



129th MAINE LEGISLATURE

LD 444

LR 165(01)

An Act To Fully Restore Revenue Sharing

Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Sen. Bellows of Kennebec

Committee: Taxation

Fiscal Note Required: Yes

Preliminary Fiscal Impact Statement

	FY 2018-19	FY 2019-20	FY 2020-21	Projections FY 2021-22	Projections FY 2022-23
Net Cost (Savings)					
General Fund	(\$8,323,521)	\$0	\$0	\$0	\$0
Revenue					
General Fund	\$8,323,521	\$0	\$0	\$0	\$0
Other Special Revenue Funds	\$8,323,521	\$0	\$0	\$0	\$0

Fiscal Detail and Notes

The bill increases the revenue sharing rate from 2% to 5% for the last 3 months of fiscal year 2018-19. It would result in a reduction in General Fund revenue of \$8,323,521 in fiscal year 2018-19 and a corresponding increase in Local Government Fund revenue of \$8,323,521 in fiscal year 2018-19. This analysis is based on the December 2018 revenue forecast and assumes that without a retroactivity clause the change would become effective June 1, 2019, impacting only the last month of revenue sharing. There would be no fiscal impact in the following years since current law already has revenue sharing returning to 5%.