



# 129th MAINE LEGISLATURE

LD 1452

LR 449(02)

## An Act Regarding the Collection of the Sales and Use Tax by Marketplace Facilitators

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

### Fiscal Note

|                                   | FY 2019-20     | FY 2020-21     | Projections<br>FY 2021-22 | Projections<br>FY 2022-23 |
|-----------------------------------|----------------|----------------|---------------------------|---------------------------|
| <b>Net Cost (Savings)</b>         |                |                |                           |                           |
| General Fund                      | (\$12,410,000) | (\$16,620,000) | (\$17,084,281)            | (\$17,944,240)            |
| <b>Appropriations/Allocations</b> |                |                |                           |                           |
| General Fund                      | \$0            | \$0            | \$115,719                 | \$115,760                 |
| <b>Revenue</b>                    |                |                |                           |                           |
| General Fund                      | \$12,410,000   | \$16,620,000   | \$17,200,000              | \$18,060,000              |
| Other Special Revenue Funds       | \$650,000      | \$870,000      | \$910,000                 | \$950,000                 |

#### Fiscal Detail and Notes

This bill creates a process that ensures marketplace facilitators collect and remit sales tax on sales of property and services facilitated on its marketplace and would result in an increase in General Fund revenue of \$12,410,000 in fiscal year 2019-20 and \$16,620,000 in fiscal year 2020-21. It would also result in an increase in Local Government Fund revenue of \$650,000 in fiscal year 2019-20 and \$870,000 in fiscal year 2020-21. The Department of Administrative and Financial Services will require an ongoing General Fund appropriation of \$115,719 for one Revenue Agent position beginning in fiscal year 2021-22 when audits of marketplace facilitators will begin .