

Date:

(Filing No. H- )

**TAXATION**

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**STATE OF MAINE  
HOUSE OF REPRESENTATIVES  
132ND LEGISLATURE  
FIRST SPECIAL SESSION**

COMMITTEE AMENDMENT “ ” to H.P. 542, L.D. 856, “An Act to Phase Out the Income Tax”

Amend the bill by striking out all of section 5 and inserting the following:

**'Sec. 5. 36 MRSA §5111, sub-§8** is enacted to read:**8. Income tax eliminated.** Beginning January 1, 2030, the imposition of taxes pursuant to this section is prohibited. A return is not required for a taxpayer whose income tax liability has been eliminated under this section.**Sec. 6. 36 MRSA §5111, sub-§9** is enacted to read:**9. Fiduciary income tax.** This section may not be construed to eliminate the imposition of income tax on a fiduciary.**Sec. 7. 36 MRSA §5111, sub-§10** is enacted to read:**10. Refundable tax credit schedule.** Refundable tax credits due to a taxpayer eligible for reduced income tax liability under this section must be reduced in value on the same schedule that tax liability is reduced pursuant to subsection 7.'Amend the bill in section 6 in subsection 1-A in the first line (page 2, line 8 in L.D.) by striking out the following: "**2017**" and inserting the following: "**2018**"Amend the bill in section 7 in subsection 7 in the first 2 lines (page 2, lines 33 and 34 in L.D.) by striking out the following: "**and ending before January 1, 2030**"

Amend the bill by striking out all of section 8 and inserting the following:

**'Sec. 8. 36 MRSA §5200, sub-§8** is enacted to read:**8. Income tax eliminated.** Beginning on or after January 1, 2030, no taxes are imposed under this section. A return is not required for a taxpayer whose income tax liability has been eliminated under this section.**Sec. 9. 36 MRSA §5200, sub-§9** is enacted to read:

4        **10. Refundable tax credit schedule.** Refundable tax credits due to a taxpayer eligible  
5        for reduced income tax liability under this section must be reduced in value on the same  
6        schedule that tax liability is reduced pursuant to subsection 7.'

9 SUMMARY

16 **FISCAL NOTE REQUIRED**

## COMMITTEE AMENDMENT