

**132nd MAINE LEGISLATURE****LD 140****LR 354(02)****An Act to Incrementally Increase the Homestead Property Tax Exemption****Fiscal Note for Bill as Amended by Committee Amendment " "****Committee: Taxation****Fiscal Note Required: Yes**

Fiscal Note

	FY 2025-26	FY 2026-27	Projections FY 2027-28	Projections FY 2028-29
Net Cost (Savings)				
General Fund	\$47,640	\$14,025,000	\$33,120,000	\$52,790,000
Appropriations/Allocations				
General Fund	\$47,640	\$14,025,000	\$33,120,000	\$52,790,000

Fiscal Detail and Notes

This bill includes General Fund appropriations to the Bureau of Revenue Services within the Department of Financial and Administrative Services of \$47,640 in fiscal year 2025-26 and \$14,025,000 in fiscal year 2026-27 to provide funding for increased homestead property tax exemption reimbursements to municipalities starting with the property tax year beginning April 1, 2026 and to provide one-time funding for necessary computer programming costs. This bill increases the additional homestead property tax exemption amount by \$5,000 each year starting with the property tax year beginning April 1, 2026 until the additional homestead property tax exemption amount is \$50,000. In subsequent years, the additional homestead property tax exemption amount will be indexed to inflation.