1 L.D. 338

2 Date: (Filing No. S-)

3 **TAXATION**

4 Reproduced and distributed under the direction of the Secretary of the Senate.

5 **STATE OF MAINE**

6 **SENATE**

7 **125TH LEGISLATURE**

8 **FIRST REGULAR SESSION**

9 COMMITTEE AMENDMENT " " to S.P. 100, L.D. 338, Bill, "An Act To
10 Provide an Income Tax Credit for Logging Companies That Hire Maine Residents"

11 Amend the bill in section 1 in §5219-FF by striking out all of subsection 2 (page 1,
12 lines 7 to 9 in L.D.) and inserting the following:

13 '**2. Amount of credit.** The credit allowed under this section is equal to $250 for each
14 full-time equivalent employee who is a resident individual and who is employed by the
15 taxpayer during the taxable year primarily in the activity of harvesting timber in this
16 State. For purposes of this subsection, a full-time equivalent employee is calculated by
17 dividing the total number of hours an employee works during a tax year by 2,080 hours.'

18 Amend the bill by inserting after section 1 the following:

19 '**Sec. 2. Application.** This Act applies to tax years beginning on or after January 1,
20 2012.

21 **Sec. 3. Appropriations and allocations.** The following appropriations and
22 allocations are made.

23 **ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF**

24 **Revenue Services - Bureau of 0002**

25 Initiative: Appropriates funds for programming changes to tax forms to implement an
26 income tax credit of $250 per employee for employers primarily engaged in timber
27 harvesting in the State who employ Maine residents full time.

28 **GENERAL FUND**	**2011-12**	**2012-13**
29 All Other	$0	$22,000
30		
31 GENERAL FUND TOTAL	$0	$22,000

32 '

COMMITTEE AMENDMENT

1 **SUMMARY**

2   This amendment is the minority report. It changes the bill by reducing the income
3 tax credit to an employer in the logging industry that employs residents of the State who
4 are engaged primarily in the harvesting of timber in this State to $250 for each employee
5 who is employed full-time. It also adds an application date and an appropriations and
6 allocations section.

7 **FISCAL NOTE REQUIRED**

8 **(See attached)**

COMMITTEE AMENDMENT