



# 131st MAINE LEGISLATURE

LD 66

LR 250(02)

## An Act to Prohibit the Taxation of Drinking Water

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

### Fiscal Note

	FY 2023-24	FY 2024-25	Projections FY 2025-26	Projections FY 2026-27
<b>Net Cost (Savings)</b>				
General Fund	\$2,187,850	\$5,332,350	\$5,459,650	\$5,650,600
<b>Revenue</b>				
General Fund	(\$2,187,850)	(\$5,332,350)	(\$5,459,650)	(\$5,650,600)
Other Special Revenue Funds	(\$115,150)	(\$280,650)	(\$287,350)	(\$297,400)

### Fiscal Detail and Notes

This bill provides that bottled water is exempt from sales tax as a grocery staple. Assuming an effective date of January 1, 2024, it will reduce General Fund revenue by \$2,187,850 in fiscal year 2023-24 and \$5,332,350 in fiscal year 2024-25. It will also reduce Local Government Fund revenue by \$115,150 in fiscal year 2023-24 and \$280,650 in fiscal year 2024-25.