% of applicant's investment.	Income	Credit	\$0	FY23: \$0; FY24 \$793,000; FY25 \$1,520,000	5219-YY	2021	To qualify, investment must be made by 12/31/23
172	Non-Business Incentives (Various)	Employer credit for family and medical leave	Tax credit (for tax years beginning in 2018 and 2019) under the income tax and insurance premium tax equal to the federal credit for employer-paid family and medical leave. The credit is nonrefundable.	Income	Credit	\$40,000	\$0	§5219-UU, §2536	2018	2025 (due to federal credit sunset)
16 NEW	Non-Business Incentives (Various)	NEW: Student loan repayment tax credit	Tax credit for certain educational loan payments made by participants in the Job Creation Through Educational Opportunity Program and their employers; participants must be residents who remain in Maine after obtaining a degree. <i>(Replaced the Credit for Educational Opportunity which existed in various forms since 2007)</i>	Income	Credit	\$0	FY23: \$55,731,431; FY24: \$48,732,229; FY25: \$49,400,000	§5217-E	2022	no sunset
19	Non-Business Incentives (Various)	Deduction for Interest and Dividends on Maine State and Local Securities - Individual Income Tax	Individual income tax deduction for interest or dividends on securities issued by the State and its political subdivisions.	Income	Deduction	\$45,000	\$40,000	§5122(2)(N)	2001	none
20	Non-Business Incentives (Various)	Deduction for Interest and Dividends on U.S., Maine State and Local Securities- Corporate Income Tax	Corporate income tax deduction for interest or dividends on securities issued by the State and its political subdivisions.	Income	Deduction	\$20,000 - \$100,000	\$20,000 - \$100,000	§5200-A(2)(A), §5200-A(2)(K)	2000	none

2a. Proposed Full Review Schedule (Category A)

ID #	Policy Group	Expenditure Program Name	Brief Description	Tax Type	Expenditure Type	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified	Enactment	Sunset
18	Non-Business Incentives (Various)	Earned Income Credit	Tax credit equal a percentage of the federal earned income tax credit (EITC) received that year; EITC is a credit for individuals who have earned income under a certain limit. Note: The estimate is net of the transfer of TANF funds that partially offsets the General Fund loss. Without this transfer, the General Fund revenue loss would be approximately \$24.7 million in FY22 and FY23.	Income	Credit	\$16,630,000	\$16,630,000	\$5219-S	2000	none
37	Tax Relief-Individuals	Additional Standard Deduction for the Blind and Elderly	Additional \$1,550 standard deduction if single, or \$1,250 if married available to taxpayers who are blind beginning in tax year 2016.	Income	Deduction	\$10,400,000	\$10,900,000	\$5124-C	N/A	N/A
29	Tax Relief-Individuals	Income Tax Credit for Child & Dependent Care Expense	Tax credit for child and dependent care expenses in the amount of 25% of the federal tax credit; the credit doubles for expenses incurred for quality child care services. Max of \$500.	Income	Credit	\$4,150,000	\$4,150,000	\$5218	2001	no sunset
30	Tax Relief-Individuals	Deduction for Pension Income & IRA Distributions (NEW limits)	Deduction for pension benefits received under employee retirement plans and taxable distributions from individual retirement accounts, up to \$10,000. (Based on PL 2021 c.635 PtDDD, in tax year 2022, the deduction limit increases to \$25,000. In 2023, it is a \$30,000 limit, and in 2024 the deduction limit is \$35,000.)	Income	Deduction	\$31,200,000	FY23: \$34,960,000; FY24: \$47,880,000; FY25: \$62,605,000	\$5122(2)(M)	N/A	N/A
31	Tax Relief-Individuals	Deduction for Social Security Benefits Taxable at Federal Level	Deduction for social security benefits and railroad retirement benefits.	Income	Deduction	\$110,200,000	\$119,600,000	\$5122(2)(C)	N/A	N/A
32	Tax Relief-Individuals	Property Tax Fairness Credit	Income tax credit for Maine residents based on a formula, involving the taxpayer's income, age and amount of property taxes paid.	Income	Credit	\$35,350,000	\$35,350,000	\$5219-KK	2014	no sunset
27	Tax Relief-Individuals	Sales Tax Fairness Credit	Tax credit to provide sales tax relief to low and middle income families.	Income	Credit	\$23,800,000	\$23,500,000	\$5213-A, \$5403(5)	2015	no sunset
211 NEW	Tax Relief-Individuals	NEW: Homesteads of Senior Residents	Allows certain senior residents to stabilize, or freeze, the property taxes on their homestead. An applicant must be at least 65 years old, a permanent resident of the State, and must have owned a Maine homestead for at least ten years. As long as the individual files an application each year, the tax is fixed at the amount assessed in the year prior to the initial application. Eligible residents may transfer the fixed tax amount to a new homestead, even between municipalities. The State will fully reimburse municipalities for lost revenue.	Property	Exemption	\$0	FY23: \$315,242; FY24: \$2,252,472; FY25: \$7,044,315	\$6281	2022	no sunset
33	Tax Relief-Targeted Industry	Railroad Track Materials	Tax exemption on sales of railroad track materials for installation on railroad lines within the State.	Sales & Use	Exemption	\$670,000	\$680,000	\$1760(52)	1986	no sunset
34	Tax Relief-Targeted Industry	Refund of Sales Tax on Purchases of Parts and Supplies for Windjammers	Refund of sales tax paid on purchases of parts and supplies for use for operation, repair or maintenance of a windjammer providing commercial cruises.	Sales & Use	Refund	\$50,000 - \$249,999	\$50,000 - \$249,999	\$2020	2011	no sunset

