

FY22-23 Biennial Budget  
Taxation Committee provisions

Sec. A-1. Appropriations and allocations. The following appropriations and allocations are made.

**ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF**

**Bureau of Revenue Services Fund 0885**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>BUREAU OF REVENUE SERVICES FUND</b>				
All Other	\$151,720	\$151,720	\$151,720	\$151,720
<b>BUREAU OF REVENUE SERVICES FUND TOTAL</b>	\$151,720	\$151,720	\$151,720	\$151,720

**BUREAU OF REVENUE SERVICES FUND 0885  
PROGRAM SUMMARY**

	History 2019-20	History 2020-21	2021-22	2022-23
<b>BUREAU OF REVENUE SERVICES FUND</b>				
All Other	\$151,720	\$151,720	\$151,720	\$151,720
<b>BUREAU OF REVENUE SERVICES FUND TOTAL</b>	\$151,720	\$151,720	\$151,720	\$151,720

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**County Tax Reimbursement 0263**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$1,440,000	\$1,440,000	\$1,440,000	\$1,440,000
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<u>\$1,440,000</u>	<u>\$1,440,000</u>	<u>\$1,440,000</u>	<u>\$1,440,000</u>

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**County Tax Reimbursement 0263**

Initiative: Provides funding to accommodate the increasing revenue collected from unorganized territory taxpayers for motor vehicle and watercraft excise tax.

Ref. #: 95

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>		
All Other	\$560,000	\$560,000
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<u>\$560,000</u>	<u>\$560,000</u>

**Justification:**

The primary function of this program is to ensure that the revenue collected is used to provide services to the Unorganized Territory Tax District. Receipts are funneled to the appropriate County treasury having jurisdiction over that unorganized location.

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**COUNTY TAX REIMBURSEMENT 0263**

**PROGRAM SUMMARY**

	History 2019-20	History 2020-21	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$1,440,000	\$1,440,000	\$2,000,000	\$2,000,000
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<u>\$1,440,000</u>	<u>\$1,440,000</u>	<u>\$2,000,000</u>	<u>\$2,000,000</u>

**Homestead Property Tax Exemption Reimbursement 0886**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$68,500,000	\$89,580,000	\$89,580,000	\$89,580,000
<b>GENERAL FUND TOTAL</b>	\$68,500,000	\$89,580,000	\$89,580,000	\$89,580,000

**Homestead Property Tax Exemption Reimbursement 0886**

Initiative: Provides funding required by Public Law 2019, chapter 343, Part H, which increased the homestead exemption from \$20,000 to \$25,000 and increased the rate of reimbursement to 70%.

Ref. #: 137

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>GENERAL FUND</b>		
All Other	\$7,500,000	\$8,200,000
<b>GENERAL FUND TOTAL</b>	\$7,500,000	\$8,200,000

**Justification:**

This initiative provides funding required by Public Law 2019, chapter 343, Part H which increased the homestead exemption from \$20,000 to \$25,000 and increased the rate of reimbursement to 70%. The Homestead Tax Exemption Reimbursement Program is mandated by Article IV, Part 3, Section 23 of the Maine Constitution.

**HOMESTEAD PROPERTY TAX EXEMPTION REIMBURSEMENT 0886  
PROGRAM SUMMARY**

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$68,500,000	\$89,580,000	\$97,080,000	\$97,780,000
<b>GENERAL FUND TOTAL</b>	\$68,500,000	\$89,580,000	\$97,080,000	\$97,780,000

**Maine Board of Tax Appeals Z146**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
POSITIONS - LEGISLATIVE COUNT	3,000	3,000	3,000	3,000
Personal Services	\$306,652	\$307,918	\$314,406	\$320,220
All Other	\$62,948	\$62,948	\$62,948	\$62,948
<b>GENERAL FUND TOTAL</b>	<b>\$369,600</b>	<b>\$370,866</b>	<b>\$377,354</b>	<b>\$383,168</b>
	History 2019-20	History 2020-21	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$45,000	\$45,000	\$45,000	\$45,000
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<b>\$45,000</b>	<b>\$45,000</b>	<b>\$45,000</b>	<b>\$45,000</b>

**Maine Board of Tax Appeals Z146**

Initiative: Reduces funding in the Maine Board of Tax Appeals General Fund account for general operating expenses.

