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JOINT STANDING COMMITTEE ON TAXATION **BUDGET MATERIALS**

Budget
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3/24/15

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JOINT STANDING COMMITTEE ON TAXATION
BUDGET SUMMARY **PROPERTY TAX PARTS D, E, F, G**
LR1852 – Parts under Jurisdiction of Taxation Committee
jsj/3/23/15

Part	Current law	Budget proposal	FY2015-16[1]	FY2016-17
D p. 12	**Telecommunications personal property excise tax** Qualified telecommunications equipment is: A. Exempt from local property tax and B. Subject to a state excise tax equal to the municipal mill rate applied to the equalized just value of the equipment	**Budget proposal.** A. Repeals current state telecommunications excise tax B. Returns taxation of qualified telecommunications equipment to local property tax C. Provides that a person that provides telecommunications services for compensation is not eligible for BETE or BETR. *QUESTIONS;* *1. Effective date needs clarification* *2. MRS-MA asked to provide comparison of impact on towns of telcom gain and BETR/BETE loss*	($8,250,000) FY 17-18 ($8,250,000)	($8,250,000) FY 18-19 ($8,250,000)
E p. 16	**Property tax exemption –Non profit institutions and organizations** The following categories of property of institutions and organizations is 100% exempt from property tax. *(paragraph letters refer to statutory paragraphs. unused letters have been repealed or contain admin provisions.)* A. Benevolent and charitable organizations B. Literary and scientific organizations E. Certain veterans' organizations F. Chambers of commerce and boards of trade G. Houses of worship, $20,000 for parsonage and $6,000 personal property H. Fraternal organizations, except college fraternities, operated on lodge system J. Property owned jointly by the other exempt categories	**Budget proposal.** A. Continued exempt: 1. Churches, parsonages and related property 2. First $500,000 aggregate value per owner per municipality of other exempt property plus 50% of the aggregate value exceeding $500,000 B. Subjects to municipal taxation 50% of aggregate value exceeding the first $500,000 per owner per municipality C. Begins with 4/1/16 property tax year. D. Property that becomes partially taxed is NOT eligible for	unknown	unknown

[1] General Fund impact (unless otherwise noted). Parentheses indicate GF loss. Lack of parentheses indicates GF gain.

Part	Current law	Budget proposal	FY2015-16[1]	FY2016-17
	K. Property leased and used by nonprofit hospitals, health maintenance organizations or blood banks	BETR or BETE *QUESTIONS:* *1. It is unclear how the $500,000 exemption is applied when a taxpayer owns more than one partially exempt property.*		
F p. 16	**Homestead property tax exemption** 1. Exempt amount $10,000 2. Eligibility: Permanent resident who has owned a homestead for 12 months 3. State reimbursement to municipalities – 50% of tax loss	**Homestead property tax exemption** 1. Increases homestead exemption amount to $20,000 2. Eligibility. Restricted to persons 65 or older 3. State reimbursement. – 50% of tax loss 4. Begins 4/1/15 property tax year 5. Identifies evidence that may be submitted to establish age: • Driver's license or State ID • Birth certificate • Passport • Concealed handgun Permit • Hunting and fishing license ***QUESTIONS:*** *1. What process will be used for municipalities to determine age eligibility? Will all eligible be required to reapply; how will they be notified? If an eligible person fails to meet deadline, will appeal be possible? Are there persons who will be unable to provide proof of age? Are mandate costs sufficient?* *Mandate reimbursement* *FY 2015-16 $0* *FY 2016-17 $285,000*	$8,883,750 FY 17-18 $11,675,375	$11,793,125 FY 18-19 $11,867,375

Part	Current law	Budget proposal	FY2015-16[1]	FY2016-17
G p. 19	**BETR/BETE** A. **BETR** (taxes reimbursed to taxpayer) covers: i. Eligible business property placed in services after 4/1/95 and on or before 4/1/07 ii. Qualified retail equipment placed in service after 4/1/07 (small box retail and pre 2007 grandfathered big box retail) B. **BETE** (property tax exemption; state reimburses municipality50% generally) covers: 1. Eligible business property placed in service after 4/1/07 ii. no eligibility for retail	**BETR/BETE** A. BETR program phases out i. No new entry into program beginning 4/1/15 ii. Eligible business property (placed in service before 4/1/15 and qualified retail) phases into BETE program a. 4/1/16 -- 75% BETR/25%/BETE b. 4/1/17 – 50% BETR/50% BETE c. 4/1/18 – 25% BETR/75% BETE d. 4/1/19 --100% BETE e. after 4/1/25 – qualified <u>retail</u> property no longer eligible for either BETR or BETE B. BETE inclusion of property formerly under BETR subject to about phase in *<u>QUESTIONS:</u>* *<u>1. Need to clarify date of transfer of eligibility from BETR to BETE 4/1/15? (May be just technical drafting issue)</u>*		($3,180,308) <u>FY 18-19</u> ($5,112,841)

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JOINT STANDING COMMITTEE ON TAXATION
BUDGET SUMMARY **REVENUE SHARING PART L**
LR1852 – Parts under Jurisdiction of Taxation Committee
jsj/3/23/15

Part	Current law	Budget proposal	FY2015-16[1]	FY2016-17
L p. 64	**State-municipal revenue sharing** A. Funding -- 5% of income tax, sales tax and portion of service provider tax transferred to Local Government Fund. (Reduced by transfers to GF in FYs10 to 15; no transfers to GF scheduled for FY 16) B. Distribution – To municipalities in month following transfer to the Local Government Fund based on population and relative property tax burden i. RevSharing I (80% of total) to all municipalities ii. RevShaing II (20% of total) to municipalities with a disproportion tax burden (greater than 10 mills increasing to statewide average mill rate depending on available funds)	**State municipal revenue sharing** A. For FY 16 requires transfer back to the General Fund of all receipts in excess of $62,500,000 B. Distributed monthly proportional to monthly transfers to Local Government Fund C. Revenue sharing repealed 7/30/16 *NOTE: Revenue sharing allocation amounts listed on pages A-548 and A-549 are not correct.*	$95,718,440 FY 2017-18 $161,236,834	$154,913,582 FY 2018-19 $167,417,561

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[1]General Fund impact (unless otherwise noted). Parentheses indicate loss of revenue. Lack of parentheses indicates GF revenue gain.

JOINT STANDING COMMITTEE ON TAXATION
BUDGET SUMMARY — **SALES TAX** **PART H**
LR1852 – Parts under Jurisdiction of Taxation Committee — **SERVICE PROVIDER TAX** **PART I**
jsj 3/23/15

	Current law	Budget proposal	FY2015-16[1]	FY2016-17
Part H page 22	**1. Sale tax rates:** Restored 7/1/15 (after FY14-15 temporary increases) A. Short term auto rental 10% B. Lodging 7% (8%) C. Meals (prepared food); on-premises alcohol 7% (8%) D. General rate 5% (5.5%)	**1. Sale tax rates:** FY 2013-15 temporary rates extended through 12/31/15. Rates beginning 1/1/16 A. Short term auto rental 8% B. Lodging 8% C. Meals (prepared food); on-premises alcohol 6.5% D. General rate 6.5%	$155,641,737 FY 2017-18 $264,038,300	$252,856,600 FY 18-19 $275,905,600
		Impact of meals and lodging rate changes	$20,606,480 FY 2017-18 ($5,170,200)	($4,911,300) FY 18-19 ($5,413,000)
		Impact of auto rental rate changes	FY 2017-18 ($1,431,579)	($429,474) FY 18-19 ($1,431,579)
	2. Transfers to Tourism Marketing Fund 5% of sales tax on items taxed at 7% (8%)	**2. Transfers to Tourism Marketing Fund** 17% of 8% sales tax on lodging effective 10/1/16	FY 2017-18 $1,847,261	Other Special Revenue $1,631,825 FY 2018-19 $2,109,690
	3. Transfers to Multimodal Transportation Fund A. Sales tax on rental of pickup trucks/vans less than 26,000 lbs B. Railroad excise tax revenue C. Use tax on fuel used for vehicles on rails	**3. Transfers to Multimodal Transportation Fund** *Reduction in transfers ST rate changes* due to	FY 2017-18 ($931,579)	Other Special Revenue ($179,474) FY 2018-19 ($931,579)