2a. Proposed Full Review Schedule (Category A)

ID #	Policy Group	Expenditure Program Name	Brief Description	Tax Type	Expenditure Type	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified	Enactment	Sunset
36	Tax Relief-Targeted Industry	Certain Telecommunications Services	Tax exemption on sales of interstate and international telecommunications services.	Service Provider	Exemption	\$1,000,000 - \$2,999,999	\$1,000,000 - \$2,999,999	\$2557(33), 2557(34)	2015	no sunset
189	Specific Policy Goal/Mandate	Credit for Affordable Housing	Taxpayer receiving a tax credit certificate from MSHA for an affordable housing project located in Maine, may claim a refundable tax credit for that taxable year. Credit is equal to either (1) the total federal low-income housing tax credit claimed under IRC section 42 using entire federal credit period for all buildings in a qualified Maine project, or (2) an amount equal to the lesser of \$500,000 or 50% of the qualified basis of an affordable housing project that incurs at least \$100K includable in eligible basis in construction or rehabilitation of an affordable housing project for which IRC section 42 is not claimed.	Income	Credit	\$8,645,000	\$9,500,000	\$5219-WW	2020	2028
154	Specific Policy Goal/Mandate	Partial Cigarette Stamp Tax Exemption for Licensed Distributors	Allows licensed cigarette distributors to purchase cigarette stamps with a face value of \$2 at a discount of 1.15%. (General Fund)	Other	Exemption	\$1,347,621	\$1,320,665	\$4366-A(2)	2005	no sunset
155	Specific Policy Goal/Mandate	Air & Water Pollution Control Facilities	Tax exemption on sales of certified air and water pollution control facilities and parts or accessories, construction materials, and chemicals or supplies of these facilities.	Sales & Use	Exemption	\$500,000 - \$1,999,998	\$500,000 - \$1,999,998	\$1760(29), \$1760(30)	1969	no sunset
165	Administrative Burden	Sales Through Coin Operated Vending Machines	Tax exemption on sales of certain products through vending machines by retailers who make the majority of their sales via vending machines.	Sales & Use	Exemption	\$1,000,000	\$1,000,000	\$1760(34)	1981	no sunset

* FY22/FY23 Revenue Loss Estimates are from the Maine State Tax Expenditure Report (Red Book). FY24/FY25 Estimates are from Fiscal Notes. Revenue Loss Estimates may be marked N/A because the amount of the fiscal note could not be segregated for the individual tax expenditures.

**A limited scope design review of the Major Business Headquarters Expansion was conducted following enactment of the program. Full evaluation of the program is still pending.

2b. Proposed Full Reviews by OPEGA - Category A (sorted by Enactment Date)

ID #	Policy Group	Expenditure Program Name	Brief Description	Tax Type	Expenditure Type	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified	Enactment	Sunset
REVIEWS IN PROGRESS										
5	Business Incentive-Targeted Industry	Tax Benefits for Media Production Companies	Tax credit (5% of nonwage production expenses, if >\$75,000) and reimbursement (12% of production wages) for certified productions of visual media production companies.	Income	Credit	\$150,000	\$150,000	§5219-Y, §6902	2006	no sunset
14	Business Incentive-Targeted Industry	Deduction for Contributions to Capital Construction Funds for maintenance or replacement of fishing vessels	Deduction for contributions to a capital construction fund for maintenance or replacement of fishing vessels.	Income	Deduction	\$520,000	\$520,000	§5122(2)(I)	1996	no sunset
FUTURE REVIEWS										
155	Specific Policy Goal/Mandate	Air & Water Pollution Control Facilities	Tax exemption on sales of certified air and water pollution control facilities and parts or accessories, construction materials, and chemicals or supplies of these facilities.	Sales & Use	Exemption	\$500,000 - \$1,999,998	\$500,000 - \$1,999,998	§1760(29), §1760(30)	1969	no sunset
165	Administrative Burden	Sales Through Coin Operated Vending Machines	Tax exemption on sales of certain products through vending machines by retailers who make the majority of their sales via vending machines.	Sales & Use	Exemption	\$1,000,000	\$1,000,000	§1760(34)	1981	no sunset
33	Tax Relief-Targeted Industry	Railroad Track Materials	Tax exemption on sales of railroad track materials for installation on railroad lines within the State.	Sales & Use	Exemption	\$670,000	\$680,000	§1760(52)	1986	no sunset
20	Non-Business Incentives (Various)	Deduction for Interest and Dividends on U.S., Maine State and Local Securities- Corporate Income Tax	Corporate income tax deduction for interest or dividends on securities issued by the State and its political subdivisions.	Income	Deduction	\$20,000 - \$100,000	\$20,000 - \$100,000	§5200-A(2)(A), §5200-A(2)(K)	2000	none
18	Non-Business Incentives (Various)	Earned Income Credit	Tax credit equal a percentage of the federal earned income tax credit (EITC) received that year; EITC is a credit for individuals who have earned income under a certain limit. Note: The estimate is net of the transfer of TANF funds that partially offsets the General Fund loss. Without this transfer, the General Fund revenue loss would be approximately \$24.7 million in FY22 and FY23.	Income	Credit	\$16,630,000	\$16,630,000	§5219-S	2000	none
19	Non-Business Incentives (Various)	Deduction for Interest and Dividends on Maine State and Local Securities - Individual Income Tax	Individual income tax deduction for interest or dividends on securities issued by the State and its political subdivisions.	Income	Deduction	\$45,000	\$40,000	§5122(2)(N)	2001	none
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154	Specific Policy Goal/Mandate	Partial Cigarette Stamp Tax Exemption for Licensed Distributors	Allows licensed cigarette distributors to purchase cigarette stamps with a face value of \$2 at a discount of 1.15%. (General Fund)	Other	Exemption	\$1,347,621	\$1,320,665	§4366-A(2)	2005	no sunset
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3. Proposed Expedited Review by Tax Committee (Category B)