Ref. #: 167

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>GENERAL FUND</b>		
All Other	(\$20,000)	(\$20,000)
<b>GENERAL FUND TOTAL</b>	<b>(\$20,000)</b>	<b>(\$20,000)</b>

**Justification:**

This initiative reduces funding in the Maine Board of Tax Appeals account for general operations to align with actual operating expenses.

**MAINE BOARD OF TAX APPEALS Z146  
PROGRAM SUMMARY**

	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
<b>GENERAL FUND</b>				
POSITIONS - LEGISLATIVE COUNT	3.000	3.000	3.000	3.000
Personal Services	\$306,652	\$307,918	\$314,406	\$320,220
All Other	\$62,948	\$62,948	\$42,948	\$42,948
<b>GENERAL FUND TOTAL</b>	<b>\$369,600</b>	<b>\$370,866</b>	<b>\$357,354</b>	<b>\$363,168</b>
	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$45,000	\$45,000	\$45,000	\$45,000
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<b>\$45,000</b>	<b>\$45,000</b>	<b>\$45,000</b>	<b>\$45,000</b>

**Mandate BETE - Reimburse Municipalities Z065**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$19,097	\$19,097	\$19,097	\$19,097
<b>GENERAL FUND TOTAL</b>	\$19,097	\$19,097	\$19,097	\$19,097

**Mandate BETE - Reimburse Municipalities Z065**

Initiative: Provides funding to reimburse municipalities for implementing a state-mandated program.

Ref. #: 161

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>GENERAL FUND</b>		
All Other	\$1,403	\$1,403
<b>GENERAL FUND TOTAL</b>	\$1,403	\$1,403

**Justification:**

These reimbursements are made to comply with two State constitutional provisions. Article IV, Part Third, Section 23 requires reimbursement of no less than 50% of the property tax revenue loss resulting from a statutory property tax exemption or credit enacted after 1978. Article IX, Section 21 requires reimbursement of 90% of the cost to a municipality to implement a state mandated program. More filing is anticipated as older equipment is retired and replaced with new equipment which qualifies for BETE.

**MANDATE BETE - REIMBURSE MUNICIPALITIES Z065  
PROGRAM SUMMARY**

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$19,097	\$19,097	\$20,500	\$20,500
<b>GENERAL FUND TOTAL</b>	\$19,097	\$19,097	\$20,500	\$20,500

**Renewable Energy Facilities Property Tax Exemption Z296**

Initiative: Provides funds to reimburse municipalities 50% of the property tax revenue lost as a result of the exemption for renewable energy facilities.

Ref. #: 185

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

<b>GENERAL FUND</b>	<b>2021-22</b>	<b>2022-23</b>
All Other	\$192,500	\$1,700,000
<b>GENERAL FUND TOTAL</b>	\$192,500	\$1,700,000

**Justification:**

This initiative provides the funding necessary to reimburse municipalities for reduction in property tax revenues as a result of implementing Public Law 2019, chapter 440 An Act to Create Tax Equity among Renewable Energy Investments.

**Renewable Energy Facilities Property Tax Exemption Z296**

Initiative: Provides funds to reimburse municipalities' mandated cost of complying with the renewable energy facilities property tax exemption.

Ref. #: 186

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

<b>GENERAL FUND</b>	<b>2021-22</b>	<b>2022-23</b>
All Other	\$22,000	\$22,000
<b>GENERAL FUND TOTAL</b>	\$22,000	\$22,000

**Justification:**

This initiative provides the funding necessary to reimburse municipalities for the mandated cost associated with the implementation of Public Law 2019, chapter 440 An Act to Create Tax Equity among Renewable Energy Investments.

**RENEWABLE ENERGY FACILITIES PROPERTY TAX EXEMPTION Z296  
PROGRAM SUMMARY**

<b>GENERAL FUND</b>	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
All Other	\$0	\$0	\$214,500	\$1,722,000
<b>GENERAL FUND TOTAL</b>	\$0	\$0	\$214,500	\$1,722,000

