



129th MAINE LEGISLATURE

LD 72

LR 296(01)

An Act To Provide an Income Tax Exemption for Military Pay without Regard to Where the Military Service Was Performed

Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Sen. Dill of Penobscot

Committee: Taxation

Fiscal Note Required: Yes

Preliminary Fiscal Impact Statement

	FY 2019-20	FY 2020-21	Projections FY 2021-22	Projections FY 2022-23
Net Cost (Savings)				
General Fund	\$190,000	\$190,000	\$190,000	\$190,000
Revenue				
General Fund	(\$190,000)	(\$190,000)	(\$190,000)	(\$190,000)
Other Special Revenue Funds	(\$10,000)	(\$10,000)	(\$10,000)	(\$10,000)

Fiscal Detail and Notes

This bill provides an income tax exemption for military compensation for active duty service by members of the Armed Forces of the United States, including reserve components, when that service is performed within the State. This exemption will reduce General Fund revenue annually by \$190,000 and reduce Other Special Revenue Funds revenue annually by \$10,000 beginning in fiscal year 2019-20.