

**Maine Revenue Services' - Office of Tax Policy - Recommendations to the Revenue Forecasting Committee**

|  | <u>FY2023</u> | <u>FY2024</u>  | <u>FY2025</u>  | <u>Biennium</u> | <u>FY2026</u>  | <u>FY2027</u>  | <u>Biennium</u> |
|--|---------------|----------------|----------------|-----------------|----------------|----------------|-----------------|
| <b>Sales &amp; Use Tax</b>                           | \$31,589,067  | \$29,136,905   | \$48,783,486   | \$77,920,391    | \$33,621,562   | \$28,647,019   | \$62,268,581    |
| <b>Service Provider Tax</b>                          | \$2,011,169   | \$361,939      | \$401,266      | \$763,205       | \$517,781      | \$639,042      | \$1,156,823     |
| <b>Individual Income Tax</b>                         | \$137,500,000 | \$3,500,000    | \$0            | \$3,500,000     | \$9,000,000    | (\$30,500,000) | (\$21,500,000)  |
| <b>Corporate Income Tax</b>                          | \$59,500,000  | (\$16,000,000) | (\$14,500,000) | (\$30,500,000)  | (\$14,000,000) | (\$19,000,000) | (\$33,000,000)  |
| <b>Estate Tax</b>                                    | (\$6,000,000) | \$1,700,000    | \$1,700,000    | \$3,400,000     | \$1,500,000    | \$1,400,000    | \$2,900,000     |
| <b>Real Estate Transfer Tax, General Fund</b>        | (\$3,537,046) | (\$3,111,560)  | (\$3,197,531)  | (\$6,309,091)   | (\$3,110,783)  | (\$2,893,029)  | (\$6,003,812)   |
| <b>Cigarette, Tobacco, and Cannabis Excise Taxes</b> | (\$1,074,963) | \$554,746      | \$746,675      | \$1,301,421     | \$1,004,471    | \$1,348,316    | \$2,352,787     |
| <b>Telecommunications Excise Tax</b>                 | \$425,000     | \$0            | \$0            | \$0             | \$0            | \$0            | \$0             |
| <b>Insurance Company Tax</b>                         | \$7,110,000   | \$7,690,000    | \$5,920,000    | \$13,610,000    | \$6,130,000    | \$6,350,000    | \$12,480,000    |
| <b>Container Fee</b>                                 | (\$1,200,000) | (\$500,000)    | (\$500,000)    | (\$1,000,000)   | (\$400,000)    | (\$400,000)    | (\$800,000)     |
| <b>Commercial Forestry Excise Tax</b>                | \$1,800,000   | \$0            | \$0            | \$0             | \$0            | \$0            | \$0             |
| <b>BETE Reimbursement</b>                            | (\$1,240,000) | (\$1,300,000)  | (\$1,500,000)  | (\$2,800,000)   | (\$1,500,000)  | (\$1,400,000)  | (\$2,900,000)   |
| <b>BETR Reimbursement</b>                            | \$500,000     | \$500,000      | \$500,000      | \$1,000,000     | \$0            | \$0            | \$0             |
| <b>Transfer to Clean Election Fund</b>               | (\$1,015)     | \$0            | \$0            | \$0             | \$0            | \$0            | \$0             |
| <b>Gas Tax</b>                                       | \$2,101,781   | \$785,783      | \$345,013      | \$1,130,796     | \$144,028      | \$58,476       | \$202,504       |
| <b>Special Fuel Tax</b>                              | (\$415,704)   | (\$1,450,273)  | (\$1,715,833)  | (\$3,166,107)   | (\$1,917,777)  | (\$2,090,601)  | (\$4,008,378)   |
| <b>Total Adjustments to Current Forecast</b>         | \$229,068,289 | \$21,867,538   | \$36,983,077   | \$58,850,616    | \$30,989,282   | (\$17,840,777) | \$13,148,505    |
| General Fund   | \$216,367,965 | \$22,055,892   | \$37,117,225   | \$59,173,117    | \$31,418,021   | (\$14,048,715) | \$17,369,305    |
| Local Government Fund                                | \$11,530,012  | \$849,942      | \$1,734,238    | \$2,584,180     | \$1,456,967    | (\$1,010,697)  | \$446,270       |
| Tourism Marketing Promotion Fund                     | (\$243,443)   | (\$97,451)     | (\$113,219)    | (\$210,671)     | \$247,605      | (\$263,552)    | (\$15,947)      |
| Adult Use Cannabis Public Health and Safety Fund     | (\$84,758)    | \$225,178      | \$150,579      | \$375,758       | \$145,423      | \$193,838      | \$339,262       |
| Multimodal Transportation Fund                       | (\$187,563)   | (\$501,532)    | (\$534,925)    | (\$1,036,457)   | (\$504,985)    | (\$679,526)    | (\$1,184,511)   |
| Highway Fund (Motor Fuel Taxes)                      | \$1,511,003   | (\$632,830)    | (\$1,275,989)  | (\$1,908,819)   | (\$1,644,050)  | (\$1,881,068)  | (\$3,525,118)   |
| Transcap Trust Fund                                  | \$122,513     | (\$51,310)     | (\$103,459)    | (\$154,769)     | (\$133,301)    | (\$152,519)    | (\$285,820)     |
| Other Gas Tax Distributions                          | \$52,560      | \$19,649       | \$8,628        | \$28,277        | \$3,602        | \$1,462        | \$5,064         |