**Revenue Services, Bureau of 0002**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
POSITIONS - LEGISLATIVE COUNT	290,000	291,000	281,500	281,500
Personal Services	\$24,461,717	\$24,956,693	\$27,656,985	\$28,036,262
All Other	\$16,554,239	\$16,484,722	\$16,484,722	\$16,484,722
<b>GENERAL FUND TOTAL</b>	<b>\$41,015,956</b>	<b>\$41,441,415</b>	<b>\$44,141,707</b>	<b>\$44,520,984</b>
	History 2019-20	History 2020-21	2021-22	2022-23
<b>FEDERAL EXPENDITURES FUND</b>				
All Other	\$5,000	\$5,000	\$5,000	\$5,000
<b>FEDERAL EXPENDITURES FUND TOTAL</b>	<b>\$5,000</b>	<b>\$5,000</b>	<b>\$5,000</b>	<b>\$5,000</b>
	History 2019-20	History 2020-21	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$11,479,348	\$11,463,348	\$11,463,348	\$11,463,348
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<b>\$11,479,348</b>	<b>\$11,463,348</b>	<b>\$11,463,348</b>	<b>\$11,463,348</b>

**Revenue Services, Bureau of 0002**

Initiative: Eliminates funding for the highway use tax evasion projects.

Ref. #: 9

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>FEDERAL EXPENDITURES FUND</b>		
All Other	(\$5,000)	(\$5,000)
<b>FEDERAL EXPENDITURES FUND TOTAL</b>	<b>(\$5,000)</b>	<b>(\$5,000)</b>

**Justification:**

This initiative eliminates the allocation in this account. This account was established to allocate federal funds to the State's highway use tax evasion projects. Federal funds have not been available for this program for 16 years.

**Revenue Services, Bureau of 0002**

Initiative: Reduces funding in the Maine Revenues Services General Fund account to reflect one-time savings in technology and professional services.

Ref. #: 10

One Time

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>GENERAL FUND</b>		
All Other	(\$1,714,411)	(\$1,714,411)



GENERAL FUND TOTAL

(\$1,714,411) (\$1,714,411)

**Justification:**

This initiative reduces funding in the Maine Revenue Services account for professional services and technology expenditures planned for the 2022-23 biennium.

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**REVENUE SERVICES, BUREAU OF 0002  
PROGRAM SUMMARY**

	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
<b>GENERAL FUND</b>				
POSITIONS - LEGISLATIVE COUNT	290,000	291,000	281,500	281,500
Personal Services	\$24,461,717	\$24,956,693	\$27,656,985	\$28,036,262
All Other	\$16,554,239	\$16,484,722	\$14,770,311	\$14,770,311
<b>GENERAL FUND TOTAL</b>	<b>\$41,015,956</b>	<b>\$41,441,415</b>	<b>\$42,427,296</b>	<b>\$42,806,573</b>
<b>FEDERAL EXPENDITURES FUND</b>	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
All Other	\$5,000	\$5,000	\$0	\$0
<b>FEDERAL EXPENDITURES FUND TOTAL</b>	<b>\$5,000</b>	<b>\$5,000</b>	<b>\$0</b>	<b>\$0</b>
<b>OTHER SPECIAL REVENUE FUNDS</b>	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
All Other	\$11,479,348	\$11,463,348	\$11,463,348	\$11,463,348
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<b>\$11,479,348</b>	<b>\$11,463,348</b>	<b>\$11,463,348</b>	<b>\$11,463,348</b>

**Snow Grooming Property Tax Exemption Reimbursement Z024**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$30,000	\$30,000	\$30,000	\$30,000
<b>GENERAL FUND TOTAL</b>	\$30,000	\$30,000	\$30,000	\$30,000

**Snow Grooming Property Tax Exemption Reimbursement Z024**

Initiative: Reduces funding in the snowmobile trail grooming equipment property tax exemption reimbursement General Fund account for reimbursements to municipalities for 50% of the property tax revenue loss as a result of the exemption for snowmobile trail grooming equipment registered with the Department of Inland Fisheries and Wildlife.

Ref. #: 155

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>GENERAL FUND</b>		
All Other	(\$3,120)	(\$3,120)
<b>GENERAL FUND TOTAL</b>	(\$3,120)	(\$3,120)

**Justification:**

This initiative reduces funding in the Snow Grooming Property Tax Exemption Reimbursement account for grants to cities and town expenditures planned for the 2022-23 biennium.