ID #	Status	Expenditure Program Name	Brief Description	Tax policy goal/rationale	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified
115	Cycle 1 - 2016 Cycle 2 - 2022	Grocery Staples	Tax exemption on sales of grocery staples, which are defined as food products ordinarily consumed for human nourishment.	Necessity of Life	\$194,450,000	\$200,280,000	§1760(3)
116	Cycle 1 - 2016 Cycle 2 - 2022	Prescription Drugs	Tax exemption on sales of prescription medicines for humans, excluding marijuana.	Necessity of Life	\$110,550,000	\$114,750,000	§1760(5)
117	Cycle 1 - 2016 Cycle 2 - 2022	Prosthetic or Orthotic Devices	Tax exemption on sales of devices to correct or alleviate physical incapacity for a particular individual, including prosthetic aids, hearing aids, eyeglasses, crutches and wheelchairs.	Necessity of Life	\$5,126,000	\$5,254,000	§1760(5-A)
118	Cycle 1 - 2016 Cycle 2 - 2022	Meals Served to Patients in Hospitals & Nursing Homes	Tax exemption on sales of meals to patients of state-licensed hospitals, nursing homes, and certain care facilities.	Necessity of Life	\$10,540,000	\$10,860,000	§1760(6)(B)
119	Cycle 1 - 2016 Cycle 2 - 2022	Fuels for Cooking & Heating Homes	Tax exemption on sales of coal, oil, wood and other fuels, except gas and electricity, used for cooking and heating in residential buildings.	Necessity of Life	\$40,830,000	\$41,650,000	§1760(9)
120	Cycle 1 - 2016 Cycle 2 - 2022	Certain Residential Electricity	Tax exemption on sale and delivery of: A. the first 750 kWh of residential electricity per month; B. off-peak residential electricity used for heating via electric thermal storage.	Necessity of Life	\$27,670,000	\$28,230,000	§1760(9-B)
121	Cycle 1 - 2016 Cycle 2 - 2022	Gas Used for Cooking & Heating in Residences	Tax exemption on sales of gas for use in cooking and heating in residential buildings other than hotels.	Necessity of Life	\$11,770,000	\$12,000,000	§1760(9-C)
122	Cycle 1 - 2016 Cycle 2 - 2022	Rental Charges for Living Quarters in Nursing Homes and Hospitals	Tax exemption on rental charges for living or sleeping quarters in state-licensed nursing homes and hospitals.	Necessity of Life	\$250,000 – \$999,999	\$250,000 – \$999,999	§1760(18)
123	Cycle 1 - 2016 Cycle 2 - 2022	Rental Charges on Continuous Residence for More Than 28 Days	Tax exemption on rental charges for residence for 28 days or more at a hotel, rooming house, or tourist or trailer camp under certain circumstances.	Necessity of Life	\$95,940,000	\$98,810,000	§1760(20)
124	Cycle 1 - 2016 Cycle 2 - 2022	Funeral Services	Tax exemption on sales of funeral services.	Necessity of Life	\$7,510,000	\$7,660,000	§1760(24)
125	Cycle 1 - 2016 Cycle 2 - 2022	Diabetic Supplies	Tax exemption on sales of equipment and supplies used in diabetes diagnosis or treatment.	Necessity of Life	\$1,000,000 - \$2,999,999	\$1,000,000 - \$2,999,999	§1760(33)
126	Cycle 1 - 2016 Cycle 2 - 2022	Water Used in Private Residences	Tax exemption on sales of water used in residential buildings, other than hotels.	Necessity of Life	\$13,350,000	\$13,690,000	§1760(39)
127	Cycle 1 - 2016 Cycle 2 - 2022	Positive Airway Pressure Equipment & Sales	Tax exemption on sale or lease of positive airway pressure equipment and supplies for personal use.	Necessity of Life	\$250,000 – \$999,999	\$250,000 – \$999,999	§1760(94)
96	Cycle 1 - 2017 Cycle 2 - 2023	Deduction for Active Duty Military Pay Earned Outside of Maine	Deduction for military pay earned for service performed outside the State.	Tax Fairness	\$910,000	\$930,000	§5122(2)(LL)
98	Cycle 1 - 2017 Cycle 2 - 2023	Exemptions of the Real Estate Transfer Tax	Real estate tax exemption for certain types of deeds, including deeds to property transferred to or by governmental entities, and certain transfers of property. (General Fund, H.O.M.E. Fund, Housing and Economic Recovery Fund)	Tax Fairness	\$20,460,000	\$21,220,000	§4641-C

