



129th MAINE LEGISLATURE

LD 162

LR 167(03)

An Act To Eliminate the State Income Tax on Maine Public Employees Retirement System Pensions

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	\$7,037,250	\$13,015,000	\$18,430,000
Appropriations/Allocations				
General Fund	\$0	\$11,000	\$0	\$0
Revenue				
General Fund	\$0	(\$7,026,250)	(\$13,015,000)	(\$18,430,000)
Other Special Revenue Funds	\$0	(\$273,750)	(\$685,000)	(\$970,000)

Fiscal Detail and Notes

The bill creates an income tax deduction for civil service retirement plan benefits and will reduce General Fund revenue by \$7,026,250 in fiscal year 2020-21 and reduce Local Government Fund revenue by \$273,750 in fiscal year 2020-21. The bill includes a one-time General Fund appropriation to the Department of Administrative and Financial Services of \$11,000 in fiscal year 2020-21 for computer programming costs to add an additional line to the individual income tax form.