**SNOW GROOMING PROPERTY TAX EXEMPTION REIMBURSEMENT Z024  
PROGRAM SUMMARY**

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	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$30,000	\$30,000	\$26,880	\$26,880
<b>GENERAL FUND TOTAL</b>	\$30,000	\$30,000	\$26,880	\$26,880

**Tree Growth Tax Reimbursement 0261**

Initiative: BASELINE BUDGET

	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
<b>GENERAL FUND</b>				
All Other	\$7,600,000	\$7,600,000	\$7,600,000	\$7,600,000
<b>GENERAL FUND TOTAL</b>	<u>\$7,600,000</u>	<u>\$7,600,000</u>	<u>\$7,600,000</u>	<u>\$7,600,000</u>

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**TREE GROWTH TAX REIMBURSEMENT 0261  
PROGRAM SUMMARY**

	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
<b>GENERAL FUND</b>				
All Other	\$7,600,000	\$7,600,000	\$7,600,000	\$7,600,000
<b>GENERAL FUND TOTAL</b>	<u>\$7,600,000</u>	<u>\$7,600,000</u>	<u>\$7,600,000</u>	<u>\$7,600,000</u>

**Unorganized Territory Education and Services Fund - Finance 0573**

Initiative: BASELINE BUDGET

	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$20,591,788	\$20,591,788	\$20,591,788	\$20,591,788
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	\$20,591,788	\$20,591,788	\$20,591,788	\$20,591,788

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**UNORGANIZED TERRITORY EDUCATION AND SERVICES FUND - FINANCE 0573**

**PROGRAM SUMMARY**

	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$20,591,788	\$20,591,788	\$20,591,788	\$20,591,788
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	\$20,591,788	\$20,591,788	\$20,591,788	\$20,591,788

**Veterans' Organizations Tax Reimbursement Z062**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$50,000	\$50,000	\$50,000	\$50,000
<b>GENERAL FUND TOTAL</b>	\$50,000	\$50,000	\$50,000	\$50,000

**Veterans' Organizations Tax Reimbursement Z062**

Initiative: Reduces funding in the veterans' organizations tax reimbursement General Fund account for reimbursements to municipalities for the cost to implement this program.

Ref. #: 158

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>GENERAL FUND</b>		
All Other	(\$5,200)	(\$5,200)
<b>GENERAL FUND TOTAL</b>	(\$5,200)	(\$5,200)

**Justification:**

This initiative reduces funding in the Veterans' Organizations Tax Reimbursement account for grants to cities and town expenditures planned for the 2022-23 biennium to align with projected actual expenses for reimbursements to municipalities for the cost to implement this program.

**VETERANS' ORGANIZATIONS TAX REIMBURSEMENT Z062  
PROGRAM SUMMARY**

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$50,000	\$50,000	\$44,800	\$44,800
<b>GENERAL FUND TOTAL</b>	\$50,000	\$50,000	\$44,800	\$44,800

**Veterans Tax Reimbursement 0407**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$1,228,330	\$1,228,330	\$1,228,330	\$1,228,330
<b>GENERAL FUND TOTAL</b>	\$1,228,330	\$1,228,330	\$1,228,330	\$1,228,330

**Veterans Tax Reimbursement 0407**

Initiative: Provides funding to diminish the effect on the local property tax burden arising from the municipal exemption provided for the estates of qualified veterans and certain survivors of a deceased veteran that are eligible based on the qualifying service of that veteran.

Ref. #: 100

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>GENERAL FUND</b>		
All Other	\$31,670	\$31,670
<b>GENERAL FUND TOTAL</b>	\$31,670	\$31,670

**Justification:**

The Veteran's Tax Exemption Reimbursement Program is mandated by Article IV, Part Third, Section 23 of the Maine Constitution.

**VETERANS TAX REIMBURSEMENT 0407  
PROGRAM SUMMARY**

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$1,228,330	\$1,228,330	\$1,260,000	\$1,260,000
<b>GENERAL FUND TOTAL</b>	\$1,228,330	\$1,228,330	\$1,260,000	\$1,260,000

**Waste Facility Tax Reimbursement 0907**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$12,188	\$12,188	\$12,188	\$12,188
<b>GENERAL FUND TOTAL</b>	\$12,188	\$12,188	\$12,188	\$12,188

**Waste Facility Tax Reimbursement 0907**

Initiative: Reduces funding in the tax reimbursement for waste facilities General Fund account for reimbursement to municipalities for 50% of the loss on property tax revenue resulting from exemptions granted in the Maine Revised Statutes, Title 36, section 656, subsection 1, paragraph J.

