

LD 1900  
LR 2209(2)  
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Amendment  
Review

LD 1900  
SOWTP  
LOTPA

Committee Amendment “ “ to LD 1900, An Act to Establish a Tax Credit for Employers  
Who Employ Persons Recovering from Substance Use Disorder

**FISCAL NOTE ONLY**

**Summary**

This amendment attaches the fiscal note.



# 131st MAINE LEGISLATURE

LD 1900

LR 2209(01)

## An Act to Establish a Tax Credit for Employers Who Employ Persons Recovering from Substance Use Disorder

Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Sen. Brakey of Androscoggin

Committee: Taxation

Fiscal Note Required: Yes

### Preliminary Fiscal Impact Statement

	FY 2023-24	FY 2024-25	Projections FY 2025-26	Projections FY 2026-27
<b>Net Cost (Savings)</b>				
General Fund	\$0	\$132,084	\$152,673	\$162,076
<b>Appropriations/Allocations</b>				
General Fund	\$0	\$132,084	\$133,673	\$138,326
<b>Revenue</b>				
General Fund	\$0	\$0	(\$19,000)	(\$23,750)
Other Special Revenue Funds	\$0	\$0	(\$1,000)	(\$1,250)

#### Fiscal Detail and Notes

This bill establishes a tax credit for employers who employ persons recovering from substance use disorder. It will reduce General Fund revenue by \$19,100 in fiscal year 2024-25 and \$23,750 in fiscal year 2025-26. It will also reduce Local Government Fund revenue by \$1,000 in fiscal year 2024-25 and \$1,250 in fiscal year 2025-26.

The Department of Administrative and Financial Services, Bureau of Revenue Services will require ongoing General Fund appropriations of \$99,084 in fiscal year 2024-25 and \$133,673 in fiscal year 2025-26 for one Tax Examiner position beginning October 1, 2024 to verify applications, issue certificates and validate tax credits claimed. The bureau will also require a one-time appropriation of \$33,000 in fiscal year 2024-25 for programming costs to implement changes to income tax returns.

Any additional costs to the Department of Health and Human Services to implement the provisions of this bill are expected to be minor and can be absorbed within existing budgeted resources.

Sec. Appropriations and allocations.

The following appropriations and allocations are made.

**ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF**

**Revenue Services, Bureau of 0002**

Initiative: Provides one-time funding for programming costs to add an additional line to the individual, fiduciary and corporate income tax returns.

GENERAL FUND	2023-24	2024-25
All Other	\$0	\$33,000
GENERAL FUND TOTAL	<u>\$0</u>	<u>\$33,000</u>

**Revenue Services, Bureau of 0002**

Initiative: Establishes one Tax Examiner position, effective October 1, 2024, to verify applications, issue certificates and validate tax credits claimed.

GENERAL FUND	2023-24	2024-25
POSITIONS - LEGISLATIVE COUNT	0.000	1.000
Personal Services	\$0	\$93,266
All Other	\$0	\$5,818
GENERAL FUND TOTAL	<u>\$0</u>	<u>\$99,084</u>

**ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF  
DEPARTMENT TOTALS**

	2023-24	2024-25
GENERAL FUND	\$0	\$132,084
DEPARTMENT TOTAL - ALL FUNDS	<u>\$0</u>	<u>\$132,084</u>