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	Current law	Budget proposal	FY2015-16[1]	FY2016-17
	4. Sales tax base A. Tangible personal property B. Rental of lodging C. Transmission and distribution of electricity D. Rental or lease of automobile, , camper trailer, motor home, pickup truck or van E. Extended service contract on an automobile or truck F. Prepaid calling service	**4. Sales tax base** <u>1. Expands base to include</u>: G. Recreation and amusement services H. Installation, repair and maintenance services except those sold to a business for business use I. Personal services J. Domestic and household services K. Personal property services except those sold to a business for business use L. Professional services except those sold to business for business use	$39,857,475 <u>FY 2017-18</u> $123,820,200	$118,961,300 <u>FY 18-19</u> $128,353,000
		<u>2. Expands definition of taxable prepared food</u>	$4,735,500 <u>FY 2017-18</u> $14,670,000	$14,110,000 <u>FY 18-19</u> $15,190,000
	4. Taxation of leases Sales tax is due on the value of the life of the lease at the time that a lease is entered into.	**4. Taxation of leases** Provides that the tax is paid on the lease stream" as lease payments are made.		
	5. Collection allowance A. Retailers keep "breakage" (the amount in excess of actual amounts due resulting from operation of the sales tax rate schedules)	**5. Collection allowance** A. Breakage allowance repealed. B. Enacts new allowance that is the greater of 0.5% of the tax due or $10, but no more than $1,000.	$($2,100,000) <u>FY 2017-18</u> $(4,200,000)	$(4,200,000) <u>FY 18-19</u> $(4,200,000)
	6. Many sales tax exemptions	**6. Exemption changes** A. <u>Enacts new exemption</u> for sales to incorporated		

	Current law	Budget proposal	FY2015-16[1]	FY2016-17
		nonprofit organizations providing direct support services to veterans with post-traumatic stress disorder or traumatic brain injury and their families. B. Repeals special treatment of certain vending machine sales (taxation at wholesale level) C. De minimus exemption. Persons with less than $3,000 annual gross sales (not including casual sales of lodging) not required to register.		
	7. Use tax reporting Persons with use tax liability on items with a sales price less than $5,000 are required to report that liability on their income tax form and pay the tax due. Taxpayers may calculate the tax due by multiplying their Maine adjusted gross income by .08%	**7. Use tax reporting** Increases the use tax calculation formula from .08% to .1%	FY 2017-18 $510,000	$450,000 FY 18-19 $570,000

SERVICE PROVIDER TAX

Part I	Current law	Budget proposal	FY 2015-16	FY 2016-17
	1. Service provider tax rate 5%	**1. Service provider tax rate** 6%	$7,763,363 FY 2017-18 $$14,541,700	$13,813,400 FY 18-19 $15,224,700
	2.Service provider tax base A. Extended cable and satellite TV B. Fabrication services C. Rental of video media and equipment D. Rental of furniture, audio media and audio equipment E. Telecommunications service F. Installation, maintenance and repair of telecommunications equipment G. Private nonmedical institutions or personal home care H. Community support services for persons with mental health diagnoses I. Community support services for persons with intellectual disabilities or autism J. Home support services K. Ancillary services(telcom) L. Group residential service for persons with brain injuries	**2.Service provider tax base** **Base is the same unless otherwise noted** A. Expands to include basic cable and satellite D. Rental of furniture and audio moved to sales tax E. Expands to include interstate and international telecommunications service sold to nonbusiness customers		

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JOINT STANDING COMMITTEE ON TAXATION
BUDGET SUMMARY
LR1852 – Parts under Jurisdiction of Taxation Committee **INCOME TAX PART K**
jsj 3/23/15

Part K	Current law	Budget proposal	FY2015-16[1]	FY2016-17
K-1 to K-16 page 41	**Individual income tax brackets, rates** Tax years 2014 and 2015 *(For head of household multiply backet amount by 1.5, for joint returns multiply bracket amounts by 2, (more or less))* Single $0 to $5,200 0% $5,200 to $20,899 5.5% $20,900 and more$ 7.95%	**Individual income tax brackets, rates** *(For head of household multiply bracket amount by 1.5, for joint returns multiply bracket amounts by 2)* Single 2016 2017 2018 2019 $0 $9,699 0 0% 0% 0% $9,700 to $49,999 5.75% 5.75% 5.75% 5.75% $50,000 and more 6.95% $50,000 to $$128,099 6.95% $50,000 to $143,724 6.75% $50,000 to $174,999 6.5% amount over previous bracket 6.5% 6% 5.75%	($163,538,800) FY 2017-18 ($449,318,810)	($418,267,125) FY 2018-19 ($489,417,446)
K-17	**Income tax modifications affected by the budget bill** 1. MEPERS – Employer pickup of employee contributions to retirement system. Generally, employees pay income tax on employee contributions to pension systems at the time of the contribution. Federal law permits an arrangement called employer "pickup" of contributions whereby government employees can defer tax on employee contributions until retirement State income tax law requires that state income tax be paid at time of contribution.	1. MEPERS – Employer pickup of employee contributions to retirement system. Budget proposes to permit employees to treat pick-up contributions in same way as under federal income tax – deferral until pension is collected. MRS estimates income added back under current law in 2013 was $148,250,000)		
K-18 to K-19	2. Pension deduction. Currently $10,000 (except for military pensions, the $10,000 amount is reduced by the amount of Social Security and Railroad Retirement benefits received)	2. Pension deduction. Pension deduction amount increased as follows: Tax year Amount 2016 $15,000 2017 $20,000 2018 $25,000 2019 $30,000 2020 and later $35,000 (amount indexed beginning in 2020)		

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Part K	Current law	Budget proposal	FY2015-16[1]	FY2016-17
K-20	3. Long-term care insurance premiums. Individuals are permitted to deduct premiums for long-term care insurance.	3. Long-term care insurance premiums. This deduction is repealed. MRS estimates subtracted under current law in 2013 was $34,350,000)		
K-21	4. Contributions to college savings programs Individuals are permitted to deduct up to $250 per designated beneficiary under a college savings program qualified under Section 529 of the Internal Revenue code.	4. Contributions to college savings programs This deduction is repealed. MRS estimates income subtracted under current law in 2013 was $4,400,000)		
K-22	5. Itemized deductions. Individuals are permitted to deduct the modified amount of federal itemized deduction up to a maximum of $27,500 except that the $27,500 limitation does not apply to medical and dental expenses and charitable contributions ($18,000 in 2016; 100% thereafter)	5. Itemized deductions. Itemized deductions repealed for tax years beginning after 12/31/15. The deduction for medical expenses is replaced with a credit equal to 5% of the amount of medical expenses claimed on a federal return.	MRS TER estimate FY 16 ($60,469,000) FY 17 ($68,941,000)	
K-31	**Income tax credits affected by the budget bill**	**Income tax credits affected by the budget bill** 1. New sales tax fairness credit Base credit increases from $250 for return claiming one exemption to $500 for return claiming 6 or more exemptions. Credit phases out as expanded income rises between $15,000 to $27,000 for single filers, $22,500 to $$47,250 for heads of households; and $30,000 to $54,000 for joint filers.	($7,102,007) FY 2017-18 ($68,031,076)	($70,760,146) FY 2018-19 ($63,360,239)
K-44 to K-45	2. Property tax fairness credit A. Benefit base (maximum property tax that can be used to calculate credit) Single filers $2,000 Joint; HoH w/2exmpt $2,600 Joint, HoH w/3+ exmpts $3,200	2. Property tax fairness credit A. Benefit base (maximum property tax that can be used to calculate credit) – beginning 2016 TYs Single filers $3,000 Joint; HoH w/2exmpts $4,000 Joint, HoH w/3+ exmpts $5,000	($5,769,794) FY 2017-18 ($57,035,500)	(%57,640,242) FY 2018-19 ($57,712,294)

