



131st MAINE LEGISLATURE

LD 541

LR 1108(02)

An Act to Create Parity in the Taxation of Medicine

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
Net Cost (Savings)				
General Fund	\$5,472,120	\$11,614,700	\$9,985,450	\$8,698,200
Appropriations/Allocations				
General Fund	\$53,320	\$0	\$0	\$0
Revenue				
General Fund	(\$5,418,800)	(\$11,614,700)	(\$9,985,450)	(\$8,698,200)
Other Special Revenue Funds	(\$285,200)	(\$611,300)	(\$525,550)	(\$457,800)

Fiscal Detail and Notes

This bill adds medical cannabis to the sales tax exemption that applies to medicines sold on a doctor's prescription effective January 1, 2024. It will reduce General Fund revenue by \$5,418,800 in fiscal year 2023-24 and \$11,614,700 in fiscal year 2024-25. It will also reduce Local Government Fund revenue by \$285,200 in fiscal year 2023-24 and \$611,300 in fiscal year 2024-25.

The bill includes a one-time General Fund appropriation to the Department of Administrative and Financial Services of \$53,320 in fiscal year 2023-24 for computer programming costs.