



# 125th MAINE LEGISLATURE

LD 1809

LR 2740(02)

## An Act To Apply the Sales Tax on Camper Trailers and Motor Homes Purchased for Rental in the Same Manner as on Automobiles Purchased for Rental

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

### Fiscal Note

	FY 2011-12	FY 2012-13	Projections FY 2013-14	Projections FY 2014-15
<b>Net Cost (Savings)</b>				
General Fund	\$0	\$55,465	\$111,824	\$100,641
<b>Revenue</b>				
General Fund	\$0	(\$55,465)	(\$111,824)	(\$100,641)
Other Special Revenue Funds	\$0	(\$2,919)	(\$5,885)	(\$5,297)

#### Fiscal Detail and Notes

The bill provides that camper trailers and motor homes purchased for rental after October 1, 2012 will not be subject to sales tax at the time of purchase. Instead, the rental of such a vehicle shall be considered to be a taxable service. These changes will reduce General Fund receipts by \$55,465 in FY 2012-13 and will reduce revenue sharing by \$2,919 in that year. General Fund revenue reductions will increase to an estimated \$111,824 in FY 2013-14, but losses will begin diminishing in FY 2014-15 as more rentals become subject to sales tax.