Part K	Current law	Budget proposal	FY2015-16[1]	FY2016-17
	B. Credit calculation 50% of (6% of income minus benefit base) C. Maximum credit age 65+ $900 under 65 $600	B. Credit calculation –beginning 2016 tax years 100% of (6% of income minus benefit base) C. Maximum credit – beginning 2016 tax years age 65+ $1,500 under 65 $1,000 D. Credit not allowed for married filing separately – beginning 2015 tax years		
	3. Various income tax credits	3. Various tax credits The following credits are repealed for tax years beginning on or after 1/1/2016 except for amounts that are permitted to be carried A. Jobs and Investment Tax Credit (K-32) B. Employer assisted day care credit (K-35 C. Employer provided long-term care benefits (K-36) D. High-technology investment credit (K-39) E. Low-income dependent health benefits (K-40) F. Quality child care investment credit (K-41) G. Credit for biofuel commercial production and commercial use (K-43)	MRS estimate 2013 or TE report A. ($25,000) B. ($0 to $50,000) C. ($1,947,000) D. ($912,000)) E. ($0 to $50,000) F. ($0 to $50,000) G. ($0)	
K-33	4. Credit for contributions to family development account Credit for contributions to family development reserve account equal to the lesser of 50% amount contributed or $25,000 A family development reserve account is an account created by a communicity development organization to encourage low-income families to save. Withdrawals may only be used for specified purposes.	4. Credit for contributions to family development account This credit is repealed	MRS estimate 2013 ($25,000)	
K-34	5. Child and dependent care credit Credit equal to 25% of the federal credit allowed for child and dependent credit. Credit doubles for quality child care. Refundable up to $500.	5. Child and dependent care credit Increases credit for all to 50% of federal credit beginning with 2016 tax years.. Repeals increase in credit for quality child care.	MRS estimate 2013 ($3,875,000)	
K-37	6. Retirement and disability credit Credit equal to 20% of federal credit	6. Retirement and disability credit This credit is repealed	MRS estimate 2013 less than ($25,000)	

Part K	Current law	Budget proposal	FY2015-16[1]	FY2016-17
K-38	7. Forest management planning credit Credit up to $200 once every 10 years for the costs of preparing a forest management and harvest plan required under the tree growth tax law	7. Forest management planning credit This credit is repealed.	MRS estimate 2013 ($55,750)	
K-42	8. Earned income tax credit Credit equal to 5% of federal earned income tax credit	8. Earned income tax credit This credit is repealed	MRS estimate 2013 ($6,400,000)	
K-47		8a. New medical expense credit Replaces itemized deduction for medical expenses. Credit equal to 5% of federal deduction for medical and dental expenses.		
K-48	9. Income tax form checkoffs for contributions A. Nongame wildlife fund B. Companion animal sterilization fund C. Children's trust incorporated ~~D. Bone marrow screening fund~~ E. Maine military family relief fund F. Maine veterans' Memorial Cemetery Maintenance Fund ~~G. Maine asthma and lung disease research fund~~ H. Maine public library fund I. Maine clean election fund	9. Income tax form checkoffs for contributions All removed from income tax form beginning with 2016 tax years except Maine clean election fund		
K-49	10. Indexing for inflation The following items are indexed for inflation A. Rate bracket amounts (beginning in 2015) B. Itemized deduction limitation C. Benefit base amounts in property tax fairness credit	10. Indexing for inflation The following items are indexed for inflation A. Rate bracket amounts (beginning in 2019) B. NA C. Benefit base amounts in property tax fairness credit D. Base credit amounts under the sales tax fairness credit (2016) E. Income level at which sales tax fairness credit begins to phase out (2016) F. Pension deduction amount (2020)		

Part K	Current law	Budget proposal	FY2015-16[1]	FY2016-17
K-24 to K-29	**Corporate income tax brackets; rates** $0 to $25,000 3.5% $25,000 to $75,000 7.93% $75,000 to $250,000 8.33% $250,000 and over 8.93%	**Corporate income tax brackets; rates** **Tax years beginning** 2017 2018 2019 2020 2021 $0 to $25,000 3.5% 3.5% 3.5% 3.5% 3.5% $25,000 to $75,000 7.93% 7.93% 7.5% 7% 6.75% $75,000 to $250,000 8.33% 7.93% 7.5% 7% 6.75% $250,000 and over 8.33% 7.93% 7.5% 7% 6.75%	($1,050,000) FY 2017-18 ($19,826,988)	($7,531,355) FY 2018-19 ($29,841,010)
K-30	**Corporations; alternative minimum tax** Corporations are required to pay a minimum tax equal to 5.4% of modified federal alternative minimum taxable income.	**Corporations; alternative minimum tax** Corporate alternative minimum tax is repealed for tax years beginning on or after 1/1/16		

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JOINT STANDING COMMITTEE ON TAXATION
BUDGET SUMMARY
LR1852 – Parts under Jurisdiction of Taxation Committee
jsj 3/23/15

Part	Current law	Budget proposal	FY2015-16[1]	FY2016-17
Part J page 40	**Estate tax** Maine estate tax is imposed on the Maine taxable estate which is the federal taxable estate adjusted by Maine qualified terminable interest property, Maine elective property and certain taxable gifts made within one year of death. A. Exclusion (exemption):--- $2,000,000 B. Incremental rates: i. $2,000,000 to $5,000,000 8% ii. $5,000,000 to $8,000,000 10% iii. $8,000,000 and above 12%	**Estate Tax** A. Increases exclusion amount for deaths in 2016 to $5,500,000 B. Incremental rates for 2016 deaths i. $5,500,000 to $8,000,000 10% iii. $8,000,000 and above 12% C. Estate tax repealed for deaths on or after 1/1/2017.	 FY 17-18 ($32,8458671	($14,096,027) FY 18-19 ($37,094,841)

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JOINT STANDING COMMITTEE ON TAXATION
BUDGET SUMMARY
LR1852 – Parts under Jurisdiction of Taxation Committee
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TREE GROWTH TAX LAW PART BB

Part	Current law	Budget proposal	FY2015-16[1]	FY2016-17
BB p. 85	**Tree growth tax law** The Maine tree growth tax law permits eligible forest land used to grow trees for commercial harvesting to be taxed at its current use value rather than its just value. Landowners must apply to the local assessor and must have a forest management and harvest plan prepared and updated every 10 years.	**Tree growth tax law** Makes changes to the tree growth tax law to implement recommendations of a Maine Forest Service report required by PL 2011, chapter 619 regarding the compliance of forest management and harvest plans and landowner activities. This Part does the following:	unknown	unknown
		A. Requires forest management and harvest plan to cover 10 years, and contain more specific information regarding forest usage		
		B. Requires landowners to maintain access to their forest management and harvest		
		C. Requires a sworn statement from a licensed forester that the landowner is following their plan.		
		D. Gives the Maine Forest Service additional compliance authority		
		E. Repeals the Maine Forest Service audit sunset date.		
		F Authorizes the State Tax Assessor to reduce a municipality's Tree Growth reimbursement for one year if: it does not fulfill compliance obligations		
		G. Provides for a penalty if a landowner found in non-compliance transfers their land from tree growth to open space or farmland program.		

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[1] General Fund impact (unless otherwise noted). Parentheses indicate GF. Lack of parentheses indicates GF gain.

JOINT STANDING COMMITTEE ON TAXATION
BUDGET SUMMARY
TAX EXPENDITURES -- PARTS P
LR1852 – Parts under Jurisdiction of Taxation Committee

	Current law	Budget proposal	FY2015-16	FY2016-17
Part P page 75	**Tax expenditures** Current law requires the Governor to include in the budget bill a part that asks the Legislature whether it wishes to continue funding each individual tax expenditure provided in the statutes. Tax expenditure means "… state tax revenue losses attributable to provisions of Maine tax laws that allow a special exclusion, exemption or deduction or provide a special credit, a preferential rate of tax or a deferral of tax liability."	**Tax expenditures** "In accordance with the Maine Revised Statutes, Title 5, section 1666, funding is continued for each individual tax expenditure, as defined in Title 5, section 1666, reported in the budget document submitted to the Legislature by the Governor on January 09, 2015." Tax expenditure spreadsheet included in Governor's budget submission attached.		