3. Proposed Expedited Review by Tax Committee (Category B)

ID #	Status	Expenditure Program Name	Brief Description	Tax policy goal/rationale	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified
99	Cycle 1 - 2017 Cycle 2 - 2023	Refund of the Gasoline Tax for Off-Highway Use and for Certain Bus Companies	Gasoline Tax refund (except one cent per gallon) for taxes paid on gasoline used in certain off-highway vehicles or in buses primarily offering tax-exempt fares. This gasoline is additionally subjected to Use Tax. (Highway Fund)	Tax Fairness	\$227,000	\$227,000	§2908, §2909
100	Cycle 1 - 2017 Cycle 2 - 2023	Refund of the Special Fuel Tax for Off-Highway Use and for Certain Bus Companies	Special Fuel Tax refund (except one cent per gallon) for taxes paid on gasoline used in certain off-highway vehicles or in buses primarily offering tax-exempt fares. This gasoline is additionally subjected to Use Tax. (Highway Fund)	Tax Fairness	\$2,309,000	\$2,309,000	§3215, §3218
101	Cycle 1 - 2017 Cycle 2 - 2023	Certain Returnable Containers	Tax exemption on sales of returnable containers when sold with contents at retail, or when resold for refilling.	Tax Fairness	\$1,000,000 - \$2,999,999	\$1,000,000 - \$2,999,999	§1760(12)
102	Cycle 1 - 2017 Cycle 2 - 2023	Packaging Materials	Tax exemption on sales of packaging materials to businesses engaged in packaging, transporting, shipping, or servicing tangible property.	Tax Fairness	\$30,430,000	\$31,010,000	§1760(12-A)
103	Cycle 1 - 2017 Cycle 2 - 2023	Certain Loaner Vehicles	Tax exemption on use of a loaner vehicle provided by a new vehicle dealer to a service customer pursuant to warranty.	Tax Fairness	\$250,000 - \$999,999	\$250,000 - \$999,999	§1760(21-A)
104	Cycle 1 - 2017 Cycle 2 - 2023	Mobile & Modular Homes	Tax exemption on sales of used manufactured housing and sales of new manufactured housing excluding the cost of materials, up to 50% of the sale price.	Tax Fairness	\$4,200,000	\$4,300,000	§1760(40)
105	Cycle 1 - 2017 Cycle 2 - 2023	Certain Property Purchased Out of State	Tax exemption on sales of certain property purchased and used out of state, including automobiles, snowmobiles, ATVs, aircraft, and property brought into the state for use in a declared state disaster or emergency, subject to certain restrictions.	Tax Fairness	\$1,000,000 - \$2,999,999	\$1,000,000 - \$2,999,999	§1760(45)
106	Cycle 1 - 2017 Cycle 2 - 2023	Meals & Lodging Provided to Employees	Tax exemption on meals or lodging provided to employees at the place of employment when credited toward the wages of the employees.	Tax Fairness	\$50,000 - \$249,999	\$50,000 - \$249,999	§1760(75)
107	Cycle 1 - 2017 Cycle 2 - 2023	Trade-In Credits	Tax exemption on trade-in value for property including motor vehicles, watercraft, aircraft, trailers, truck campers, and other equipment, when traded toward the sale price of a similar item.	Tax Fairness	\$23,630,000	\$24,440,000	§1765
108	Cycle 1 - 2017 Cycle 2 - 2023	Motor Vehicle Fuel	Tax exemption on sales of motor fuels on which motor fuel taxes have been paid.	Tax Fairness	\$105,500,000	\$117,200,000	§1760(8)(A)
175	Cycle 1 - 2017 Cycle 2 - 2023	Dependent exemption tax credit	Creates a tax credit equal to \$300 for each qualifying child and dependent for whom the federal child tax credit was claimed for the same taxable year. The credit is nonrefundable. Applicable to tax years beginning on or after January 1, 2018.	Tax Fairness	no estimate in MSTER	no estimate in MSTER	§5219-SS
41	Cycle 1 - 2018 Cycle 2 - 2024	Certain Veterans' Service Organizations	Sales to an organization that provides services to veterans and their families that is chartered under 36 United States Code, Subtitle II, Part B, and that is recognized as a veterans' service organization by the U.S. Department of Veterans Affairs.	Charitable	\$103,000	\$106,000	§1760(100)

