



# 125th MAINE LEGISLATURE

LD 847

LR 294(01)

## An Act To Increase the Amount of Deductible Business Expense Allowed for Property Placed in Service Beginning in 2011

### Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Sen. Bartlett, II of Cumberland

Committee: Taxation

Fiscal Note Required: Yes

### Preliminary Fiscal Impact Statement

	FY 2011-12	FY 2012-13	Projections FY 2013-14	Projections FY 2014-15
<b>Net Cost (Savings)</b>				
General Fund	\$5,723,097	\$1,532,916	(\$1,577,295)	(\$1,261,837)
<b>Revenue</b>				
General Fund	(\$5,723,097)	(\$1,532,916)	\$1,577,295	\$1,261,837
Other Special Revenue Funds	(\$301,216)	(\$80,680)	\$83,016	\$66,412

#### Fiscal Detail and Notes

Permitting businesses to claim business expense deductions for purchases to the same extent as permitted by federal law will reduce General Fund revenue and reduce revenue sharing in fiscal years 2011-12 and 2012-13. Beginning in fiscal year 2013-14, General Fund revenues will increase as well as revenue sharing owing to the smaller depreciation allowances that are anticipated to commence in that fiscal year.