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General Fund Sales & Use Tax Expenditures	36 MRSA §	FY'14	FY'15	FY'16	FY'17
Sales to the State & Political Subdivisions	1760.2	$172,596,735	$180,984,614	$167,822,096	$171,178,538
M — Grocery Staples	1760.3	$164,500,195	$175,204,700	$164,901,000	$171,152,000
Ships Stores	1760.4	C	C	C	C
Prescription Drugs	1760.5	$66,715,538	$71,039,100	$66,851,500	$69,369,000
Prosthetic Devices	1760.5A	$6,963,025	$7,429,950	$7,011,000	$7,286,500
Meals Served by Public or Private Schools	1760.6A	$8,723,705	$9,289,319	$8,741,330	$9,071,170
Meals Served to Patients in Hospitals & Nursing Homes	1760.6B	$8,314,970	$8,903,400	$8,502,500	$8,987,000
Providing Meals for the Elderly	1760.6C	$363,300	$384,690	$356,212	$366,899
Providing Meals to Residents of Certain Nonprofit Congregate Housing F	1760.6D	A	A	A	A
Certain Meals Served by Colleges to Employees of the College	1760.6E	A	A	A	A
Meals Served by Youth Camps that are Licensed by DHHS	1760.6F	C	C	C	C
Meals Served by a Retirement Facility to its Residents	1760.6G	$610,917	$646,886	$605,721	$623,893
Products Used in Agricultural and Aquacultural Production & Bait	1760.7A-C	$3,242,635	$3,438,050	$3,249,000	$3,372,500
Certain Jet Fuel	1760.8B	$5,491,759	$5,815,106	$5,445,054	$5,608,406
Coal, Oil & Wood for Cooking & Heating Homes	1760.9	$70,308,357	$73,933,750	$69,654,000	$73,207,000
Fuel Oil for Burning Blueberry Land	1760.9A	A	A	A	A
First 750 KW Hours of Residential Electricity Per Month	1760.9B	$23,122,834	$25,129,533	$24,173,700	$25,784,045
Gas When Used for Cooking & Heating in Residences	1760.9C	$13,232,289	$14,441,900	$14,478,000	$15,318,750
Fuel and Electricity Used in Manufacturing	1760.9D	$28,206,151	$29,430,773	$27,836,160	$28,392,883
Fuel Oil or Coal which become an Ingredient or Component Part	1760.9G	A	A	A	A
Certain Returnable Containers	1760.12	$1,427,979	$1,512,056	$1,415,834	$1,458,310
Packaging Materials	1760.12A	$11,943,875	$12,843,050	$12,264,500	$12,720,500
Publications Sold on Short Intervals	1760.14	$1,610,250	$0	$0	$0
Free Publications and Components of Publications	1760.14-A	$1,234,335	$1,797,609	$1,689,753	$1,747,204
Sales to Hospitals, Research Centers, Churches and Schools	1760.16	F	F	F	F
Rental Charges for Living Quarters in Nursing Homes and Hospitals	1760.18	C	C	C	C
Sales to Certain Nonprofit Residential Child Care Institutions	1760.18A	B	B	B	B
Rental of Living Quarters at Schools	1760.19	$6,573,050	$7,078,858	$6,412,500	$6,650,000
Rental Charges on Continuous Residence for More Than 28 Days	1760.20	$836,000	$894,628	$806,284	$830,473
Automobiles Used in Driver Education Programs	1760.21	A	A	A	A
Certain Loaner Vehicles	1760.21A	$253,816	$266,151	$246,795	$251,730
Automobiles Sold to Amputee Veterans	1760.22	A	A	A	A
Certain Vehicles Purchased or Leased by Nonresidents	1760.23C	C	C	C	C
Certain Vehicles Purchased or Leased by Qualifying Resident Businesses	1760.23D	$941,234	$986,977	$915,197	$933,500
Funeral Services	1760.24	$4,808,045	$5,120,500	$4,816,500	$4,997,000
Watercraft Purchased by Nonresidents	1760.25	C	C	C	C
Sales to Ambulance Services & Fire Departments	1760.26	C	C	C	C
Sales to Comm. Mental Health, Substance Abuse & Mental Retardation F	1760.28	B	B	B	B
Water Pollution Control Facilities	1760.29	C	C	C	C
Air Pollution Control Facilities	1760.30	C	C	C	C
Machinery & Equipment	1760.31	$47,328,240	$51,288,600	$49,077,000	$51,604,000
New Machinery for Experimental Research	1760.32	B	B	B	B
Diabetic Supplies	1760.33	$1,185,614	$1,255,421	$1,175,531	$1,210,797
R — Sales Through Coin Operated Vending Machines	1760.34	$312,609	$327,801	$303,961	$310,040
Goods & Services for Seeing Eye Dogs	1760.35	A	A	A	A

M - modified in budget bill
R - repealed in budget bill

Sales to Regional Planning Agencies	1760.37	A	A	A	A
Water Used in Private Residences	1760.39	$20,919,570	$22,279,400	$20,966,500	$21,755,000
Mobile & Modular Homes	1760.40	$27,593,065	$28,650,370	$26,436,477	$26,833,025
Certain instrumentalities of interstate or foreign commerce	1760.41	D	D	D	D
Sales to Historical Societies & Museums	1760.42	B	B	B	B
Sales to Day Care Centers & Nursery Schools	1760.43	B	B	B	B
Sales to Church Affiliated Residential Homes	1760.44	A	A	A	A
Certain Property Purchased Out of State	1760.45	D	D	D	D
Sales to Organ. that Provide Residential Facilities for Med. Patients	1760.46	A	A	A	A
Sales to Emergency Shelters & Feeding Organizations	1760.47A	B	B	B	B
Sales to Comm. Action Agencies; Child Abuse Councils; Child Advocacy	1760.49	C	C	C	C
Sales to any Nonprofit Free Libraries	1760.50	B	B	B	B
Sales to Veterans Memorial Cemetery Associations	1760.51	A	A	A	A
Railroad Track Materials	1760.52	$386,270	$405,042	$375,584	$383,096
Sales to Nonprofit Rescue Operations	1760.53	A	A	A	A
Sales to Hospice Organizations	1760.55	A	A	A	A
Sales to Nonprofit Youth & Scouting Organizations	1760.56	C	C	C	C
Self-Help Literature on Alcoholism	1760.57	A	A	A	A
Portable Classrooms	1760.58	A	A	A	A
Sales to Certain Incorporated. Nonprofit Educational Orgs.	1760.59	A	A	A	A
Sales to Incorporated Nonprofit Animal Shelters	1760.60	A	A	A	A
Construction Contracts with Exempt Organizations	1760.61	D	D	D	D
Sales to Certain Charitable Suppliers of Medical Equipment	1760.62	A	A	A	A
Sales to Orgs that Fulfill the Wishes of Children with Life-Threatening Di:	1760.63	A	A	A	A
Sales by Schools & School-Sponsored Organizations	1760.64	C	C	C	C
Sales to Monasteries and Convents	1760.65	A	A	A	A
Sales to Providers of Certain Support Systems for Single-Parent Families	1760.66	A	A	A	A
Sales to Nonprofit Home Construction Organizations	1760.67	B	B	B	B
Sales to Orgs that Create & Maintain a Registry of Vietnam Veterans	1760.69	A	A	A	A
Sales to Orgs that Provide Certain Services for Hearing-Impaired Persons	1760.70	A	A	A	A
Sales to State-Chartered Credit Unions	1760.71	A	A	A	A
Sales to Nonprofit Housing Development Organizations	1760.72	B	B	B	B
Seedlings for Commercial Forestry Use	1760.73	B	B	B	B
Property Used in Manufacturing Production	1760.74	$167,143,095	$179,740,000	$171,703,000	$178,115,500
Meals & Lodging Provided to Employees	1760.75	$160,930	$168,286	$150,100	$151,050
Certain Aircraft Parts	1760.76	A	A	A	A
Sales to Eye Banks	1760.77	A	A	A	A
Sales of Certain Farm Animal Bedding & Hay	1760.78	A	A	A	A
Electricity Used for Net Billing	1760.80	A	A	A	A
Animal Waste Storage Facility	1760.81	A	A	A	A
Sales of Property Delivered Outside this State	1760.82	F	F	F	F
Sales of Certain Printed Materials	1760.83	C	C	C	C
Sales to Centers for Innovation	1760.84	A	A	A	A
Certain Sales by an Auxiliary Organization of the American Legion	1760.85	B	B	B	B
Pine Tree Development Zone Businesses; Reimbursement of Certain Taxe	2016	C	C	C	C
Sales of Tangible Personal Property to Qualified Development Zone Busin	1760.87	C	C	C	C

