1		L.D. 1231	
2	Date:	(Filing No. H-)	
3	TAXATION		
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	If Maine taxable income is: Less than \$21,050 At least \$21,050 but less than \$50,000	The tax is: 5.8% of the Maine taxable income \$1,221 plus 6.75% of the excess over \$21,050	
22 23	\$50,000 or more	\$3,175 plus 7.15% of the excess over \$50,000	
24	Sec. 2. 36 MRSA §5111, sub-§1-0	is enacted to read:	
25	1-G. Single individuals and married	d persons filing separate returns; tax years	
26		n or after January 1, 2025, for single individuals	
27	and married persons filing separate returns:		
28	If Maine taxable income is:	The tax is:	
29 20	Less than $$41,600$ At least $$41,600$ but less than \$85,000	5.8% of the Maine taxable income	
30 31	At least \$41,600 but less than \$85,000	<u>\$2,413 plus 6.75% of the excess over</u> \$41,600	
32 33	At least \$85,000 but less than \$144,500	\$5,343 plus 7.15% of the excess over \$85,000	
34 35	At least \$144,500 but less than \$205,000	\$9,597 plus 7.55% of the excess over \$144,500	

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COMMITTEE AMENDMENT " " to H.P. 779, L.D. 1231

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

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COMMITTEE AMENDMENT

1	Sec. 6. 36 MRSA §5111, sub-§3-G	is enacted to read:	
2	3-G. Individuals filing married joint returns or surviving spouses, tax years		
3		n or after January 1, 2025, for individuals filing	
4	married joint returns or surviving spouses p	ermitted to file a joint return:	
5	If Maine taxable income is:	The tax is:	
6	Less than \$83,200	5.8% of the Maine taxable income	
7	At least \$83,200 but less than \$170,000	\$4,826 plus 6.75% of the excess over	
8		<u>\$83,200</u>	
9	At least \$170,000 but less than \$289,000	\$10,685 plus 7.15% of the excess over	
10		<u>\$170,000</u>	
11	At least \$289,000 but less than \$410,000	\$19,194 plus 7.55% of the excess over	
12 13	At 1	\$289,000 \$28,220 mlas 7,150(a 6 the second second	
13 14	<u>At least \$410,000 but less than \$1,000,000</u>	<u>\$28,330 plus 7.15% of the excess over</u> \$410,000	
14	\$1,000,000 or more	$\frac{3410,000}{970,515}$ plus 8.45% of the excess over	
16	<u>\$1,000,000 01 more</u>	\$1,000,000	
17 18 19 20 21 22 23 24 25 26	Sec. 7. 36 MRSA §5403, sub-§1, as enacted by PL 2015, c. 267, Pt. DD, §33, is repealed and the following enacted in its place: 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-G 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 30th of the preceding calendar year divided by the Chained Consumer Price Index for the 12-month period ending June 30, 2023.' 		
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 rates of 7.55%, 7.15% and 8.45% in those new brackets.		
32	FISCAL NOTE REQUIRED		
33	(See attached)		
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