

MAINE STATE LEGISLATURE

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Date: 4/8/26

(Filing No. H-1017)

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STATE OF MAINE
HOUSE OF REPRESENTATIVES
132ND LEGISLATURE
SECOND REGULAR SESSION

HOUSE AMENDMENT "K" to COMMITTEE AMENDMENT "A" to H.P. 1491, L.D. 2212, "An Act Making Supplemental Appropriations and Allocations from the General Fund and Other Funds for the Expenditures of State Government and Changing Certain Provisions of the Law Necessary to the Proper Operations of State Government for the Fiscal Years Ending June 30, 2026 and June 30, 2027"

Amend the amendment by inserting after Part HHHH the following:

PART III

Sec. III-1. 36 MRSA §5122, sub-§2, ¶BBB is enacted to read:

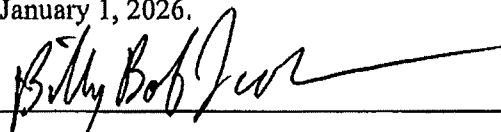
BBB. For tax years beginning on or after January 1, 2026, an amount equal to the federal deduction claimed by the taxpayer under the Code, Section 224 with respect to qualified tips. As used in this paragraph, "qualified tips" has the same meaning as in the Code, Section 224(d)(1).

Amend the amendment by relettering or renumbering any nonconsecutive Part letter or section number to read consecutively.

SUMMARY

This amendment conforms with the so-called federal One Big Beautiful Bill to exempt from Maine individual income tax income earned as qualified tip income for tax years beginning on or after January 1, 2026.

SPONSORED BY:



(Representative FAULKINGHAM, B.)

TOWN: Winter Harbor

FISCAL NOTE REQUIRED
(See attached)



132nd MAINE LEGISLATURE

LD 2212

LR 3049(28)

An Act Making Supplemental Appropriations and Allocations from the General Fund and Other Funds for the Expenditures of State Government and Changing Certain Provisions of the Law Necessary to the Proper Operations of State Government for the Fiscal Years Ending June 30, 2026 and June 30, 2027

Fiscal Note for House Amendment "K" to Committee Amendment "A" (H-1017)

Sponsor: Rep. Faulkingham of Winter Harbor

Fiscal Note Required: Yes

Fiscal Note

	FY 2025-26	FY 2026-27	Projections FY 2027-28	Projections FY 2028-29
Net Cost (Savings)				
General Fund	\$0	\$12,416,500	\$9,262,500	\$9,633,000
Revenue				
General Fund	\$0	(\$12,416,500)	(\$9,262,500)	(\$9,633,000)
Other Special Revenue Funds	\$0	(\$653,500)	(\$487,500)	(\$507,000)

Fiscal Detail and Notes

This amendment reduces General Fund revenue as a result of conformity on a deduction for tip income received for certain employees. A balanced budget is not maintained.