Sales of Certain Aircraft	1760.88	$406,600	$430,540	$403,142	$415,236
Sale, Use or Lease of Aircraft and Sales of Repair and Replacement Parts	1760.88-A	$635,313	$672,719	$629,910	$648,806
Sales of Certain Qualified Snowmobile Trail Grooming Equipment	1760.90	$84,392	$89,361	$83,674	$86,184
Certain Sales of Electrical Energy	1760.91	C	C	C	C
Certain Vehicle Rentals	1760.92	A	A	A	A
Plastic Bags Sold to Redemption Centers	1760.93	$30,526	$32,794	$31,154	$32,557
Positive Airway Pressure Equipment and Supplies	1760.94	$274,062	$291,888	$274,905	$284,802
Sales of Certain Adaptive Equipment	1760.95	$0	$65,271	$61,889	$64,550
Trade-In Credits	1765	$26,345,793	$28,032,417	$26,375,956	$27,299,115
Returned Merchandise Donated to Charity	1863	B	B	B	B
Merchandise Donated from a Retailer's Inventory to Exempt Organization:	1864	B	B	B	B
Refund of Sales Tax on Goods Removed from the State	2012	A	A	A	A
Refund of Sales Tax on Certain Depreciable Machinery and Equipment	2013	$2,734,385	$2,894,650	$2,755,000	$2,888,000
Fish Passage Facilities	2014	A	A	A	A
Refund of Sales Tax on Purchases of Parts and Supplies for Windjammers	2020	$81,320	$87,780	$82,650	$85,500
Consumer Purchases of Amusement and Recreational Services	1752.11	$52,875,750	$59,344,714	$55,848,600	$57,960,830
Business Purchases of Amusement and Recreational Services	1752.11	$10,709,132	$11,486,013	$10,924,525	$11,452,725
Consumer Purchases of Medical Services	1752.11	$503,022,445	$536,720,151	$505,059,045	$524,116,330
Business Purchases of Medical Services	1752.11	$10,749,183	$11,506,286	$10,972,405	$11,570,525
Consumer Purchases of Education Services	1752.11	$68,593,725	$73,041,320	$68,732,690	$71,326,000
Business Purchases of Educational Services	1752.11	$5,523,559	$5,872,482	$5,561,490	$5,804,880
Consumer Purchases of Social Services	1752.11	$65,312,158	$69,546,840	$65,444,360	$67,913,790
Business Purchases of Social Services	1752.11	$6,312,651	$6,758,015	$6,416,965	$6,707,095
Consumer Purchases of Financial Services	1752.11	$211,408,621	$225,116,095	$211,836,795	$219,829,810
Business Purchases of Financial Services	1752.11	$383,131,353	$408,922,294	$387,178,105	$403,740,975
Consumer Purchases of Personal, Household and Business Services	1752.11	$68,590,472	$73,039,439	$68,732,310	$71,327,235
Consumer Purchases of Information Services Except Telecommunications	1752.11	$2,603,358	$2,772,176	$2,608,605	$2,707,025
Business Purchases of Information Services Except Telecommunications	1752.11	$27,520,213	$29,462,835	$27,992,890	$29,354,430
Consumer Purchases of Transportation Services	1752.11	$24,489,925	$26,164,815	$24,690,785	$25,699,970
Business Purchases of Transportation Services	1752.11	$65,258,487	$69,926,698	$66,434,165	$69,494,685
Business Purchases of Legal, Business, Administrative and Support Servic	1752.11	$496,804,515	$532,753,436	$506,938,810	$530,339,780
Business Purchases of Construction Services	1752.11	$206,136,700	$214,465,350	$203,423,500	$212,619,500
Business Purchases of Repair, Maintenance and Personal Services	1752.11	$20,682,116	$22,087,747	$20,877,295	$21,741,320
Casual Sales	1752.11	D	D	D	D
Sales by Executors	1752.11	A	A	A	A

General Fund Service Provider Tax Expenditures

R — Basic Cable & Satellite Television Service	2551.2	$2,023,500	$2,099,500	$2,185,000	$2,280,000
M — Certain Telecommunications Services	2557.33,34	$12,793,446	$13,272,735	$13,809,053	$14,465,398
Sales to the State & Political Subdivisions	2557.2	D	D	D	D
Sales to Hospitals, Research Centers, Churches and Schools	2557.3	C	C	C	C
Sales to Certain Nonprofit Residential Child Care Institutions	2557.4	A	A	A	A
Sales to Ambulance Services & Fire Departments	2557.5	A	A	A	A
Sales to Comm. Mental Health, Substance Abuse & Mental Retardation F	2557.6	A	A	A	A
Sales to Regional Planning Agencies	2557.7	A	A	A	A

Sales to Historical Societies & Museums	2557.8	A	A	A	A
Sales to Day Care Centers & Nursery Schools	2557.9	A	A	A	A
Sales to Church Affiliated Residential Homes	2557.10	A	A	A	A
Sales to Organ. that Provide Residential Facilities for Med. Patients	2557.11	A	A	A	A
Sales to Emergency Shelters & Feeding Organizations	2557.12	A	A	A	A
Sales to Comm. Action Agencies; Child Abuse Councils; Child Advocacy	2557.13	B	B	B	B
Sales to any Nonprofit Free Libraries	2557.14	A	A	A	A
Sales to Veterans Memorial Cemetery Associations	2557.15	A	A	A	A
Sales to Nonprofit Rescue Operations	2557.16	A	A	A	A
Sales to Hospice Organizations	2557.17	A	A	A	A
Sales to Nonprofit Youth & Scouting Organizations	2557.18	B	B	B	B
Sales to Certain Incorporated. Nonprofit Educational Orgs.	2557.19	A	A	A	A
Sales to Certain Charitable Suppliers of Medical Equipment	2557.20	A	A	A	A
Sales to Orgs that Fulfill the Wishes of Children with Life-Threatening Di	2557.21	A	A	A	A
Sales to Providers of Certain Support Systems for Single-Parent Families	2557.22	A	A	A	A
Sales to Nonprofit Home Construction Organizations	2557.23	A	A	A	A
Sales to Orgs that Create & Maintain a Registry of Vietnam Veterans	2557.24	A	A	A	A
Sales to Orgs that Provide Certain Services for Hearing-Impaired Persons	2557.25	A	A	A	A
Sales to State-Chartered Credit Unions	2557.26	A	A	A	A
Sales to Nonprofit Housing Development Organizations	2557.27	A	A	A	A
Sales to Eye Banks	2557.28	A	A	A	A
Sales to Centers for Innovation	2557.29	A	A	A	A
Construction contracts with exempt organizations	2557.31	C	C	C	C
Highway Fund Sales & Use Tax Expenditures					
Motor Vehicle Fuel	1760.8A	$143,231,504	$142,461,604	$129,164,121	$128,817,694
Highway Fund Gasoline & Special Fuel Tax Expenditures					
State and Local Government Exemption from the Gasoline Tax	2903	$2,079,225	$2,129,597	$2,181,538	$2,235,102
Refund of the Gasoline Tax for Off-Highway Use and for Certain Bus Cos	2908	$265,192	$325,000	$325,000	$325,000
State & Local Government Exemption from the Special Fuel Tax	3204-A	$2,732,812	$2,760,140	$2,787,741	$2,815,618
Refund of the Special Fuel Tax for Off-Highway Use and for Certain Bus	3218	$4,513,071	$4,500,000	$4,500,000	$4,500,000
Multimodal Transportation Fund Aeronautical Fuel Tax Expenditures					
Excise Tax Exemption on Jet or Turbo Jet Fuel - International Flights	2903	$142,530	$143,955	$145,395	$146,849
Refund of Excise Tax on Fuel Used in Piston Aircraft	2910	$30,411	$30,716	$31,023	$31,333
H.O.M.E. Fund Excise Tax Expenditure					
Exemptions of the Real Estate Transfer Tax	4641C	C	C	C	C
General Fund Cigarette Tax & Real Estate Transfer Tax Expenditures					
Cigarette Stamp Tax Deduction for Licensed Distributors	4366A.2	$1,434,656	$1,419,407	$1,393,854	$1,368,761
Exemptions of the Real Estate Transfer Tax	4641C	C	C	C	C
Addendum: Detail for General Fund Consumer Purchases of Services Tax Expenditures					
Medical Services		$503,022,445	$536,720,151	$505,059,045	$524,116,330

