

**132nd MAINE LEGISLATURE****LD 1574****LR 1169(02)****An Act to Amend the Credit for Educational Opportunity and Student Loan Repayment Tax Credit****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	\$0	\$0	\$5,414,780	\$7,989,500
Appropriations/Allocations				
General Fund	\$0	\$0	\$94,780	\$0
Revenue				
General Fund	\$0	\$0	(\$5,320,000)	(\$7,989,500)
Other Special Revenue Funds	\$0	\$0	(\$280,000)	(\$420,500)

Fiscal Detail and Notes

This bill would result in an ongoing revenue decrease to the General Fund of \$5,320,000 in fiscal year 2027-28, and increasing thereafter, in future biennias by allowing taxpayers to carry forward payments made in excess of the \$2,500 Student Loan Repayment Tax Credit limit beginning with tax years on or after January 1, 2026. The bill would also result in an ongoing revenue decrease to the Local Government Fund of \$280,000 in fiscal year 2027-28, and increasing thereafter, in future biennias.

The Bureau of Revenue Services within the Department of Administrative and Financial Services has estimated a one-time General Fund appropriation of \$94,780 in fiscal year 2027-28 would be necessary to fund computer programming costs associated with the provisions of this bill.