

**132nd MAINE LEGISLATURE****LD 1734****LR 2190(02)****An Act to Exempt Over-the-counter Medicines from the Sales and Use Tax****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	\$11,094,000	\$26,598,000	\$27,118,000	\$27,792,000
Revenue				
General Fund	(\$11,094,000)	(\$26,598,000)	(\$27,118,000)	(\$27,792,000)
Other Special Revenue Funds	(\$462,000)	(\$1,399,000)	(\$1,425,000)	(\$1,460,000)

Fiscal Detail and Notes

This bill includes a revenue decrease to the General Fund of \$11,094,000 in fiscal year 2025-26 and \$26,598,000 in fiscal year 2026-27 by exempting sales of over-the-counter medicines and drugs from sales and use tax effective January 1, 2026. The bill also includes a revenue decrease to the Local Government Fund of \$462,000 in fiscal year 2025-26 and \$1,399,000 in fiscal year 2026-27.