



# 127th MAINE LEGISLATURE

LD 644

LR 786(02)

## An Act To Exempt Annuity Considerations from Tax

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

### Fiscal Note

	FY 2015-16	FY 2016-17	Projections FY 2017-18	Projections FY 2018-19
<b>Net Cost (Savings)</b>				
General Fund	\$795,150	\$1,901,300	\$2,852,850	\$3,755,350
<b>Appropriations/Allocations</b>				
General Fund	\$0	\$33,600	\$0	\$0
<b>Revenue</b>				
General Fund	(\$795,150)	(\$1,867,700)	(\$2,852,850)	(\$3,755,350)
Other Special Revenue Funds	(\$41,850)	(\$98,300)	(\$150,150)	(\$197,650)

#### Fiscal Detail and Notes

This bill reduces the income tax on annuities by .5% each year until it becomes zero in 2019. It would reduce General Fund revenue by \$795,150 in fiscal year 2015-16 and \$1,867,700 in fiscal year 2016-17 and Local Government Fund revenue by \$41,850 in fiscal year 2015-16 and \$98,300 in fiscal year 2016-17. The bill includes a one-time General Fund appropriation of \$33,600 to the Department of Administrative and Financial Services for computer programming charges.