



130th MAINE LEGISLATURE

LD 1369

LR 1477(01)

An Act To Provide Stimulus for Economic Recovery by Enacting a 5 Percent Flat Income Tax

Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Rep. Andrews of Paris

Committee: Taxation

Fiscal Note Required: Yes

Preliminary Fiscal Impact Statement

	FY 2021-22	FY 2022-23	Projections FY 2023-24	Projections FY 2024-25
Net Cost (Savings)				
General Fund	\$643,748,875	\$489,681,500	\$505,552,000	\$531,278,000
Revenue				
General Fund	(\$643,748,875)	(\$489,681,500)	(\$505,552,000)	(\$531,278,000)
Other Special Revenue Funds	(\$25,081,125)	(\$19,078,500)	(\$26,608,000)	(\$27,962,000)

Fiscal Detail and Notes

The bill implements a 5% flat income tax rate and would result in a reduction in General Fund revenue of \$643,748,875 in fiscal year 2021-22 and \$489,681,500 in fiscal year 2022-23. It would also result in a reduction in Local Government Fund revenue of \$25,081,125 in fiscal year 2021-22 and \$19,078,500 in fiscal year 2022-23.