



125th MAINE LEGISLATURE

LD 1809

LR 2740(01)

An Act To Apply the Sales Tax on Camper Trailers and Motor Homes Purchased for Rental in the Same Manner as on Automobiles Purchased for Rental

Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Rep. Volk of Scarborough

Committee: Taxation

Fiscal Note Required: Yes

Preliminary Fiscal Impact Statement

	FY 2011-12	FY 2012-13	Projections FY 2013-14	Projections FY 2014-15
Net Cost (Savings)				
General Fund	\$0	\$124,249	\$111,824	\$100,641
Revenue				
General Fund	\$0	(\$124,249)	(\$111,824)	(\$100,641)
Other Special Revenue Funds	\$0	(\$6,539)	(\$5,885)	(\$5,297)

Fiscal Detail and Notes

The bill provides that camper trailers and motor homes purchased for rental will not be subject to sales tax at the time of purchase. Instead, the rental of such a vehicle shall be considered to be a taxable service. These changes will reduce General Fund receipts by \$124,249 in FY 2012-13, and will reduce revenue sharing by \$6,539 in that year. Revenue reductions will continue over the following biennium, but the level of losses will reduce each year as more rentals become subject to sales tax.