



Joint Testimony of the Independent Payroll Provider Association and The Payroll Group

Committee on Health Coverage, Insurance and Financial Services

In FAVOR of LD 2112

An Act to Replace the Money Transmitters Act

February 13, 2024

Senator Bailey, Representative Perry, and Distinguished Members of the Joint Standing Committee on Health Coverage, Insurance and Financial Services, I am Genevieve McDonald of Stonington. I am a Senior Policy Advisor at Preti Strategies and am submitting written testimony on behalf of the Independent Payroll Provider Association and The Payroll Group in support of **L.D., 2112 An Act to Replace the Money Transmitters Act.**

Under current Maine law, payroll processors are not money transmitters and are defined separately in statute. Payroll processing services are defined at 10 MRS 1495. Money transmitters are defined at 32 MRS 6102. The Independent Payroll Provider Association (IPPA) and The Payroll Group (TPG) appreciates the Bureau of Consumer Credit Protection's exemption of payroll processors in LD 2112 and supports its passage with this exemption in place. Thank you for your consideration

Independent Payroll Provider Association is a national association of privately held companies whose primary function is the preparation of payroll and payroll taxes for employers of all sizes.

The Payroll Group brings together independent payroll service providers from across the country to help reduce overhead costs, share success stories and develop common methods to better serve their payroll clients.