



127th MAINE LEGISLATURE

LD 1530

LR 2496(02)

An Act To Exempt MaineCare Appendix C Private Nonmedical Institutions from the Service Provider Tax

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

Fiscal Note

	FY 2015-16	FY 2016-17	Projections FY 2017-18	Projections FY 2018-19
Net Cost (Savings)				
General Fund	\$0	\$6,686,027	\$8,029,188	\$8,029,188
Appropriations/Allocations				
General Fund	\$0	\$6,686,027	\$8,029,188	\$8,029,188
Federal Expenditures Fund	\$0	(\$1,863,314)	(\$2,241,932)	(\$2,241,932)
Other Special Revenue Funds	\$0	(\$8,083,333)	(\$9,700,000)	(\$9,700,000)
Revenue				
Federal Expenditures Fund	\$0	(\$1,863,314)	(\$2,241,932)	(\$2,241,932)
Other Special Revenue Funds	\$0	(\$8,083,333)	(\$9,700,000)	(\$9,700,000)

Fiscal Detail and Notes

The repeal of the service provider tax will reduce Other Special Revenue Funds revenue to the Medical Care - Payments to Providers program at the Department of Health and Human Services by \$8,083,333 in fiscal year 2016-17. The bill includes a net General Fund appropriation to that program at DHHS of \$6,686,027 in fiscal year 2016-17 to partially offset the lost revenue. The remaining \$1,397,306 will no longer be needed because of a reduction in the reimbursement rate under MaineCare Benefits Manual, Chapters II and III, Section 97, Appendix C private non-medical institutions. Federal Expenditures Fund allocations are reduced for the lower FMAP match.