**An Act To Encourage Relocation to Rural Maine**

**Be it enacted by the People of the State of Maine as follows:**

**Sec.** **1. 36 MRSA §5219-YY** is enacted to read:

**§****5219-YY.** **Rural relocation refundable tax credit**

For tax years beginning on or after January 1, 2022, a person who relocates the person's residence from a location outside a rural area to a location within a rural area is allowed a refundable credit per year up to a total of 5 years against the tax otherwise due under this Part in an amount equal to the person's property tax bill under Part 2 for the person's residence in the rural area for that tax year or $2,000, whichever is less, and the total amount of the person's Internet connectivity expenses at the person's residence in the rural area for that calendar year or $1,000, whichever is less. To receive a credit under this section, the person must maintain a continuous residence at the property from the time of relocation through every tax year for which the person receives the tax credit. To receive that portion of the credit under this section relating to the person's property tax under Part 2, the person must own the property used as the person's residence in the rural area. For purposes of this section, "rural area" means Aroostook County, Somerset County, Piscataquis County or Washington County.

**SUMMARY**

This bill creates a refundable tax credit of up to $3,000 per year up to a total of 5 years for a person who moves from outside a rural area to a residence within a rural area, defined as Aroostook County, Somerset County, Piscataquis County and Washington County. The person may receive a tax credit of up to $1,000 per year as reimbursement for Internet connectivity costs and, if the person owns the residence in the rural area, a tax credit of up to $2,000 per year as reimbursement for the person's property tax bill.