- Physician services	$79,765,873	$84,937,809	$79,927,300	$82,943,170
- Dental services	$27,243,928	$29,010,350	$27,299,010	$28,329,095
- Home health care	$24,612,413	$26,208,287	$24,662,285	$25,592,810
- Medical laboratories	$8,650,110	$9,210,944	$8,667,610	$8,994,695
- Specialty outpatient care facilities and health and allied services	$45,547,434	$48,500,645	$45,639,615	$47,361,680
- All other professional medical services	$26,068,854	$27,759,171	$26,121,675	$27,107,300
- Nonprofit hospitals' services to households	$157,594,907	$167,813,206	$157,913,940	$163,872,435
- Proprietary hospitals	$33,673,697	$35,857,085	$33,741,815	$35,015,005
- Government hospitals	$45,392,011	$49,417,528	$46,502,405	$48,257,150
- Nonprofit nursing homes' services to households	$18,796,508	$20,015,199	$18,834,510	$19,545,205
- Proprietary and government nursing homes	$35,676,710	$37,989,930	$35,748,880	$37,097,785
Transportation services	$24,489,925	$26,164,815	$24,690,785	$25,699,970
- Motor vehicle maintenance and repair services	$15,651,051	$16,753,022	$15,834,030	$16,508,910
- Parking fees and tolls	$1,114,389	$1,186,598	$1,116,630	$1,158,810
- Railway transportation	$155,118	$165,215	$155,420	$161,310
- Intercity buses	$179,107	$190,713	$179,455	$186,295
- Taxicabs	$931,826	$992,228	$933,755	$969,000
- Intracity mass transit	$2,473,246	$2,633,609	$2,478,265	$2,571,745
- Other road transportation services	$2,139,834	$2,278,518	$2,144,150	$2,225,090
- Air transportation	$1,422,897	$1,515,146	$1,425,760	$1,479,530
- Water transportation	$422,457	$449,768	$423,320	$439,280
Amusement and recreation services	$52,875,750	$59,344,714	$55,848,600	$57,960,830
- Membership clubs and participant sports centers	$6,548,090	$6,972,658	$6,561,365	$6,808,935
- Amusement parks, camp grounds and related recreational services	$8,546,325	$9,100,487	$8,563,680	$8,886,775
- Motion picture services	$983,769	$1,047,613	$985,815	$1,022,960
- Live entertainment excluding sports	$1,541,522	$1,641,486	$1,544,605	$1,602,935
- Spectator sports	$1,023,209	$1,089,517	$1,025,240	$1,063,905
- Museums and libraries	$1,326,634	$1,412,631	$1,329,240	$1,379,400
- Photo studios	$529,495	$563,882	$530,575	$550,620
- Repair of audio-visual, photographic and information processing equipment	$780,774	$835,687	$789,925	$823,555
- Casino gambling	$18,922,148	$20,149,063	$18,960,480	$19,675,925
- Lotteries	$3,148,468	$6,387,354	$6,010,555	$6,237,320
- pari-mutuel net receipts	$1,524,547	$1,623,408	$1,527,695	$1,585,265
- Veterinary and other services for pets	$7,757,013	$8,259,994	$7,772,805	$8,066,070
- Maintenance and repair of recreation vehicles and sports equipment	$243,757	$260,937	$246,620	$257,165
Financial Services	$211,408,621	$225,116,095	$211,836,795	$219,829,810
- Commercial banks	$22,771,633	$24,248,076	$22,817,765	$23,678,750
- Other depository institutions and regulated investment companies	$34,062,305	$36,270,801	$34,131,220	$35,419,135
- Pension funds	$9,716,927	$10,346,963	$9,736,645	$10,104,010
- Financial service charges and fees	$23,541,937	$25,068,296	$23,589,545	$24,479,600
- Exchange listed equities	$1,153,219	$1,227,980	$1,155,580	$1,199,185
- Other direct commissions	$3,133,971	$3,337,208	$3,140,320	$3,258,785
- Over-the-counter equity securities	$204,825	$218,196	$205,295	$212,990

- Other imputed commissions	$2,177,750	$2,318,960	$2,182,150	$2,264,420
- Mutual fund sales charges	$2,097,548	$2,233,583	$2,101,875	$2,181,105
- Portfolio management and investment advice services	$23,147,840	$24,648,729	$23,194,725	$24,069,865
- Trust fiduciary and custody activities	$2,042,555	$2,174,959	$2,046,680	$2,123,915
- Life insurance	$18,928,247	$20,155,542	$18,966,560	$19,682,290
- Net household insurance	$1,980,447	$2,108,810	$1,984,360	$2,059,315
- Medical care and hospitalization insurance	$45,199,689	$48,130,401	$45,291,250	$47,000,205
- Income loss insurance	$758,004	$807,158	$759,620	$788,215
- Workers' compensation insurance	$5,603,558	$5,966,950	$5,614,975	$5,826,825
- Net motor vehicle and other transportation insurance	$14,888,167	$15,853,486	$14,918,230	$15,481,200
Information Services	$2,603,358	$2,772,176	$2,608,605	$2,707,025
- Delivery services except U.S. Postal Service	$426,828	$454,575	$427,690	$443,840
- Internet access	$2,176,530	$2,317,601	$2,180,915	$2,263,185
Education Services	$68,593,725	$73,041,320	$68,732,690	$71,326,000
- Proprietary and public higher education	$27,309,899	$29,080,574	$27,365,130	$28,397,685
- Nonprofit private higher education services to households	$17,413,357	$18,542,480	$17,448,650	$18,107,000
- Elementary and secondary schools	$9,204,103	$9,800,951	$9,222,790	$9,570,775
- Day care and nursery schools	$3,067,187	$3,266,043	$3,073,440	$3,189,340
- Commercial and vocational schools	$11,599,180	$12,351,273	$11,622,680	$12,061,200
Personal, household and business services	$68,590,472	$73,039,439	$68,732,310	$71,327,235
- Legal services	$15,062,294	$16,038,869	$15,092,745	$15,662,270
- Tax preparation and other related services	$4,915,997	$5,234,719	$4,925,940	$5,111,760
- Employment agency services	$56,517	$60,192	$56,715	$58,805
- other personal business services	$1,091,823	$1,162,667	$1,094,115	$1,135,345
- Labor organization dues	$2,942,768	$3,133,642	$2,948,800	$3,060,045
- Professional association dues	$1,066,817	$1,135,915	$1,068,940	$1,109,315
- Funeral and burial services	$4,806,215	$5,117,783	$4,815,930	$4,997,665
- Hairdressing salons and personal grooming establishments	$9,866,962	$10,506,639	$9,886,935	$10,259,905
- Miscellaneous personal care services	$9,307,989	$9,911,512	$9,326,815	$9,678,790
- Laundry and dry-cleaning services	$1,630,873	$1,736,581	$1,634,095	$1,695,845
- Clothing repair, rental and alterations	$1,238,809	$1,319,104	$1,241,270	$1,288,105
- Repair and hire of footwear	$48,690	$52,146	$49,210	$51,395
- Domestic services	$6,488,624	$6,909,331	$6,501,705	$6,746,900
- Moving, storage and freight services	$3,685,829	$3,924,811	$3,693,315	$3,832,680
- Repair of furniture, furnishings and floor coverings	$61,498	$65,835	$62,225	$64,885
- Repair of household appliances	$204,926	$219,346	$207,290	$216,125
- Other household services	$2,230,811	$2,375,494	$2,235,350	$2,319,710
- Garbage and trash collection	$3,883,030	$4,134,856	$3,890,915	$4,037,690
Social services	$65,312,158	$69,546,840	$65,444,360	$67,913,790
- Child care	$9,176,759	$9,771,691	$9,195,335	$9,542,275
- Homes for the elderly	$5,431,464	$5,783,657	$5,442,455	$5,647,750
- Residential mental health and substance abuse facilities	$14,909,209	$15,875,849	$14,939,320	$15,503,050

- Individual and family services	$22,148,823	$23,584,919	$22,193,615	$23,031,040
- Vocational rehabilitation services	$5,668,106	$6,035,607	$5,679,575	$5,893,895
- Community food and housing/emergency/other relief services	$329,651	$351,016	$330,315	$342,760
- Other social assistance	$1,169,483	$1,245,327	$1,171,825	$1,216,095
- Social advocacy and civic and social organizations	$5,537,689	$5,896,726	$5,548,950	$5,758,330
- Religious organizations' services to households	$881,204	$938,410	$883,025	$916,370
- Foundations and grant making and giving services to households	$59,770	$63,641	$59,945	$62,225

Addendum: Detail for General Fund Business Purchases of Services Tax Expenditures

