



131st MAINE LEGISLATURE

LD 695

LR 570(03)

An Act to Exempt Nonprofit Land Trusts from Sales Tax

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

Fiscal Note

	FY 2023-24	FY 2024-25	Projections FY 2025-26	Projections FY 2026-27
Net Cost (Savings)				
General Fund	\$0	\$0	\$771,721,945	\$2,187,563,353
Revenue				
General Fund	\$0	\$0	(\$771,721,945)	(\$2,187,563,353)
Other Special Revenue Funds	\$0	\$0	(\$42,046,533)	(\$133,124,543)

Fiscal Detail and Notes

Eliminating the sales and use tax for tax years on or after January 1, 2026 will reduce General Fund revenue by \$771,721,945 in fiscal year 2025-26 and \$2,187,563,353 in fiscal year 2026-27. The bill will also reduce distributions to Other Special Revenue Funds by \$42,046,533 in fiscal year 2025-26 and \$113,124,543 in fiscal year 2026-27.

The Department of Administrative and Financial Services is required to review the provisions of statute that relate to the sales and use tax and suggest legislation for elimination by January 15, 2025. Any suggested legislation may include funding of costs to implement the elimination of the sales and use tax over and above the loss of revenue shown above.