



125th MAINE LEGISLATURE

LD 140

LR 695(02)

An Act To Eliminate the Restriction on Net Operating Loss Carry-forwards

Fiscal Note for Bill as Amended by Committee Amendment " "**Committee: Taxation****Fiscal Note Required: Yes**

Fiscal Note

	FY 2011-12	FY 2012-13	Projections FY 2013-14	Projections FY 2014-15
Net Cost (Savings)				
General Fund	\$7,467,000	\$1,140,000	(\$1,083,000)	(\$1,710,000)
Revenue				
General Fund	(\$7,467,000)	(\$1,140,000)	\$1,083,000	\$1,710,000
Other Special Revenue Funds	(\$393,000)	(\$60,000)	\$57,000	\$90,000

Fiscal Detail and Notes

Eliminating the restriction on net operating loss carry-forwards (NOLs) for both individual taxpayers and corporations allows individuals to deduct NOLs for the purposes of computing Maine income tax. This bill reduces General Fund revenue and reduces revenue sharing in the present biennium in both fiscal years 2011-12 and 2012-13, but increases General Fund revenue and revenue sharing in the following biennium.