



130th MAINE LEGISLATURE

LD 1062

LR 486(01)

An Act To Phase Out the Insurance Premium Tax on Annuities

Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Rep. Cloutier of Lewiston

Committee: Taxation

Fiscal Note Required: Yes

Preliminary Fiscal Impact Statement

	FY 2021-22	FY 2022-23	Projections FY 2023-24	Projections FY 2024-25
Net Cost (Savings)				
General Fund	\$303,000	\$800,000	\$1,380,000	\$1,970,000
Appropriations/Allocations				
General Fund	\$33,000	\$0	\$0	\$0
Revenue				
General Fund	(\$270,000)	(\$800,000)	(\$1,380,000)	(\$1,970,000)

Fiscal Detail and Notes

The bill phases out the insurance premium tax on annuities over 10 years and would result in a reduction in General Fund revenue of \$270,000 in fiscal year 2021-22 and \$800,000 in fiscal year 2022-23. The Department of Administrative and Financial Services would require a one-time General Fund appropriation of \$33,000 in fiscal year 2021-22 for computer programming costs for phasing out the insurance premium tax on annuities.