



129th MAINE LEGISLATURE

LD 241

LR 1682(02)

An Act To Adjust the Personal Property Tax Exemption for Farm Machinery

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

Fiscal Note

	FY 2019-20	FY 2020-21	Projections FY 2021-22	Projections FY 2022-23
Net Cost (Savings)				
General Fund	\$0	\$17,500	\$525,000	\$525,000
Appropriations/Allocations				
General Fund	\$0	\$17,500	\$525,000	\$525,000

Fiscal Detail and Notes

This bill increases the property tax exemption for farm machinery from \$10,000 to \$45,000 and provides for 100% reimbursement to municipalities of the property tax loss. The bill includes a one-time General Fund appropriation of \$17,500 in fiscal year 2020-21 to the Department of Administrative and Financial Services to reimburse municipalities for costs associated with increasing this property tax exemption. The Department will require annual General Fund appropriations of \$525,000 beginning in fiscal year 2021-22 to reimburse municipalities 100% of the property tax loss.