

Date: (Filing No. H-)

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STATE OF MAINE
HOUSE OF REPRESENTATIVES
127TH LEGISLATURE
FIRST REGULAR SESSION

HOUSE AMENDMENT " " to H.P. 96, L.D. 138, Bill, "An Act To Update References to the United States Internal Revenue Code of 1986 Contained in the Maine Revised Statutes, Decouple Federal Bonus Depreciation Deductions and Create a Maine Capital Investment Credit"

Amend the bill by striking out all of section 4 and inserting the following:

'Sec. 4. 36 MRSA §5122, sub-§1, ¶II is enacted to read:

II. For taxable years beginning in 2014, an amount equal to the net increase in depreciation attributable to the depreciation deduction claimed by the taxpayer under the Code, Section 168(k) with respect to property placed in service during the taxable year.'

Amend the bill in section 7 in paragraph NN in the 6th line (page 3, line 4 in L.D.) by striking out the following: ", subparagraph (2)"

Amend the bill in section 7 in paragraph NN in the 11th and 12th lines (page 3, lines 9 and 10 in L.D.) by striking out the following: ", subparagraph (2)"

Amend the bill in section 7 in paragraph NN in the last 2 lines (page 3, lines 13 and 14 in L.D.) by striking out the following: ", subparagraph (2)"

Amend the bill by striking out all of section 10 and inserting the following:

'Sec. 10. 36 MRSA §5200-A, sub-§1, ¶BB is enacted to read:

BB. For taxable years beginning in 2014, an amount equal to the net increase in depreciation attributable to the depreciation deduction claimed by the taxpayer under the Code, Section 168(k) with respect to property placed in service during the taxable year.'

Amend the bill in section 13 in paragraph Z in the 6th line (page 4, line 29 in L.D) by striking out the following: ", subparagraph (2)"

Amend the bill in section 13 in paragraph Z in the 11th line (page 4, line 34 in L.D) by striking out the following: ", subparagraph (2)"

Amend the bill in section 13 in paragraph Z in the last 2 lines (page 4, lines 37 and 38 in L.D) by striking out the following: ", subparagraph (2)"

HOUSE AMENDMENT

1 Amend the bill by striking out all of section 14 and inserting the following:

2 **'Sec. 14. One-time 30% increase in property tax fairness credit.** The State
3 Tax Assessor shall increase by 30% the property tax fairness credit allowed an individual
4 under the Maine Revised Statutes, Title 36, section 5219-KK, subsection 2. This credit is
5 only available for taxpayers filing for the property tax fairness credit for the tax year
6 beginning in 2014. If an individual has filed a tax return and been given the property tax
7 fairness credit for the tax years beginning in 2014 prior to the effective date of this
8 section, the State Tax Assessor shall determine the amount of the credit due that taxpayer
9 and certify it to the Treasurer of State, who shall forward the increased credit amount to
10 that taxpayer.'

11 Amend the bill by adding after section 15 the following:

12 **'Sec. 16. Appropriations and allocations.** The following appropriations and
13 allocations are made.

14 **ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF**
15 **Revenue Services, Bureau of 0002**

16 Initiative: Provides one-time funding for computer programming, check printing and
17 mailing costs related to changes to accommodate the one-time 30% additional refund.

18	GENERAL FUND	2014-15	2015-16	2016-17
19	All Other	\$90,000	\$0	\$0
20				
21	GENERAL FUND TOTAL	\$90,000	\$0	\$0
22				

23 **SUMMARY**

24 This amendment removes the Maine capital investment credit. The savings is used to
25 increase the amount of the income tax credit available to a taxpayer under the property
26 tax fairness credit by 30% on a one-time basis for the tax years beginning in 2014. The
27 amendment also adds an appropriations and allocations section.

28 **FISCAL NOTE REQUIRED**

29 **(See attached)**

30 SPONSORED BY: _____

31 (Representative TIPPING-SPITZ)

32 TOWN: Orono