



# 125th MAINE LEGISLATURE

LD 1610

LR 2305(07)

## An Act To Amend the Law Regarding the Sale of Wood Pellets

Fiscal Note for House Amendment " " to Committee Amendment "A"

Sponsor: Rep. Harmon of Palermo

Fiscal Note Required: Yes

### Fiscal Note

|                             | FY 2011-12 | FY 2012-13 | Projections<br>FY 2013-14 | Projections<br>FY 2014-15 |
|-----------------------------|------------|------------|---------------------------|---------------------------|
| <b>Net Cost (Savings)</b>   |            |            |                           |                           |
| General Fund                | \$13,063   | \$54,340   | \$56,514                  | \$58,775                  |
| <b>Revenue</b>              |            |            |                           |                           |
| General Fund                | (\$13,063) | (\$54,340) | (\$56,514)                | (\$58,775)                |
| Other Special Revenue Funds | (\$687)    | (\$2,860)  | (\$2,974)                 | (\$3,093)                 |

#### Fiscal Detail and Notes

The amendment expands the sales tax exemption provided under the bill by removing the limit on the amount of wood pellet purchases presumed to be for residential use. Maine Revenue Services estimates that this change would result in an incremental loss of General Fund revenue of \$13,063 in FY 2011-12 and \$54,340 in FY 2012-13. Revenue sharing would also be reduced in each year. The total reduction in General Fund revenue for the bill as amended is estimated to be \$17,813 in FY 2011-12 and \$74,100 in FY 2012-13.