Transportation Services	$65,258,487	$69,926,698	$66,434,165	$69,494,685
- Air transportation	$8,913,689	$9,554,017	$9,081,145	$9,492,115
- Rail transportation	$1,859,382	$1,989,053	$1,885,845	$1,971,345
- Water transportation	$220,276	$242,231	$235,410	$250,705
- Truck transportation	$9,478,659	$10,149,563	$9,632,240	$10,070,855
- Transit and ground passenger transportation	$4,791,679	$5,125,203	$4,861,815	$5,076,990
- Scenic and sightseeing transportation and support activities for transportation	$11,462,766	$12,286,065	$11,684,050	$12,226,595
- Couriers and messengers	$14,138,803	$15,160,233	$14,407,130	$15,096,165
- Warehousing and storage	$14,393,233	$15,420,334	$14,646,530	$15,309,915
Information services	$27,520,213	$29,462,835	$27,992,890	$29,354,430
- Directory mailing list and other publishing services	$627,994	$668,800	$632,225	$661,960
- Motion picture and video services	$6,090,055	$6,517,352	$6,196,565	$6,541,890
- Sound recording	$860,772	$921,168	$875,235	$919,600
- Radio and television broadcasting	$1,098,938	$1,174,162	$1,114,445	$1,179,045
- Internet publishing and broadcasting	$1,537,456	$1,654,862	$1,580,325	$1,663,355
- Internet service providers and web search portals	$2,829,834	$3,030,605	$2,879,735	$3,012,545
- Data processing hosting and related services	$13,181,159	$14,116,278	$13,408,585	$14,007,275
- Other information services	$1,294,005	$1,379,609	$1,305,775	$1,368,760
Financial Services	$383,131,353	$408,922,294	$387,178,105	$403,740,975
- Monetary authorities and depository credit intermediation	$47,703,125	$50,865,480	$48,088,335	$50,038,970
- Nondepository credit intermediation and related activities	$30,404,735	$32,366,785	$30,528,155	$31,699,600
- Securities, commodity contracts, investments and related activities	$41,036,613	$43,595,415	$41,054,630	$42,535,490
- Insurance carriers	$45,102,410	$48,302,513	$45,909,320	$48,104,105
- Insurance agencies, brokerages and related activities	$41,168,758	$43,485,481	$40,670,355	$41,853,770
- Funds, trusts and other financial vehicles	$2,438,787	$2,570,909	$2,401,600	$2,470,665
- Real estate	$153,895,051	$164,717,394	$156,552,875	$164,018,450
- General and consumer goods rental	$501,846	$533,368	$503,215	$523,355
- Commercial and industrial machinery and equipment rental and leasing	$940,364	$999,647	$942,970	$980,875
- Lessors of nonfinancial intangible assets	$19,939,664	$21,485,305	$20,526,650	$21,515,695
Legal, Business, Administrative, and Support Services	$496,804,515	$532,753,436	$506,938,810	$530,339,780
- Legal services	$33,124,381	$35,504,189	$33,756,540	$35,315,775
- Accounting, tax preparation, bookkeeping and payroll services	$26,674,383	$28,598,620	$27,207,525	$28,491,355
- Architectural, engineering and related services	$34,343,774	$36,705,103	$34,830,515	$36,375,500
- Specialized design services	$5,423,942	$5,837,997	$5,574,030	$5,827,870

- Custom computer programming services	$1,250,803	$1,343,139	$1,281,265	$1,334,275
- Computer systems design services	$11,503,629	$12,286,692	$11,643,105	$12,151,450
- Other computer related services including facilities management	$19,955,826	$21,390,837	$20,343,015	$21,299,475
- Management, scientific and technical consulting services	$31,460,573	$33,839,504	$32,305,225	$33,941,030
- Environmental and other technical consulting services	$5,268,113	$5,650,733	$5,379,470	$5,638,345
- Scientific research and development services	$24,922,039	$26,614,060	$25,223,450	$26,271,300
- Advertising and related services	$66,322,356	$71,190,730	$67,738,230	$70,911,135
- All other miscellaneous professional, scientific and technical services	$13,299,581	$14,283,896	$13,607,040	$14,245,725
- Photographic services	$606,647	$660,649	$636,975	$674,025
- Veterinary services	$815,945	$868,291	$820,420	$854,810
- Management of companies and enterprises	$110,219,095	$118,264,949	$112,659,170	$117,620,355
- Other administrative services	$10,310,868	$11,072,193	$10,553,835	$11,085,550
- Facilities support services	$2,403,006	$2,554,398	$2,409,485	$2,505,815
- Business support services	$15,151,441	$16,280,996	$15,515,970	$16,259,155
- Investigation and security services	$8,868,353	$9,484,316	$8,998,685	$9,398,540
- Services to buildings and dwellings	$3,753,935	$3,990,333	$3,763,995	$3,914,475
- Other support services	$10,556,759	$11,324,038	$10,775,565	$11,283,625
- Employment services	$40,001,715	$42,959,532	$40,953,930	$43,019,990
- Travel arrangement and reservation services	$5,174,595	$5,548,532	$5,274,495	$5,519,500
- Waste management and remediation services	$15,392,758	$16,499,714	$15,686,875	$16,400,705
Educational Services	$5,523,559	$5,872,482	$5,561,490	$5,804,880
- Junior colleges, colleges, universities, and professional schools	$3,630,023	$3,860,439	$3,661,015	$3,824,985
- Other educational services	$1,893,536	$2,012,043	$1,900,475	$1,979,895
Medical Services	$10,749,183	$11,506,286	$10,972,405	$11,570,525
- Offices of physicians, dentists, and other health practitioners	$461,084	$490,105	$462,270	$480,795
- Medical and diagnostic labs and outpatient and other ambulatory care services	$9,788,387	$10,484,694	$10,008,345	$10,567,230
- Home health care services	$5,083	$5,434	$5,225	$5,510
- Hospitals	$256,666	$273,163	$258,020	$268,850
- Nursing and residential care facilities	$237,963	$252,890	$238,545	$248,140
Social Services	$6,312,651	$6,758,015	$6,416,965	$6,707,095
- Individual and family services	$112,933	$119,966	$113,145	$117,705
- Community food, housing and other relief services including rehabilitation services	$13,502	$14,317	$13,585	$14,060
- Child day care services	$145,360	$154,556	$145,730	$151,620
- Grant making, giving and social advocacy organizations	$42,896	$45,667	$43,035	$44,650
- Civic, social, professional and similar organizations	$5,997,960	$6,423,511	$6,101,470	$6,379,060
Amusement and recreational services	$10,709,132	$11,486,013	$10,924,525	$11,452,725
- Performing arts companies	$1,510,621	$1,625,393	$1,549,165	$1,625,545
- Spectator sports	$1,734,149	$1,855,607	$1,762,155	$1,854,020
- Promoters of performing arts and sports and agents for public figures	$1,459,694	$1,568,545	$1,493,875	$1,565,980
- Independent artists, writers and performers	$4,001,452	$4,287,635	$4,075,310	$4,268,350
- Amusement parks, arcades and gambling industries	$51,638	$55,385	$52,725	$55,290
- Other amusement and recreational industries	$1,328,870	$1,425,589	$1,356,220	$1,419,775

- Fitness and recreational sports centers	$619,557	$664,516	$631,845	$660,440
- Bowling centers	$3,151	$3,344	$3,230	$3,325
Repair, Maintenance , and Personal Services	$20,682,116	$22,087,747	$20,877,295	$21,741,320
- Automotive repair and maintenance	$4,739,736	$5,061,771	$4,776,125	$4,962,325
- car wash	$371,226	$398,354	$379,620	$397,385
- Electronic and precision equipment repair and maintenance	$4,447,797	$4,741,897	$4,476,115	$4,657,280
- Commercial and Industrial machinery repair and maintenance	$4,153,927	$4,436,966	$4,187,315	$4,351,665
- Personal and household goods repair and maintenance	$2,239,350	$2,392,214	$2,259,480	$2,351,820
- Personal care services	$153,593	$161,244	$150,385	$155,040
- Dry-cleaning and laundry services	$3,210,005	$3,425,615	$3,246,720	$3,392,925
- other personal services	$1,366,481	$1,469,688	$1,401,535	$1,472,880

