



128th MAINE LEGISLATURE

LD 928

LR 426(02)

An Act Requiring a Dynamic Fiscal Analysis of Changes to Visual Media Production Tax Credits and Reimbursements

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

Fiscal Note

Contingent current biennium cost increase - General Fund

Fiscal Detail and Notes

The bill increases the reimbursement amount for certified production wages from 12% to 25%, increases the cap on the reimbursement of wages from \$50,000 to \$100,000 and provides a reimbursement of 20% of nonwage production expenses. The implementation of these changes is contingent upon the development and evaluation of a dynamic fiscal analysis that results in a positive fiscal impact on revenue. Reimbursement costs from this bill without taking into account additional revenue generated from the dynamic aspect of the activity is estimated to be \$750,000 to the General Fund in fiscal year 2018-19 and more than \$1,000,000 in subsequent years.

Additional costs to the Legislature's Office of Fiscal and Program Review, the Department of Economic and Community Development, the Department of Administrative and Financial Services and the University of Maine System can be absorbed within existing budgeted resources.