

126th MAINE LEGISLATURE

LD 979

LR 1624(01)

An Act To Exempt the Sale of the United States Flag from the Sales Tax

Preliminary Fiscal Impact Statement for Original Bill Sponsor: Rep. Short of Pittsfield Committee: Taxation Fiscal Note Required: Yes

Preliminary Fiscal Impact Statement

Current biennium revenue decrease - General Fund Current biennium revenue decrease - Other Special Revenue Funds

Fiscal Detail and Notes

Exempting the sale of the United States flag made entirely of cloth from the sales tax will reduce General Fund revenue and Municipal Revenue Sharing. A similar bill which did not make a distinction in the material of the flag that was introduced in the 124th Legislature had an estimated revenue loss of between \$400,000 to \$600,000. Due to the distinction in this bill, the revenue reduction could be lower.