



130th MAINE LEGISLATURE

LD 1381

LR 1145(02)

An Act To Establish a Sales Tax Holiday To Help Maine Businesses Affected by the COVID-19 Pandemic

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

Fiscal Note

	FY 2021-22	FY 2022-23	Projections FY 2023-24	Projections FY 2024-25
Net Cost (Savings)				
General Fund	\$14,777,625	\$15,298,750	\$15,848,000	\$16,242,500
Revenue				
General Fund	(\$14,777,625)	(\$15,298,750)	(\$15,848,000)	(\$16,242,500)
Other Special Revenue Funds	(\$560,375)	(\$369,250)	(\$602,000)	(\$609,500)

Fiscal Detail and Notes

The bill provides for a sales tax holiday weekend and will result in a reduction in General Fund revenue of \$14,777,625 in fiscal year 2021-22 and \$15,298,750 in fiscal year 2022-23. It will also result in a reduction in Local Government Fund revenue of \$576,375 in fiscal year 2021-22 and \$605,250 in fiscal year 2022-23. The bill will reduce revenue (negative revenue transfers) to the Adult Use Marijuana Public Health and Safety Fund by 16,000 in fiscal year 2021-22 and \$22,000 in fiscal year 2022-23 and reduce revenue to the Tourism Marketing Promotion Fund by \$214,000 in fiscal year 2022-23. Additional costs to the Department of Administrative and Financial Services associated with educating retailers on the sales tax holiday can be absorbed within existing budgeted resources.