



125th MAINE LEGISLATURE

LD 1205

LR 426(02)

An Act To Provide Economic Incentives to Businesses for the Collection of State Taxes

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

Fiscal Note

	FY 2011-12	FY 2012-13	Projections FY 2013-14	Projections FY 2014-15
Net Cost (Savings)				
General Fund	\$4,753,823	\$8,859,817	\$9,104,589	\$9,431,612
Appropriations/Allocations				
General Fund	\$10,000	\$0	\$0	\$0
Revenue				
General Fund	(\$4,743,823)	(\$8,859,817)	(\$9,104,589)	(\$9,431,612)
Other Special Revenue Funds	(\$263,546)	(\$570,382)	(\$653,444)	(\$677,545)

Fiscal Detail and Notes

Permitting retailers required to register under the sales and use tax law to deduct and retain up to 1% of the sales and use taxes that they collect for tax years beginning on or after January 1, 2012 will reduce General Fund revenue and reduce revenue sharing. This bill contains a one-time \$10,000 General Fund appropriation in fiscal year 2011-12 for Maine Revenue Services to modify the sales tax return, change computer programs, modify reporting systems and to monitor compliance.