Ref. #: 142

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>GENERAL FUND</b>		
All Other	(\$1,268)	(\$1,268)
<b>GENERAL FUND TOTAL</b>	(\$1,268)	(\$1,268)

**Justification:**

This initiative reduces funding in the Tax Reimbursement - Waste Facility account for grants to cities and town expenditures planned for the 2022-23 biennium to align with projected actual expenses for reimbursement to municipalities for 50% of the loss on property tax revenue resulting from exemptions granted in Title 36, §656.1, J.

**WASTE FACILITY TAX REIMBURSEMENT 0907  
PROGRAM SUMMARY**

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
All Other	\$12,188	\$12,188	\$10,920	\$10,920
<b>GENERAL FUND TOTAL</b>	\$12,188	\$12,188	\$10,920	\$10,920

**ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF**

<b>DEPARTMENT TOTALS</b>	<b>2021-22</b>	<b>2022-23</b>
<b>GENERAL FUND</b>	<b>\$149,042,250</b>	<b>\$151,634,841</b>
<b>FEDERAL EXPENDITURES FUND</b>	<b>\$0</b>	<b>\$0</b>
<b>OTHER SPECIAL REVENUE FUNDS</b>	<b>\$34,100,136</b>	<b>\$34,100,136</b>
<b>BUREAU OF REVENUE SERVICES FUND</b>	<b>\$151,720</b>	<b>\$151,720</b>
<b>DEPARTMENT TOTAL - ALL FUNDS</b>	<b>\$183,294,106</b>	<b>\$185,886,697</b>



Sec. A-56. Appropriations and allocations. The following appropriations and allocations are made.

**PROPERTY TAX REVIEW, STATE BOARD OF**

**Property Tax Review - State Board of 0357**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
Personal Services	\$6,000	\$6,000	\$6,000	\$6,000
All Other	\$80,565	\$80,565	\$80,565	\$80,565
<b>GENERAL FUND TOTAL</b>	\$86,565	\$86,565	\$86,565	\$86,565
	History 2019-20	History 2020-21	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$3,000	\$3,000	\$3,000	\$3,000
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	\$3,000	\$3,000	\$3,000	\$3,000

**PROPERTY TAX REVIEW - STATE BOARD OF 0357  
PROGRAM SUMMARY**

	History 2019-20	History 2020-21	2021-22	2022-23
<b>GENERAL FUND</b>				
Personal Services	\$6,000	\$6,000	\$6,000	\$6,000
All Other	\$80,565	\$80,565	\$80,565	\$80,565
<b>GENERAL FUND TOTAL</b>	\$86,565	\$86,565	\$86,565	\$86,565
	History 2019-20	History 2020-21	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$3,000	\$3,000	\$3,000	\$3,000
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	\$3,000	\$3,000	\$3,000	\$3,000

**PROPERTY TAX REVIEW, STATE BOARD OF**

	<b>2021-22</b>	<b>2022-23</b>
<b>DEPARTMENT TOTALS</b>		
<b>GENERAL FUND</b>	<b>\$86,565</b>	<b>\$86,565</b>
<b>OTHER SPECIAL REVENUE FUNDS</b>	<b>\$3,000</b>	<b>\$3,000</b>
<b>DEPARTMENT TOTAL - ALL FUNDS</b>	<b>\$89,565</b>	<b>\$89,565</b>

**Sec. A-66. Appropriations and allocations.**

The following appropriations and allocations are made.

**TREASURER OF STATE, OFFICE OF**

**Disproportionate Tax Burden Fund 0472**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$21,128,268	\$26,418,539	\$26,418,539	\$26,418,539
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<u>\$21,128,268</u>	<u>\$26,418,539</u>	<u>\$26,418,539</u>	<u>\$26,418,539</u>

**Disproportionate Tax Burden Fund 0472**

Initiative: Adjusts funding for state-municipal revenue sharing to bring allocations in line with projected available resources for fiscal year 2022-23.

Ref. #: 2484

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>		
All Other	\$5,645,019	\$6,902,569
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<u>\$5,645,019</u>	<u>\$6,902,569</u>

**Justification:**

This initiative adjusts the allocation for the State-Municipal Revenue Sharing account based on the projected amount of revenue sharing funds available for fiscal year 2022-23. The distribution of revenue sharing funds is required in accordance with Maine Revised Statutes Title 30-A, section 5681.