3. Proposed Expedited Review by Tax Committee (Category B)

ID #	Status	Expenditure Program Name	Brief Description	Tax policy goal/rationale	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified
42	Cycle 1 - 2018 Cycle 2 - 2024	Construction Contracts with Exempt Organizations	Tax exemption on sales of tangible personal property to contractors for incorporation in real property for sale to any sales tax exempt organization or government agency.	Charitable	\$1,250,000 - \$3,999,998	\$1,250,000 - \$3,999,998	§1760(61), §2557(31)
44	Cycle 1 - 2018 Cycle 2 - 2024	State and Local Government Exemption from the Gasoline Tax	Gasoline Tax exemption for sales to the State or any political subdivision of the State. (Highway Fund)	Charitable	\$838,000	\$838,000	§2903(4)(C)
45	Cycle 1 - 2018 Cycle 2 - 2024	State & Local Government Exemption from the Special Fuel Tax	Special Fuel Tax exemption for sales to the State or any political subdivision of the State. (Highway Fund)	Charitable	\$2,012,000	\$2,012,000	§3204-A(3)
47	Cycle 1 - 2018 Cycle 2 - 2024	Certain Sales by an Auxiliary Organization of the American Legion	Tax exemption on sales of meals and related items and services by a nonprofit auxiliary organization of the American Legion in connection with a fundraising event, under specified conditions.	Charitable	\$50,000 - \$249,999	\$50,000 - \$249,999	§1760(85)
48	Cycle 1 - 2018 Cycle 2 - 2024	Sales to the State & Political Subdivisions	Tax exemption on sales to the State or federal government or to any political subdivision, agency, or instrumentality of them.	Charitable	\$215,720,000 - \$217,719,999	\$223,230,000 - \$225,229,999	§1760(2), §2557(2)
50	Cycle 1 - 2018 Cycle 2 - 2024	Providing Meals for the Elderly	Tax exemption on sales of meals to nonprofit area agencies on aging to provide meals to the elderly.	Charitable	\$250,000 - \$999,999	\$250,000 - \$999,999	§1760(6)(C)
52	Cycle 1 - 2018 Cycle 2 - 2024	Meals Served by a Retirement Facility to its Residents	Tax exemption on sales of meals served by a retirement facility to its residents under specified conditions.	Charitable	\$250,000 - \$999,999	\$250,000 - \$999,999	§1760(6)(G)
68	Cycle 1 - 2018 Cycle 2 - 2024	Merchandise Donated from a Retailer's Inventory to Exempt Organizations	Sales tax exemption on donations of merchandise by a retailer to an organization from retailer's inventory (including that which has been returned to a retailer).	Charitable	\$50,000 - \$249,999	\$50,000 - \$249,999	§1864
69	Cycle 1 - 2018 Cycle 2 - 2024	Free Publications	Tax exemption on sales of publications purchased for distribution free of charge and sales of printed materials for inclusion in such publications.	Charitable	\$1,000,000 - \$2,999,999	\$1,000,000 - \$2,999,999	§1760(14-A)
91	Cycle 1 - 2018 Cycle 2 - 2024	Certain Sales by Civic, Religious or Fraternal Organizations	Sales of prepared food by a civic, religious or fraternal organization at a public or member-only event, except when alcoholic beverages are available for sale at the event.	Charitable	\$2,125,000	\$2,180,000	§1760(101)
156	Cycle 1 - 2018 Cycle 2 - 2024	Job Increment Financing Fund - Brunswick Naval Air Station	Reimbursement to SMCC and MRRA of income tax attributed to qualified employees (those receiving a designated level of wages, health and retirement benefits) at businesses in the Brunswick Naval Air Station Area.	Specific Policy Goal/Mandate	\$430,000	\$430,000	5 MRS §13083 S-1
157	Cycle 1 - 2018 Cycle 2 - 2024	Job Increment Financing Fund - Loring	Reimbursement to Loring Development Authority of income tax attributed to qualified employees (those receiving a designated level of wages, health and retirement benefits) at businesses in the former Loring Air Force Base area.	Specific Policy Goal/Mandate	\$480,000	\$480,000	5 MRS Ch.383 Art. 1-C

3. Proposed Expedited Review by Tax Committee (Category B)

ID #	Status	Expenditure Program Name	Brief Description	Tax policy goal/rationale	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified
193	Cycle 1 - 2018 Cycle 2 - 2024	nonprofit world-wide, charitable organizations	Sales tax exemption for a nonprofit community-based worldwide charitable organization that, using private funding, provides financial support to other nonprofit charitable organizations at the community level, including, but not limited to, food banks and homeless or domestic violence shelters, to improve health and education and strengthen financial stability.	Charitable - Other	\$205,500	\$211,600	§1760(103) (Conflict)
201 NEW	Cycle 1 - 2018 Cycle 2 - 2024	NEW: FAME nonprofit student loan repayment program income subtraction modification	For tax years beginning on or after January 1, 2022, to the extent included in federal adjusted gross income, student loan payments made directly to a lender on behalf of the taxpayer by a student loan repayment program funded by a nonprofit foundation and administered by the Finance Authority of Maine for residents of the State employed by a business located in the State.	Specific Policy Goal/Mandate	\$0	FY23: \$2,860; FY24: \$62,491; FY25: \$92,718	§5122(2)(XX)
204 NEW	Cycle 1 - 2018 Cycle 2 - 2024	NEW: Contributions to education savings plans income subtraction modification	A deduction from Federal AGI, equal to contributions made to a qualified tuition plan up to \$1,000 for each designated beneficiary. It may not be claimed by taxpayers whose federal adjusted gross income exceeds \$100,000 if filing single or married filing separately or \$200,000 if married filing jointly or head of household.	Specific Policy Goal/Mandate	\$0	FY23: \$0; FY24: \$1,019,500; FY25: \$1,045,000	§5122(2)(YY)
205 NEW	Cycle 1 - 2018 Cycle 2 - 2024	NEW: Battery Energy Storage Systems	Purchases of qualifying battery energy storage systems and all parts and accessories that are integral to such qualifying battery energy storage systems will be eligible for a refund of the sales tax paid on those purchases.	Specific Policy Goal/Mandate	\$0	FY23: \$0; FY24: \$1,961,750; FY25: \$2,802,500	§2021
49	Cycle 1 - 2019 Cycle 2 - 2025	Meals Served by Public or Private Schools	Tax exemption on sales of meals served by schools and school organizations to students and teachers.	Charitable	\$7,314,000	\$7,460,000	§1760(6)(A)
51	Cycle 1 - 2019 Cycle 2 - 2025	Meals Served by Youth Camps Licensed by DHHS	Tax exemption on sales of meals served by state-licensed youth camps.	Charitable	\$250,000 - \$999,999	\$250,000 - \$999,999	§1760(6)(F)
53	Cycle 1 - 2019 Cycle 2 - 2025	Sales to Hospitals, Research Centers, Churches and Schools	Tax exemption on sales to schools, churches, hospitals, certain nonprofit health and human service organizations, certain research organizations, and educational television and radio stations.	Charitable	\$6,000,000 or more	\$6,000,000 or more	§1760(16), §2557(3)
54	Cycle 1 - 2019 Cycle 2 - 2025	Sales to Certain Nonprofit Residential Child Caring Institutions	Tax exemption on sales to State-licensed private nonprofit residential child caring institutions.	Charitable	\$50,000 - \$299,998	\$50,000 - \$299,998	§1760(18-A), §2557(4)
55	Cycle 1 - 2019 Cycle 2 - 2025	Rental of Living Quarters at Schools	Tax exemption on rental charges for living quarters required for attendance at a school.	Charitable	\$7,900,000	\$7,900,000	§1760(19)
56	Cycle 1 - 2019 Cycle 2 - 2025	Sales to Ambulance Services & Fire Departments	Tax exemption on sales to nonprofit fire departments, ambulance services, and air ambulance services.	Charitable	\$250,000 - \$1,049,998	\$250,000 - \$1,049,998	§1760(26), §2557(5)

