



# 131st MAINE LEGISLATURE

LD 1852

LR 1798(02)

## An Act to Eliminate the Lodging Tax on Campground Sites and Revert to Using the Current Sales Tax

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Taxation

Fiscal Note Required: Yes

### Fiscal Note

	FY 2023-24	FY 2024-25	Projections FY 2025-26	Projections FY 2026-27
<b>Net Cost (Savings)</b>				
General Fund	\$1,265,400	\$2,694,500	\$2,530,600	\$2,595,800
<b>Appropriations/Allocations</b>				
Other Special Revenue Funds	\$0	(\$146,000)	(\$365,000)	(\$372,000)
<b>Revenue</b>				
General Fund	(\$1,265,400)	(\$2,694,500)	(\$2,530,600)	(\$2,595,800)
Other Special Revenue Funds	(\$66,600)	(\$295,500)	(\$517,400)	(\$528,200)

#### Fiscal Detail and Notes

Reducing the sales tax on rentals of recreational vehicles and sites for tents and recreational vehicles from 9% to 5.5% effective October 1, 2023 will reduce General Fund revenue by \$1,265,400 in fiscal year 2023-24 and \$2,694,500 in fiscal year 2024-25. It will also reduce Local Government Fund revenue by \$66,600 in fiscal year 2023-24 and \$149,500 in fiscal year 2024-25 and reduce the amount of revenue received in the Tourism Marketing Promotion Fund by approximately \$146,000 in fiscal year 2024-25.

This bill includes a corresponding Other Special Revenue Funds deallocation to the Office of Tourism within the Department of Economic and Community Development to reflect the reduction in revenue.