

**128th MAINE LEGISLATURE****LD 1765****LR 2635(01)****An Act To Provide a Source of Revenue To Preserve the Integrity of Maine's Transportation Infrastructure****Preliminary Fiscal Impact Statement for Original Bill****Sponsor: Rep. Parry of Arundel****Committee: Taxation****Fiscal Note Required: Yes****Preliminary Fiscal Impact Statement**

	FY 2017-18	FY 2018-19	Projections FY 2019-20	Projections FY 2020-21
Net Cost (Savings)				
General Fund	\$0	\$24,413,068	\$32,751,545	\$35,096,461
Highway Fund	\$0	(\$20,327,557)	(\$27,292,954)	(\$29,247,051)
Appropriations/Allocations				
General Fund	\$0	\$20,000	\$0	\$0
Other Special Revenue Funds	\$0	\$4,065,511	\$5,458,591	\$5,849,410
Revenue				
General Fund	\$0	(\$24,393,068)	(\$32,751,545)	(\$35,096,461)
Highway Fund	\$0	\$20,327,557	\$27,292,954	\$29,247,051
Other Special Revenue Funds	\$0	\$4,065,511	\$5,458,591	\$5,849,410

Fiscal Detail and Notes

The bill directs that 10% of the sales tax on transportation related items be deposited in the Highway Fund and would result in a reduction in General Fund revenue of \$20,327,557 in fiscal year 2018-19 and a corresponding increase in Highway Fund revenue. The bill also directs that 2% of the sales tax on these items be deposited in the Multimodal Transportation Fund within the Department of Transportation and would result in a reduction in General Fund revenue of \$4,065,511 in fiscal year 2018-19 and a corresponding increase in revenue to the Multimodal Transportation Fund. The net reduction to the General Fund from both provisions is \$24,393,068.

The Department of Administrative and Financial Services would require a one-time General Fund appropriation of \$20,000 for programming changes. The Department of Transportation would require an Other Special Revenue Funds allocation of \$4,065,511 in fiscal year 2018-19 in order to spend this new revenue.