3. Proposed Expedited Review by Tax Committee (Category B)

ID #	Status	Expenditure Program Name	Brief Description	Tax policy goal/rationale	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified
57	Cycle 1 - 2019 Cycle 2 - 2025	Sales to community mental health facilities, community adult developmental services facilities and community substance use disorder facilities	Tax exemption on sales to community mental health, adult developmental services and substance abuse services facilities.	Charitable	\$50,000 - \$299,998	\$50,000 - \$299,998	§1760(28), §2557(6)
58	Cycle 1 - 2019 Cycle 2 - 2025	Sales to Historical Societies & Museums	Tax exemption on sales to certain nonprofit memorial foundations, historical societies, and museums.	Charitable	\$50,000 - \$299,998	\$50,000 - \$299,998	§1760(42), §2557(8)
59	Cycle 1 - 2019 Cycle 2 - 2025	Sales to Child Care Facilities	Tax exemption on sales to licensed nonprofit nursery schools and day care centers.	Charitable	\$50,000 - \$299,998	\$50,000 - \$299,998	§1760(43), §2557(9)
60	Cycle 1 - 2019 Cycle 2 - 2025	Sales to Emergency Shelters & Feeding Organizations	Tax exemption on sales to nonprofit organizations providing free temporary emergency shelter or food to underprivileged individuals.	Charitable	\$50,000 - \$299,998	\$50,000 - \$299,998	§1760(47-A), §2557(12)
61	Cycle 1 - 2019 Cycle 2 - 2025	Sales to Comm. Action Agencies; Child Abuse Councils; Child Advocacy Orgs.	Sales to nonprofit child abuse and neglect prevention councils, certain child advocacy organizations and community action agencies.	Charitable	\$300,000 - \$1,249,998	\$300,000 - \$1,249,998	§1760(49), §2557(13)
62	Cycle 1 - 2019 Cycle 2 - 2025	Sales to any Nonprofit Free Libraries	Tax exemption on sales to nonprofit government-funded free public lending libraries, and sales by the library or a nonprofit established to support the library.	Charitable	\$50,000 - \$299,998	\$50,000 - \$299,998	§1760(50), §2557(14)
63	Cycle 1 - 2019 Cycle 2 - 2025	Sales to Nonprofit Youth Athletic & Scouting Organizations	Tax exemption on sales to nonprofit youth organizations whose primary purpose is to provide athletic instruction, and nonprofit scouting organizations.	Charitable	\$300,000 - \$1,249,998	\$300,000 - \$1,249,998	§1760(56), §2557(18)
64	Cycle 1 - 2019 Cycle 2 - 2025	Sales by Schools & School-Sponsored Organizations	Tax exemption on sales by schools and school organizations, provided that sales benefit the school, organization, or a charitable purpose.	Charitable	\$250,000 - \$999,999	\$250,000 - \$999,999	§1760(64)
65	Cycle 1 - 2019 Cycle 2 - 2025	Sales to Nonprofit Home Construction Organizations	Tax exemption on sales to nonprofit organizations that construct low-cost housing for low-income people.	Charitable	\$50,000 - \$249,998	\$50,000 - \$298,998	§1760(67), §2557(23)
66	Cycle 1 - 2019 Cycle 2 - 2025	Sales to Nonprofit Housing Development Organizations	Tax exemption on sales to nonprofit organizations whose primary purpose is developing housing for low-income people.	Charitable	\$50,000 - \$249,998	\$50,000 - \$298,998	§1760(72), §2557(27)
90	Cycle 1 - 2019 Cycle 2 - 2025	Adaptive Equipment for Vehicles of Persons with Disabilities	Tax exemption on sales of adaptive equipment used to make a motor vehicle operable or accessible by a person with a disability.	Charitable	\$83,000	\$86,000	§1760(95)
191	Cycle 1 - 2019 Cycle 2 - 2025	Non-profit youth camps	Sales tax exemption for purchases by nonprofit youth camps as defined in Title 22, section 2491, subsection 16 that are licensed by the Department of Health and Human Services and receive an exemption from property tax under section 652, subsection 1.	Charitable - Youth	\$76,000	\$77,900	§1760(103) (Conflict)

