

**132nd MAINE LEGISLATURE****LD 1077****LR 1538(02)****An Act to Exempt Drinking Water from Sales and Use Tax****Fiscal Note for Bill as Amended by Committee Amendment " "****Committee: Taxation****Fiscal Note Required: Yes**

---

---

**Fiscal Note**

	<b>FY 2025-26</b>	<b>FY 2026-27</b>	<b>Projections FY 2027-28</b>	<b>Projections FY 2028-29</b>
<b>Net Cost (Savings)</b>				
General Fund	\$2,424,000	\$5,913,000	\$6,118,000	\$6,348,000
<b>Revenue</b>				
General Fund	(\$2,424,000)	(\$5,913,000)	(\$6,118,000)	(\$6,348,000)
Other Special Revenue Funds	(\$101,000)	(\$310,000)	(\$321,000)	(\$333,000)

**Fiscal Detail and Notes**

This bill would result in a revenue decrease to the General Fund of \$2,424,000 in fiscal year 2025-26 and \$5,913,000 in fiscal year 2026-27 by providing sales and use tax exemptions on sales of bottled water effective January 1, 2026. The bill would also result in a revenue decrease to the Local Government Fund of \$101,000 in fiscal year 2025-26 and \$310,000 in fiscal year 2026-27.