1		L.D. 1231	
2	Date:	(Filing No. H-	
3	TAX	KATION	
4	Reproduced and distributed under the direction of the Clerk of the House.		
5	STATE OF MAINE		
6	HOUSE OF REPRESENTATIVES		
7	131ST LEGISLATURE		
8	SECOND REGULAR SESSION		
9 10	COMMITTEE AMENDMENT " " to H.P. 779, L.D. 1231, "An Act to Bring Fairness in Income Taxes to Maine Families by Adjusting the Tax Brackets"		
11 12	Amend the bill by striking out everything after the enacting clause and inserting the following:		
13 14	'Sec. 1. 36 MRSA §5111, sub-§1-F, as enacted by PL 2015, c. 267, Pt. DD, §3, is amended to read:		
15 16 17	1-F. Single individuals and married persons filing separate returns; tax years beginning from 2017 to 2024. For tax years beginning on or after January 1, 2017 but before January 1, 2025, for single individuals and married persons filing separate returns:		
18 19 20 21 22	If Maine taxable income is: Less than \$21,050 At least \$21,050 but less than \$50,000 \$50,000 or more	The tax is: 5.8% of the Maine taxable income \$1,221 plus 6.75% of the excess over \$21,050 \$3,175 plus 7.15% of the excess over	
23	\$50,000 of more	\$50,000	
24	Sec. 2. 36 MRSA §5111, sub-§1-0	G is enacted to read:	
25 26 27	1-G. Single individuals and married persons filing separate returns; tax years beginning 2025. For tax years beginning on or after January 1, 2025, for single individuals and married persons filing separate returns:		
28 29 30 31	If Maine taxable income is: Less than \$41,600 At least \$41,600 but less than \$85,000	The tax is: 5.8% of the Maine taxable income \$2,413 plus 6.75% of the excess over \$41,600	
32 33 34 35	At least \$85,000 but less than \$144,500 At least \$144,500 but less than \$205,000	\$5,343 plus 7.15% of the excess over \$85,000 \$9,597 plus 7.55% of the excess over \$144,500	

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1	At least \$205,000 but less than \$500,000	\$14,165 plus 7.15% of the excess over	
2		<u>\$205,000</u>	
3	\$500,000 or more	\$35,258 plus 8.45% of the excess over	
4		<u>\$500,000</u>	
5	Sec. 3. 36 MRSA §5111, sub-§2-I	F, as enacted by PL 2015, c. 267, Pt. DD, §5, is	
6	amended to read:		
7	2-F. Heads of households: tax years	beginning from 2017 to 2024. For tax years	
8		efore January 1, 2025, for unmarried individuals	
9	or legally separated individuals who qualify as heads of households:		
10	If Maine taxable income is:	The tax is:	
11	Less than \$31,550	5.8% of the Maine taxable income	
12	At least \$31,550 but less than \$75,000	\$1,830 plus 6.75% of the excess over	
13		\$31,550	
14	\$75,000 or more	\$4,763 plus 7.15% of the excess over	
15		\$75,000	
16	Sec. 4. 36 MRSA §5111, sub-§2-G is enacted to read:		
17		beginning 2025. For tax years beginning on or	
18	after January 1, 2025, for unmarried individuals or legally separated individuals who		
19	qualify as heads of households:		
20	If Maine taxable income is:	The tax is:	
21	Less than \$62,400	5.8% of the Maine taxable income	
22	At least \$62,400 but less than \$127,500	\$3,619 plus 6.75% of the excess over	
23		<u>\$62,400</u>	
24	At least \$127,500 but less than \$216,750	\$8,013 plus 7.15% of the excess over	
25		<u>\$127,500</u>	
26	At least \$216,750 but less than \$307,500	\$14,394 plus 7.55% of the excess over	
27		<u>\$216,750</u>	
28	At least \$307,500 but less than \$750,000	\$21,246 plus 7.15% of the excess over	
29		\$307,500	
30	\$750,000 or more	\$52,885 plus 8.45% of the excess over	
31		<u>\$750,000</u>	
32	Sec. 5. 36 MRSA §5111, sub-§3-I	F, as enacted by PL 2015, c. 267, Pt. DD, §7, is	
33	amended to read:	, , , , , , , , , , , , , , , , , , ,	
34	3-F Individuals filing married in	int returns or surviving spouses; tax years	
35		ears beginning on or after January 1, 2017 but	
36	· · · — ·	ling married joint returns or surviving spouses	
37	permitted to file a joint return:	ing married joint returns of surviving spouses	
38	If Maine taxable income is:	The tax is:	
36 39			
39 40	Less than \$42,100	5.8% of the Maine taxable income	
40 41	At least \$42,100 but less than \$100,000	\$2,442 plus 6.75% of the excess over	
41	\$100,000 or more	\$42,100 \$6,350 plus 7,15% of the excess over	
42	\$100,000 or more	\$6,350 plus 7.15% of the excess over	
43		\$100,000	

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1	Sec. 6. 36 MRSA §5111, sub-§3-G is enacted to read:		
2 3 4	3-G. Individuals filing married joint returns or surviving spouses, tax years beginning 2025. For tax years beginning on or after January 1, 2025, for individuals filing married joint returns or surviving spouses permitted to file a joint return:		
5 6 7 8 9	If Maine taxable income is: Less than \$83,200 At least \$83,200 but less than \$170,000 At least \$170,000 but less than \$289,000	The tax is: 5.8% of the Maine taxable income \$4,826 plus 6.75% of the excess over \$83,200 \$10,685 plus 7.15% of the excess over	
10 11 12	At least \$289,000 but less than \$410,000	\$170,000 \$19,194 plus 7.55% of the excess over \$289,000	
13 14 15	At least \$410,000 but less than \$1,000,000 \$1,000,000 or more	\$28,330 plus 7.15% of the excess over \$410,000 \$70,515 plus 8.45% of the excess over	
17 18	Sec. 7. 36 MRSA §5403, sub-§1, a repealed and the following enacted in its pla	\$1,000,000 s enacted by PL 2015, c. 267, Pt. DD, §33, is ace:	
19 20 21 22 23 24 25 26	1. Individual income tax rate tables. Beginning in 2024 and each year thereafter, by the dollar amounts of the tax rate tables specified in section 5111, subsections 1-G, 2-C and 3-G, except that for the purposes of this subsection, notwithstanding section 5402 subsection 1-B, the "cost-of-living adjustment" is the Chained Consumer Price Index for the 12-month period ending June 30th of the preceding calendar year divided by the Chained Consumer Price Index for the 12-month period ending June 30, 2023.' Amend the bill by relettering or renumbering any nonconsecutive Part letter or section number to read consecutively.		
27	SUMMARY		
28 29 30 31	This amendment changes, beginning in 2025, the current income tax brackets by increasing the threshold amount of income subject to the lower current tax rate of 5.8% 6.75% or 7.15%. The amendment adds 3 new income tax brackets and imposes tax rate of 7.55%, 7.15% and 8.45% in those new brackets.		
32	FISCAL NOTE REQUIRED		
33	(See attached)		