



131st MAINE LEGISLATURE

LD 1755

LR 1462(02)

An Act to Exempt All Youth Development Nonprofit Organizations from Sales Tax and the Service Provider Tax

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	\$83,480	\$164,350	\$169,100	\$173,850
Appropriations/Allocations				
General Fund	\$3,680	\$0	\$0	\$0
Revenue				
General Fund	(\$79,800)	(\$164,350)	(\$169,100)	(\$173,850)
Other Special Revenue Funds	(\$4,200)	(\$8,650)	(\$8,900)	(\$9,150)

Fiscal Detail and Notes

This bill provides a sales and service provider tax exemption for sales on or after January 1, 2024 to nonprofit youth organizations exempt from taxation under Section 501(c)(3) of the United States Internal Revenue Code. It will reduce General Fund revenue by \$79,800 in fiscal year 2023-24 and \$164,350 in fiscal year 2024-25. It will also reduce Local Government Fund revenue by \$4,200 in fiscal year 2023-24 and \$8,650 in fiscal year 2024-25.

The bill includes a one-time General Fund appropriation of \$3,680 in fiscal year 2023-24 to the Department of Administrative and Financial Services, Bureau of Revenue Services for administrative costs associated with implementing the tax exemption.