3. Proposed Expedited Review by Tax Committee (Category B)

ID #	Status	Expenditure Program Name	Brief Description	Tax policy goal/rationale	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified
128	Cycle 1 - 2020 Cycle 2 - 2026	Gasoline Exported from the State	Gasoline Tax exemption for sales wholly for export from the State. (Highway Fund)	Interstate or Foreign Commerce	\$45,627,000	\$46,659,000	§2903(4)(A)
129	Cycle 1 - 2020 Cycle 2 - 2026	Special Fuel Exported from the State	Special Fuel Tax exemption for sales of distillates and low energy fuel to be exported from the State by a licensed supplier. (Highway Fund)	Interstate or Foreign Commerce	\$8,678,000	\$8,808,000	§3204-A(5)
130	Cycle 1 - 2020 Cycle 2 - 2026	Excise Tax Exemption on Jet or Turbo Jet Fuel - International Flights	Gasoline Tax exemption for gasoline used to propel jet engine aircraft on international flights. (State Transit, Aviation and Rail Fund)	Interstate or Foreign Commerce	\$139,000	\$142,000	§2903(4)(D)
131	Cycle 1 - 2020 Cycle 2 - 2026	Ships' Stores	Tax exemption on sales of supplies and bunkering oil to ships engaged in interstate or foreign commerce.	Interstate or Foreign Commerce	\$250,000 - \$999,999	\$250,000 - \$999,999	§1760(4)
132	Cycle 1 - 2020 Cycle 2 - 2026	Certain Jet Fuel	Tax exemption on sales of fuel to propel jet engine aircraft.	Interstate or Foreign Commerce	\$3,640,000	\$3,680,000	§1760(8)(B)
133	Cycle 1 - 2020 Cycle 2 - 2026	Certain Vehicles Purchased or Leased by Nonresidents	Tax exemption on sale or lease of motor vehicles, semitrailers, aircraft, and camper trailers to nonresidents, if the vehicle is intended to be removed from the State immediately.	Interstate or Foreign Commerce	\$250,000 - \$999,999	\$250,000 - \$999,999	§1760(23-C)
134	Cycle 1 - 2020 Cycle 2 - 2026	Certain Vehicles Purchased or Leased by Qualifying Resident Businesses	Tax exemption on sale or lease of certain motor vehicles to a business if the vehicle is intended to be removed from the State immediately and for use exclusively in out of state business.	Interstate or Foreign Commerce	\$1,000,000	\$1,000,000	§1760(23-D)
135	Cycle 1 - 2020 Cycle 2 - 2026	Watercraft Purchased by Nonresidents	Tax exemption on sales to or use by a nonresident of watercraft or materials used in watercraft, subject to certain restrictions.	Interstate or Foreign Commerce	\$250,000 - \$999,999	\$250,000 - \$999,999	§1760(25)
136	Cycle 1 - 2020 Cycle 2 - 2026	Sales of Property Delivered Outside this State	Tax exemption on sales of tangible personal property delivered outside the State for use outside the State.	Interstate or Foreign Commerce	\$6,000,000 or more	\$6,000,000 or more	§1760(82)
137	Cycle 1 - 2020 Cycle 2 - 2026	Sales of Certain Printed Materials	Tax exemption on sales of printed advertising or promotional materials transported outside the State for use outside the State.	Interstate or Foreign Commerce	\$250,000 - \$999,999	\$250,000 - \$999,999	§1760(83)
138	Cycle 1 - 2020 Cycle 2 - 2026	Sales of Certain Aircraft	Tax exemption on sales or leases of aircraft that weight over 6,000 pounds, are propelled by turbine engine, or are in use by certain Federal Aviation Administration (FAA) classified operators.	Interstate or Foreign Commerce	\$50,000 - \$249,999	\$50,000 - \$249,999	§1760(88)
139	Cycle 1 - 2020 Cycle 2 - 2026	Sale, Use or Lease of Aircraft and Sales of Repair and Replacement Parts	Tax exemption on sales, use or leases of aircraft and sales of aircraft repair and replacement parts from July 1, 2011 to June 30, 2021.	Interstate or Foreign Commerce	\$250,000 - \$999,999	\$250,000 - \$999,999	§1760(88-A)

