



126th MAINE LEGISLATURE

LD 65

LR 653(02)

An Act To Reduce the Income Tax on Capital Gains

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

Fiscal Note

	FY 2013-14	FY 2014-15	Projections FY 2015-16	Projections FY 2016-17
Net Cost (Savings)				
General Fund	\$46,481,750	\$43,443,500	\$48,375,900	\$52,424,800
Appropriations/Allocations				
General Fund	\$22,000	\$0	\$0	\$0
Revenue				
General Fund	(\$46,459,750)	(\$43,443,500)	(\$48,375,900)	(\$52,424,800)
Other Special Revenue Funds	(\$2,445,250)	(\$2,286,500)	(\$2,546,100)	(\$2,759,200)

Fiscal Detail and Notes

Exempting 50% of net long-term capital gains subject to federal income tax from Maine individual and fiduciary income tax will reduce General Fund revenue by an estimated \$46,459,750 in FY 2013-14 and \$43,443,500 in FY 2014-15. The exemption will also reduce Municipal Revenue Sharing by \$2,445,250 in FY 2013-14 and \$2,286,500 in FY 2014-15. This bill includes a General Fund appropriation of \$22,000 in FY 2013-14 to Maine Revenue Services for computer programming to accomodate these changes.