**DISPROPORTIONATE TAX BURDEN FUND 0472  
PROGRAM SUMMARY**

	History 2019-20	History 2020-21	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$21,128,268	\$26,418,539	\$32,063,558	\$33,321,108
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<u>\$21,128,268</u>	<u>\$26,418,539</u>	<u>\$32,063,558</u>	<u>\$33,321,108</u>

**Passamaquoddy Sales Tax Fund 0915**

Initiative: BASELINE BUDGET

	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$17,607	\$17,607	\$17,607	\$17,607
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<b>\$17,607</b>	<b>\$17,607</b>	<b>\$17,607</b>	<b>\$17,607</b>

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**PASSAMAQUODDY SALES TAX FUND 0915  
PROGRAM SUMMARY**

	<b>History 2019-20</b>	<b>History 2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$17,607	\$17,607	\$17,607	\$17,607
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	<b>\$17,607</b>	<b>\$17,607</b>	<b>\$17,607</b>	<b>\$17,607</b>

**State - Municipal Revenue Sharing 0020**

Initiative: BASELINE BUDGET

	History 2019-20	History 2020-21	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$85,641,338	\$117,706,329	\$117,706,329	\$117,706,329
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	\$85,641,338	\$117,706,329	\$117,706,329	\$117,706,329

**State - Municipal Revenue Sharing 0020**

Initiative: Adjusts funding for state-municipal revenue sharing to bring allocations in line with projected available resources for fiscal year 2022-23.

Ref. #: 2470

Committee Vote: \_\_\_\_\_

AFA Vote: \_\_\_\_\_

	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>		
All Other	(\$5,452,100)	(\$421,901)
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	(\$5,452,100)	(\$421,901)

**Justification:**

This initiative adjusts the allocation for the State-Municipal Revenue Sharing account based on the projected amount of revenue sharing funds available for fiscal year 2022-23. The distribution of revenue sharing funds is required in accordance with Maine Revised Statutes Title 30-A, section 5681.

**STATE - MUNICIPAL REVENUE SHARING 0020  
PROGRAM SUMMARY**

	History 2019-20	History 2020-21	2021-22	2022-23
<b>OTHER SPECIAL REVENUE FUNDS</b>				
All Other	\$85,641,338	\$117,706,329	\$112,254,229	\$117,284,428
<b>OTHER SPECIAL REVENUE FUNDS TOTAL</b>	\$85,641,338	\$117,706,329	\$112,254,229	\$117,284,428

TREASURER OF STATE, OFFICE OF

DEPARTMENT TOTALS

OTHER SPECIAL REVENUE FUNDS

DEPARTMENT TOTAL - ALL FUNDS

	2021-22	2022-23
	\$144,335,394	\$150,623,143
	<u>\$144,335,394</u>	<u>\$150,623,143</u>

## PART H

**Sec. H-1. 30-A MRSA § 5681, sub-§5**, as amended by PL 2019, c. 343, Pt. H, §1, is further amended to read:

**5. Transfers to funds.** No later than the 10th day of each month, the State Controller shall transfer to the Local Government Fund 5% of the receipts during the previous month from the taxes imposed under Title 36, Parts 3 and 8, and Title 36, section 2552, subsection 1, paragraphs A to F and, L, and N, and credited to the General Fund without any reduction, except that for fiscal years 2015-16, 2016-17, 2017-18 and 2018-19 the amount transferred is 2%, for fiscal year 2019-20 the amount transferred is 3% and for fiscal year 2020-21 the amount transferred is 3.75% of the receipts during the previous month from the taxes imposed under Title 36, Parts 3 and 8, and Title 36, section 2552, subsection 1, paragraphs A to F and, L, and N, and credited to the General Fund without any reduction, and except that the postage, state cost allocation program and programming costs of administering state-municipal revenue sharing may be paid by the Local Government Fund. A percentage share of the amounts transferred to the Local Government Fund each month must be transferred to the Disproportionate Tax Burden Fund and distributed pursuant to subsection 4-B as follows:

- C. For months beginning on or after July 1, 2009 but before July 1, 2010, 15%;
- D. For months beginning on or after July 1, 2010 but before July 1, 2011, 16%;
- E. For months beginning on or after July 1, 2011 but before July 1, 2012, 17%;
- F. For months beginning on or after July 1, 2012 but before July 1, 2013, 18%;
- G. For months beginning on or after July 1, 2013 but before July 1, 2014, 19%; and
- H. For months beginning on or after July 1, 2014, 20%.

