An Act To Provide Critical Communications for Family Farms, Businesses and Residences by Strategic Public Investment in High-speed Internet and Broadband Infrastructure

(EMERGENCY)

Received by the Clerk of the House on January 11, 2021. Referred to the Committee on Taxation pursuant to Joint Rule 308.2 and ordered printed pursuant to Joint Rule 401.

Presented by Representative McCREA of Fort Fairfield.
Emergency preamble. Whereas, acts and resolves of the Legislature do not become effective until 90 days after adjournment unless enacted as emergencies; and

Whereas, this legislation provides funding to the ConnectMaine Authority to address critical needs to deploy high-speed Internet and broadband infrastructure in the State; and

Whereas, this legislation needs to take effect before the expiration of the 90-day period in order for this funding to be available as soon as possible; and

Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

Be it enacted by the People of the State of Maine as follows:

Sec. 1. 36 MRSA §1951-C, as enacted by PL 2019, c. 441, §8, is amended by amending the section headnote to read:

§1951-C. Collection of tax by marketplace facilitators and marketplace sellers; application of tax revenue

Sec. 2. 36 MRSA §1951-C, first ¶, as enacted by PL 2019, c. 441, §8, is amended to read:

This section governs the collection, reporting and remittance of sales and use tax by marketplace facilitators and marketplace sellers and application of resulting tax revenue.

Sec. 3. 36 MRSA §1951-C, sub-§5 is enacted to read:

5. Application of tax revenue. All sales and use tax revenue collected by the State Tax Assessor pursuant to this Part from marketplace facilitators, with respect to marketplace-facilitated sales, must be deposited into the General Fund, except that, on or before the last day of each month, the State Controller shall transfer to the ConnectMaine Authority, established under Title 35-A, section 9203, the following amount, to be used to further deployment of high-speed Internet and broadband infrastructure to unserved and underserved areas of the State: 33% of sales and use tax revenue received from marketplace facilitators, with respect to marketplace-facilitated sales, during the previous month after making the required transfers to the Local Government Fund as described by Title 30-A, section 5681, to the Multimodal Transportation Fund as described by Title 23, section 4210-B, subsection 7-A and to the Tourism Marketing Promotion Fund as described by Title 5, section 13090-K, subsection 2.

Sec. 4. Application. This Act applies to sales occurring on or after June 1, 2021.

Emergency clause. In view of the emergency cited in the preamble, this legislation takes effect when approved.

SUMMARY

This bill requires that 33% of sales and use tax revenue collected by the State Tax Assessor from marketplace facilitators, with respect to marketplace-facilitated sales, after required transfers to other funds be transferred to the ConnectMaine Authority to further
deployment of high-speed Internet and broadband infrastructure to unserved and underserved areas of the State.