A represents an estimated spread of $0 - $49,999
B represents an estimated spread of $50,000 - $249,999
C represents an estimated spread of $250,000 - $999,999
D represents an estimated spread of $1,000,000 -- $2,999,999
E represents an estimated spread of $3,000,000 - $5,999,999
F represents an estimated spread of $6,000,000 or more

General Fund Income Tax Expenditures	36 MRSA §	FY'14	FY'15	FY'16	FY'17
Reimbursement For Business Equipment Tax Exemption to Municipalities	Chapter 105, Subchapter 4-c	$24,240,027	$27,103,362	$31,771,938	$36,948,340
Reimbursement for Taxes Paid on Certain Business Property (BETR)	Chapter 915	$40,374,677	$32,080,000	$35,000,000	$32,000,000
Deduction for Affordable Housing	5122(2)(Z)	B	B	B	B
Deduction for Social Security Benefits Taxable at Federal Level	5122(2)(C)	$69,711,000	$71,212,000	$74,404,000	$76,864,000
Deduction for Contributions to Capital Construction Funds	5122(2)(I)	A	A	A	A
R — Deduction for Premiums Paid for Long-Term Health Care Insurance	5122(2)(L)&(T)	$1,919,000	$1,947,000	$1,966,000	$1,985,000
M — Deduction for Pension Income	5122(2)(M)	$13,300,000	$25,184,000	$26,125,000	$26,647,000
Deduction for Interest and Dividends on Maine State and Local Securities - Individual Income Tax	5122(2)(N)	$42,000	$42,000	$42,000	$42,000
Deduction for Holocaust Victim Settlement Payments	5122(2)(O)	A	A	A	A
R — Deduction For Contributions To IRC 529 Qualified Tuition Plans	5122(2)(Y)	$237,000	$253,000	$270,000	$289,000
Deduction for Dentists with Military Pensions	5122(2)(BB)	A	A	A	A
Deduction for active duty military pay earned outside of Maine	5122(2)(LL)	$741,000	$1,873,000	$1,928,000	$1,985,000
R — Itemized Deductions (all except medical)	5125	$60,515,000	$56,933,000	$60,496,000	$68,941,000
Additional standard deduction for the elderly and disabled	5124-A	$5,329,000	$5,500,000	$5,681,000	$5,871,000
Deduction for Exempt Associations, Trusts and Organizations	5162(2)	A	A	A	A
Credit for Income Tax Paid to Other State by an Estate or Trust	5165	A	A	A	A
Deduction for Interest and Dividends on U.S., Maine State and Local Securities	5200-A(2)(A)&(G)	$190,000	$190,000	$190,000	$190,000
Credit to Beneficiary for Accumulation Distribution	5214-A	A	A	A	A
R — Jobs and Investment Tax Credit	5215	C	C	C	C
Seed Capital Investment Tax Credit	5216-B	$1,159,000	$1,168,000	$1,824,000	$2,679,000
R — Credit for Contributions to Family Development Account Reserve Funds	5216-C	A	A	A	A
R — Credit for Employer-Assisted Day Care	5217	A	A	A	A
Credit for Income Tax Paid to Other Jurisdiction	5217-A	$43,035,000	$44,756,000	$46,540,000	$48,393,000
R — Credit for Employer-Provided Long-Term Care Benefits	5217-C	A	A	A	A
Credit for Educational Opportunity	5217-D	$3,040,000	$5,101,000	$7,049,000	$9,376,000
Income Tax Credit for Child Care Expense	5218	$3,674,000	$3,676,000	$3,676,000	$3,676,000
R — Retirement and Disability Credit	5219-A	$1,000	$1,000	$1,000	$1,000
R — Forest Management Planning Income Credits	5219-C	$58,000	$59,000	$61,000	$63,000

Research Expense Tax Credit	5219-K	$430,000	$451,000	$475,000	$498,000
Super Credit for Substantially Increased Research & Development	5219-L	$2,035,000	$1,896,000	$1,132,000	$1,057,000
R — High-Technology Investment Tax Credit	5219-M	$912,000	$912,000	$912,000	$912,000
R — Credit for Dependent Health Benefits Paid	5219-O	A	A	A	A
R — Quality Child Care Investment Credit	5219-Q	A	A	A	A
Credit for Rehabilitation of Historic Properties	5219-R & 5219-BB	$7,681,000	$10,925,000	$13,062,000	$13,172,000
R — Earned Income Credit	5219-S	$1,060,000	$950,000	$902,000	$855,000
Pine Tree Development Zone Tax Credit	5219-W	$1,920,000	$2,014,000	$2,109,000	$2,223,000
R — Biofuel Commercial Production and Commercial Use	5219-X	A	A	A	A
Tax Benefits for Media Production Companies	5219-Y, c. 919-A	$228,000	$237,000	$247,000	$256,000
Dental Care Access Credit	5219-BB	$118,000	$129,000	$125,000	$106,000
New Markets Capital Investment Credit	5219-HH	$0	$2,715,000	$9,205,000	$13,509,000
Credit for Wellness Programs	5219-FF	$75,000	$302,000	$310,000	$319,000
Maine fishery infrastructure investment tax credit	5216-D	A	A	A	A
Innovation Finance Credit	5219-EE	$0	$0	*	*
Primary Care Access Credit	5219-LL	$22,000	$64,000	$118,000	$186,000
Property Tax Fairness Credit	5219-KK	$18,988,000	$32,079,000	$30,523,000	$29,108,000

A represents an estimated spread of $0 - $49,999

B represents an estimated spread of $0 - $200,000

C represents an estimated spread of $0 - $500,000

* represents a potential liability

Appendix A Continued

General Fund Income Tax Expenditures	36 MRSA §	FY'14	FY'15	FY'16	FY'17
Employment Tax Increment Financing, including certain Job Increment Financing Programs	Chapter 917	$11,819,000	$13,148,000	$14,011,000	$14,671,000
Shipbuilding Facility Credit	Chapter 919	$2,850,000	$2,850,000	$2,850,000	$2,850,000
CONFORMITY WITH INTERNAL REVENUE CODE DEFINITION OF FEDERAL ADJUSTED GROSS INCOME: ABOVE THE LINE DEDUCTIONS					
Health Savings Accounts	5102(1-D)	$1,358,000	$1,406,000	$1,444,000	$1,491,000
Deduction for Interest of Student Loans	5102(1-D)	$3,866,000	$3,980,000	$4,094,000	$4,208,000

Moving Expenses Deduction	5102(1-D)	$570,000	$571,000	$589,000	$606,000
Pension Contributions -- Individual Retirement Plans	5102(1-D)	$5,548,000	$5,548,000	$5,548,000	$5,548,000
Pension Contributions -- Partners & Sole Proprietors --Self-employed SEP, SIMPLE, and KEOGH Plans	5102(1-D)	$5,773,000	$5,937,000	$6,108,000	$6,289,000
Self-Employed Medical Insurance Premiums	5102(1-D)	$8,246,000	$8,531,000	$9,063,000	$9,614,000
CONFORMITY WITH INTERNAL REVENUE CODE DEFINITION OF FEDERAL ADJUSTED GROSS INCOME: OTHER					
Pension Contributions & Earnings -- Employer-Provided Pension Contributions and Earnings	5102(1-D)	$80,721,000	$117,952,000	$149,831,000	$182,279,000
Employer-Paid Medical Insurance and Expenses	5102(1-D)	$162,811,000	$171,463,000	$177,384,000	$186,264,000
Exclusion of Benefits Provided under Cafeteria Plans	5102(1-D)	$39,278,000	$41,783,000	$43,719,000	$46,110,000
Exclusion of Capital Gains at Death	5102(1-D)	$23,776,000	$25,060,000	$26,343,000	$27,702,000
Exclusion of Investment Income on Life Insurance and Annuity Contracts	5102(1-D)	$31,195,000	$31,992,000	$32,903,000	$33,586,000
Exclusion of Capital Gains on Sales of Principal Residences	5102(1-D)	$27,437,000	$31,195,000	$35,066,000	$37,002,000
Exclusion of Medicare Benefits -- Hospital Insurance – Supplementary Medical Insurance -- Prescription Drug Insurance	5102(1-D)	$59,358,000	$62,570,000	$69,479,000	$72,788,000
Social Security and Railorad Retirement Benefits Untaxed at the Federal Lev	5102(1-D)	$49,613,000	$52,134,000	$55,053,000	$58,501,000
Other conformtiy items	5102(1-D)		$150 to 250 million per year		