**Sec. H-2. 36 MRSA §2551, sub-§2-B** is enacted to read:

**2-B. Digital audio-visual and digital audio services.** “Digital audio-visual and digital audio services” means the electronic transfer of digital audio-visual works and digital audio works to an end user with the right of less than permanent use granted by the seller, including when conditioned upon continued payment from the purchaser or a subscription.

For purposes of this subsection:

A. "End user" means a person other than a person who receives by contract a product transferred electronically for further commercial broadcast, rebroadcast, transmission, retransmission, licensing, relicensing, distribution, redistribution or exhibition of the product, in whole or in part, to another person;

B. "Permanent" means perpetual or for an indefinite or unspecified length of time;

C. "Subscription" means an agreement with a seller that grants a purchaser the right to obtain products transferred electronically, in a fixed quantity or for a fixed period of time, or both; and

D. "Transfer electronically" or "electronic transfer" means obtainment by the purchaser by means other than tangible storage media.

**Sec. H-3. 36 MRSA §2551, sub-§2-C** is enacted to read:

**2-C. Digital audio-visual works.** "Digital audio-visual works" means a series of related images that, when shown in succession, impart an impression of motion, together with accompanying sounds, if any.

**Sec. H-4. 36 MRSA §2551, sub-§2-D** is enacted to read:

**2-D. Digital audio works.** "Digital audio works" means works that result from the fixation of a series of musical, spoken or other sounds, including ringtones. For purposes of this subsection, "ringtones" means digitized sound files that are downloaded onto a device and that may be used to alert the purchaser with respect to a communication.

**Sec. H-5. 36 MRSA §2552, sub-§1, ¶L**, as amended by PL 2013, c. 368, Pt. 0000, §3, is further amended to read:

L. Ancillary services; and

**Sec. H-6. 36 MRSA §2552, sub-§1, ¶M**, as enacted by PL 2013, c. 368, Pt. 0000, §4, is amended to read:

M. Group residential services for persons with brain injuries; and

**Sec. H-7. 36 MRSA §2552, sub-§1, ¶N** is enacted to read:

N. Digital audio-visual and digital audio services.



Sec. H-8. 36 MRS §2556-A is enacted to read:

**§2556-A. Sourcing for sales of digital audio-visual and digital audio services**

The sale of digital audio-visual and digital audio services is sourced in this State pursuant to this section.

**1. Sourced to address of purchaser in seller's business records.** The sale is sourced to the location indicated by an address for the purchaser that is available from the business records of the seller that are maintained in the ordinary course of the seller's business when use of this address does not constitute bad faith.

**2. Sourced to address of purchaser not in seller's business records.** For a sale when subsection 1 does not apply, the sale is sourced to the location indicated by an address for the purchaser obtained during the consummation of the sale, including the address of a purchaser's payment instrument, if no other address is available, when use of this address does not constitute bad faith.

**3. Sourced to address from which service provided.** When subsections 1 and 2 do not apply, including the circumstance in which the seller is without sufficient information to apply subsection 1 or 2, the location is determined by the address from which the service was provided, disregarding for these purposes any location that was merely the site from which the digital transfer of the product sold was provided.

**4. Mobile telecommunications service providers.** Notwithstanding sections 1 to 3, the sale of digital audio-visual and digital audio services by a provider of mobile telecommunications service is sourced in the same manner as mobile telecommunications services pursuant to section 2556.

Sec. H-9. 36 MRS §2559, as amended by PL 2015, c. 300, Pt. A, §35, is further amended to read:

**§2559. Application of revenues.**

Revenues derived by the tax imposed by this chapter must be credited to a General Fund suspense account. On or before the last day of each month, the State Controller shall transfer a percentage of the revenues received by the State Tax Assessor during the preceding month pursuant to the tax imposed by section 2552, subsection 1, paragraphs A to F and L and N to the Local Government Fund as provided by Title 30-A, section 5681, subsection 5. The balance remaining in the General Fund suspense account must be transferred to service provider tax General Fund revenue. On or before the 15th day of each month, the State Controller shall transfer all revenues received by the assessor during the preceding month pursuant to the tax imposed by section 2552, subsection 1, paragraphs G to J and M to the Medical Care Services Other Special Revenue Funds account, the Other Special Revenue Funds Mental Health Services – Community

Medicaid Program, the Medicaid Services – Adult Developmental Services program and the Office of Substance Abuse – Medicaid Seed program within the Department of Health and Human Services.