3. Proposed Expedited Review by Tax Committee (Category B)

ID #	Status	Expenditure Program Name	Brief Description	Tax policy goal/rationale	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified
173	Cycle 1 - 2020 Cycle 2 - 2026	Property Used in Interstate Commerce	Tax exemption on sales of a vehicle, railroad car, aircraft or watercraft used in interstate or foreign commerce, subject to certain restrictions.	Interstate or Foreign Commerce	\$1,000,000 - \$2,999,999	\$1,000,000 - \$2,999,999	§1760(41) (Rep), §1760(41A) (Enact)
202 NEW	Cycle 1 - 2020 Cycle 2 - 2026	NEW: Exemption for certain out-of-state suppliers of spirits sold to the BABLO	A person (corporation, pass-through entity, individual, etc.) domiciled in a state other than Maine that approves, from a location outside Maine, orders of spirits placed by the BABLO or an agent or contractor	Interstate or Foreign Commerce	\$0	FY23 \$0; FY24: \$377,150; FY25: \$388,550	§5202-D
11	Cycle 1 - 2021 Cycle 2 - 2027	New Machinery for Experimental Research	Tax exemption on sales of machinery and equipment for certain research and development activities, and for biotechnology research.	Inputs to Tangible Products	\$50,000 - \$249,999	\$50,000 - \$249,999	§1760(32)
93	Cycle 1 - 2021 Cycle 2 - 2027	Itemized Deductions	Maine generally conforms to itemized deductions allowed by the U.S. Internal Revenue Code with some exceptions.	Conformity with IRC	\$8,100,000	\$8,250,000	§5125
94	Cycle 1 - 2021 Cycle 2 - 2027	Sum of All Other Conformity Provisions	Maine generally conforms to exclusions and deduction provisions in the U.S. Internal Revenue Code used to calculate federal adjusted gross income.	Conformity with IRC	\$862,850,000 - \$955,900,000	\$927,450,000 - \$1,020,500,000	§5102(1-D), §5162(2)
144	Cycle 1 - 2021 Cycle 2 - 2027	Products Used in Agricultural and Aquacultural Production & Bait	Tax exemption on sales of products used in aquaculture production and bait, commercial agriculture production, and animal agriculture.	Inputs to Tangible Products	\$9,120,000	\$9,210,000	§1760(7-A), §1760(7-B), §1760(7-C)
145	Cycle 1 - 2021 Cycle 2 - 2027	Fuel and Electricity Used in Manufacturing	Tax exemption on sales of fuel and electricity (95% of value) purchased for use at a manufacturing facility.	Inputs to Tangible Products	\$17,100,000	\$18,050,000	§1760(9-D)
146	Cycle 1 - 2021 Cycle 2 - 2027	Machinery & Equipment	Tax exemption on sales of machinery and equipment used in production of tangible personal property for consumption, or in generation of radio and television broadcast signals.	Inputs to Tangible Products	\$33,920,000	\$34,590,000	§1760(31)
147	Cycle 1 - 2021 Cycle 2 - 2027	Seedlings for Commercial Forestry Use	Tax exemption on sales of tree seedlings used in commercial forestry.	Inputs to Tangible Products	\$50,000 - \$249,999	\$50,000 - \$249,999	§1760(73)
148	Cycle 1 - 2021 Cycle 2 - 2027	Property Used in Manufacturing Production	Tax exemption on sales of tangible personal property that is used in the manufacturing production of tangible personal property for later sale or lease.	Inputs to Tangible Products	\$201,600,000	\$205,600,000	§1760(74)
149	Cycle 1 - 2021 Cycle 2 - 2027	Certain Sales of Electrical Energy	Tax exemption on sale or use of electrical energy, or water stored for generating electricity, to or by a wholly owned subsidiary by or to its parent corporation.	Inputs to Tangible Products	\$250,000 - \$999,999	\$250,000 - \$999,999	§1760(91)
150	Cycle 1 - 2021 Cycle 2 - 2027	Refund of Sales Tax on Certain Depreciable Machinery and Equipment	Refund of sales tax paid on electricity or depreciable machinery and equipment purchased for use in commercial agricultural or aquaculture production, fishing, or wood harvesting, or purchases of fuel for use in a commercial fishing vessel.	Inputs to Tangible Products	\$15,010,000	\$15,900,000	§2013
162	Cycle 1 - 2021 Cycle 2 - 2027	Non-Taxable Services	Services, other than specifically defined "Taxable Services," are not subject to Sales and Use Tax.	Non-Taxable Services	2.13 billion	\$2.19 billion	§1752(11), §1752(17-B)

3. Proposed Expedited Review by Tax Committee (Category B)

ID #	Status	Expenditure Program Name	Brief Description	Tax policy goal/rationale	FY22 Revenue Loss Estimate*	FY23 + Revenue Loss Estimate*	Statute Cite: Title 36 unless otherwise specified
176	Cycle 1 - 2021 Cycle 2 - 2027	Net operating loss subtraction modification	Creates a modification that reserves, for Maine tax purposes, the effects of the new federal limitation on the net operating loss deduction.	Conformity with IRC	no estimate in MSTER	no estimate in MSTER	§5200-A(2)(BB) reallocated to §5200-A(2)(GG)
177	Cycle 1 - 2021 Cycle 2 - 2027	Global intangible low-taxed income subtraction modification	Creates a modification in the amount of the global intangible low-taxed income deduction claiming in accordance with federal code.	Conformity with IRC	no estimate in MSTER	no estimate in MSTER	§5200-A(2)(EE)

* FY22/FY23 Revenue Loss Estimates are from the Maine State Tax Expenditure Report (Red Book). FY24/FY25 Estimates are from Fiscal Notes.