



128th MAINE LEGISLATURE

LD 290

LR 901(02)

An Act To Phase Out the Insurance Premium Tax on Annuities

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

Fiscal Note

	FY 2017-18	FY 2018-19	Projections FY 2019-20	Projections FY 2020-21
Net Cost (Savings)				
General Fund	\$1,031,000	\$2,528,000	\$4,103,000	\$5,678,000
Appropriations/Allocations				
General Fund	\$33,000	\$0	\$0	\$0
Revenue				
General Fund	(\$998,000)	(\$2,528,000)	(\$4,103,000)	(\$5,678,000)

Fiscal Detail and Notes

Phasing out the insurance premium tax over 4 years would result in a loss of General Fund revenue of \$998,000 in fiscal year 2017-18 and \$2,528,000 in fiscal year 2018-19. The bill includes a one-time General Fund appropriation to the Department of Administrative and Financial Services of \$33,000 in fiscal year 2017-18 to adjust the premium tax return to reflect updated rates for annuity premiums.