

132nd MAINE LEGISLATURE

FIRST REGULAR SESSION-2025

Legislative Document

No. 377

S.P. 133

In Senate, February 4, 2025

An Act to Establish a University of Maine Medical School and to Dedicate Funds from Raising the Cigarette Tax to the School

Reference to the Committee on Education and Cultural Affairs suggested and ordered printed.

DAREK M. GRANT Secretary of the Senate

Presented by Senator BALDACCI of Penobscot.

Cosponsored by Senator: TIPPING of Penobscot, Representative: RANA of Bangor.

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

Sec. 1. 36 MRSA §4365, as amended by PL 2005, c. 218, §44 and c. 457, Pt. AA, §1 and affected by §8, is further amended to read:

§4365. Rate of tax

A tax is imposed on all cigarettes imported into this State or held in this State by any person for sale at the rate of 100 150 mills for each cigarette. Payment of the tax is evidenced by the affixing of stamps to the packages containing the cigarettes.

Sec. 2. 36 MRSA §4381 is amended to read:

§4381. Tax credited to General Fund; University of Maine college of medicine

The revenue derived from the tax imposed by this chapter shall <u>must</u> be credited to the General Fund of the State. as follows:

- 1. University of Maine System. Thirty-three percent of the revenue must be credited to the University of Maine System for the location, construction, equipping and operation of a college of medicine authorized pursuant to Private and Special Law 1865, chapter 532, section 9-A; and
- **2. General Fund.** Sixty-seven percent of the revenue must be credited to the General Fund.
- **Sec. 3.** University of Maine System; college of medicine. The University of Maine System shall locate, construct, equip and operate a college of medicine pursuant to Private and Special Law 1865, chapter 532, section 9-A. The college of medicine must be located in Penobscot County. The college of medicine must include, but is not limited to, a rural health care course of study and clinic outreach to Aroostook County, Penobscot County, Piscatiquis County, Washington County, Waldo County, Hancock County and Somerset County.
- **Sec. 4. Effective date.** Those sections of this Act that amend the Maine Revised Statutes, Title 36, sections 4365 and 4381 take effect July 1, 2026.

27 SUMMARY

This bill requires the University of Maine System to locate, construct, equip and operate a college of medicine in Penobscot County. The college of medicine must include a rural health care course of study and clinic outreach to Aroostook, Penobscot, Piscatiquis, Washington, Waldo, Hancock and Somerset counties. The bill also increases the rate of tax on cigarettes and credits that increase to the University of Maine System for the location, construction, equipping and operation of a college of medicine. It also provides an effective date of July 1, 2026 for the provisions regarding the increased tax and its use.