



# 125th MAINE LEGISLATURE

LD 1216

LR 225(01)

## An Act To Impose an Excise Tax on the Extraction of Water for Bottling

### Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Rep. Boland of Sanford

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	(\$6,400,000)	(\$6,500,000)	(\$6,500,000)	(\$6,500,000)
<b>Appropriations/Allocations</b>				
General Fund	\$100,000	\$0	\$0	\$0
<b>Revenue</b>				
General Fund	\$6,500,000	\$6,500,000	\$6,500,000	\$6,500,000

#### Fiscal Detail and Notes

Imposing an excise tax of \$0.01 on the extraction of surface water or groundwater from springs or other underground sources on bottled water operators who package water for sale in containers of 5 gallons or less and who extract more than 1 million gallons in the preceding calendar year will increase revenues to the General Fund commencing in fiscal year 2011-12. Maine Revenue Services will require a one-time appropriation in fiscal year 2011-12 for programming and administrative functions related to the new excise tax.