



131st MAINE LEGISLATURE

FIRST SPECIAL SESSION-2023

Legislative Document

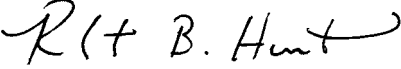
No. 1644

H.P. 1054

House of Representatives, April 12, 2023

An Act to Permit the Expenditure of Accumulated Tax Increment Revenues

Reference to the Committee on Taxation suggested and ordered printed.


ROBERT B. HUNT
Clerk

Presented by Representative SALISBURY of Westbrook.
Cosponsored by Representatives: ANKELES of Brunswick, GATTINE of Westbrook, KUHN of Falmouth, RIELLY of Westbrook, SACHS of Freeport.

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

2 **Sec. 1. 30-A MRSA §5227, sub-§4** is enacted to read:

3 **4. Remaining funds.** This subsection governs remaining tax increment funds.

4 A. Any tax increment revenues remaining in the development sinking fund account
5 established under subsection 3, paragraph A on the date the development district ends
6 may be retained in the development sinking fund account and used only to pay debt
7 service on bonds and notes issued under section 5231 and the financial plan.

8 B. Any tax increment revenues remaining in the project cost account established under
9 subsection 3, paragraph A on the date the development district ends may be retained in
10 the project cost account for a period of 3 years from the date the development district
11 ends and used only to pay approved project costs that are described in the development
12 program.

13 C. Any tax increment revenues remaining in the development sinking fund account or
14 the project cost account established under subsection 3, paragraph A after the
15 expiration of the time periods described in paragraphs A and B must be returned to the
16 municipal or plantation general fund and a corresponding tax shift adjustment must be
17 implemented with the Department of Administrative and Financial Services, Bureau of
18 Revenue Services.

19 **SUMMARY**

20 This bill authorizes tax increment revenues to be used for certain identified purposes
21 after the date a development district ends.