**Sec. H-10. Application date.** This Part applies to sales occurring on or after October 1, 2021.

#### **PART H SUMMARY**

This Part updates, clarifies and simplifies the service provider tax law regarding consumer purchases of digital media by equalizing the tax treatment between the various modes of purchase for sales occurring on or after October 1, 2021.

#### **PART R**

**Sec. R-1. Tax expenditures.** In accordance with the Maine Revised Statutes, Title 5, section 1666 and to the extent not otherwise provided in this Act, 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 8, 2021 in the first regular legislative session.

#### **PART R SUMMARY**

This Part continues authorization for each individual tax expenditure provided by statute.

#### **PART F**

**Sec. F-1. 5 MRS §1518-A,** as amended by PL 2019, c. 448, §1, is repealed

**Sec. F-2. 5 MRS §1536, sub-§1,** as amended by PL 2019, c. 448, §2 and §3, is further amended to read:

1. Final priority reserves. After the transfers to the State Contingent Account pursuant to section 1507, the transfers to the Loan Insurance Reserve pursuant to section 1511, the transfers pursuant to section 1522, a transfer of \$2,500,000 for the Reserve for General Fund Operating Capital and the transfers to the Retiree Health Insurance Internal Service Fund pursuant to section 1519, the State Controller shall transfer at the close of each fiscal year from the unappropriated surplus of the General Fund an amount equal to the amount available from the unappropriated surplus after all required deductions of appropriations, budgeted financial commitments and adjustments considered necessary by the State Controller have been made as follows:

A. ~~Eighty~~ Ninety percent to the stabilization fund; and

B.

C.

D.

E.

F. ~~Twenty percent to the Property Tax Relief Fund for Maine Residents established in section 1518-A.~~

G. Ten percent to the Capital Construction and Improvements Reserve Fund established in section 1516-A.

**Sec. F-3. Transfer to General Fund unappropriated surplus; Property Tax Relief Fund for Maine Residents.** Notwithstanding any other provisions of law, the State Controller shall transfer \$300,000 from the Property Tax Relief Fund for Maine Residents account in the Department of Administrative and Financial Services to General Fund unappropriated surplus no later than June 30, 2022.

## PART F

### SUMMARY

This Part repeals the Property Tax Relief Fund for Maine Residents, amends the year end transfers and transfers the remaining balance of the Property Tax Relief Fund for Maine Residents to the General Fund unappropriated surplus.

## PART G

**Sec. G-1. 30-A MRSA §5681, sub-§5,** as amended by PL 2019, c. 343, Part H §1 is further amended to read:

**5. Transfers to funds.** No later than the 10th day of each month, the State Controller shall transfer to the Local Government Fund 5% of the receipts during the previous month from the taxes imposed under Title 36, Parts 3 and 8, and Title 36, section 2552, subsection 1, paragraphs A to F and L, and credited to the General Fund without any reduction, except that for fiscal years 2015-16, 2016-17, 2017-18 and 2018-19 the amount transferred is 2%, except that for fiscal year 2019-20, the amount transferred is 3% and except that for fiscal years 2020-21, 2021-22, and 2022-23 the amount transferred is 3.75% of the receipts during the previous month from the taxes imposed under Title 36, Parts 3 and 8, and Title 36, section 2552, subsection 1, paragraphs A to F and L, and credited to the General Fund without any reduction, and except that the postage, state cost allocation program and programming costs of administering state-municipal revenue sharing may be paid by the Local Government Fund. A percentage share of the amounts transferred to the Local Government Fund each month must be transferred to the Disproportionate Tax Burden Fund and distributed pursuant to subsection 4-B as follows:

- C. For months beginning on or after July 1, 2009 but before July 1, 2010, 15%;
- D. For months beginning on or after July 1, 2010 but before July 1, 2011, 16%;
- E. For months beginning on or after July 1, 2011 but before July 1, 2012, 17%;
- F. For months beginning on or after July 1, 2012 but before July 1, 2013, 18%;
- G. For months beginning on or after July 1, 2013 but before July 1, 2014, 19%; and
- H. For months beginning on or after July 1, 2014, 20%.

**PART G  
SUMMARY**

This Part sets the transfer to the Local Government Fund at 3.75% in fiscal years 2022 and 2023.