



# 130th MAINE LEGISLATURE

LD 1382

LR 1686(02)

## An Act To Invest in Maine's Roads and Bridges

### Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

### Fiscal Note

|                                   | FY 2021-22     | FY 2022-23     | Projections<br>FY 2023-24 | Projections<br>FY 2024-25 |
|-----------------------------------|----------------|----------------|---------------------------|---------------------------|
| <b>Net Cost (Savings)</b>         |                |                |                           |                           |
| General Fund                      | \$52,739       | \$20,930       | (\$7,780)                 | (\$30,967)                |
| Highway Fund                      | (\$19,220,811) | (\$45,251,198) | (\$68,823,299)            | (\$87,841,881)            |
| <b>Appropriations/Allocations</b> |                |                |                           |                           |
| General Fund                      | \$76,000       | \$76,000       | \$76,000                  | \$76,000                  |
| <b>Revenue</b>                    |                |                |                           |                           |
| General Fund                      | \$23,261       | \$55,070       | \$83,780                  | \$106,967                 |
| Highway Fund                      | \$19,220,811   | \$45,251,198   | \$68,823,299              | \$87,841,881              |
| Other Special Revenue Funds       | \$1,965,928    | \$4,633,732    | \$7,047,922               | \$8,996,153               |

### Fiscal Detail and Notes

This bill increases the fuel tax rate by \$.12 per gallon over a 4 year period and will result in an increase in General Fund revenue of \$23,261 in fiscal year 2021-22 and \$55,070 in fiscal year 2022-23. It will also increase Highway Fund revenues by \$19,220,811 in fiscal year 2021-22 and \$45,251,198 in fiscal year 2022-23. Transcap revenues will increase by \$1,558,444 in fiscal 2021-22 and \$3,669,016 in fiscal year 2022-23. Other Special Revenue Funds revenue will increase by \$407,484 in fiscal year 2021-22 and \$964,716 in fiscal year 2022-23.

The bill includes a General Fund appropriation of \$76,000 in fiscal years 2021-22 and 2022-23 to the Department of Administrative and Financial Services for computer programming costs to update fuel tax returns and refund applications.

The bill also includes a fuel tax fairness credit for individuals with federal adjusted gross income lower than the federal poverty level. While the Department of Administrative and Financial Services expects this to reduce General Fund revenue, no estimate of the loss can be made at this time.