



131st MAINE LEGISLATURE

SECOND REGULAR SESSION-2024

Legislative Document	No. 2249

S.P. 969

In Senate, March 5, 2024

An Act to Protect the Fund for a Healthy Maine

Reported by Senator BALDACCI of Penobscot for the the Joint Standing Committee on Health and Human Services pursuant to Resolve 2023, chapter 100, section 7. Reference to the Committee on Health and Human Services suggested and ordered printed pursuant to Joint Rule 218.

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DAREK M. GRANT Secretary of the Senate

1	Be it enacted by the People of the State of Maine as follows:
2 3	Sec. 1. 22 MRSA §1511, sub-§2, as enacted by PL 1999, c. 401, Pt. V, §1, is amended to read:
4	2. Sources of fund. The State Controller shall credit to the fund:
5 6 7	A. All money received by the State in settlement of or in relation to the lawsuit State of Maine v. Philip Morris, et al., Kennebec County Superior Court, Docket No. CV-97-134;
8 9	B. Money from any other source, whether public or private, designated for deposit into or credited to the fund; and
10	C. Interest earned or other investment income on balances in the fund-;
11	D. Money received from the cigarette tax pursuant to Title 36, section 4381; and
12	E. Money received from the tax on tobacco products pursuant to Title 36, section 4403.
13	Sec. 2. 36 MRSA §4381 is amended to read:
14	§4381. Tax credited to General Fund <u>Application of cigarette tax revenue</u>
15 16	The revenue derived from the tax imposed by this chapter shall <u>must</u> be credited to the General Fund of the State. <u>applied as follows:</u>
17 18 19 20	1. Fund for a Healthy Maine. To the extent that the funds described in Title 22, section 1511, subsection 2, paragraphs A to C are insufficient to cover budgeted allocations for the purposes described in Title 22, section 1511, subsection 6, revenue must be credited to the Fund for a Healthy Maine established by Title 22, section 1511; and
21 22	2. General Fund. The balance of revenue after the credit made under subsection 1 must be credited to the General Fund.
23	Sec. 3. 36 MRSA §4403, sub-§6 is enacted to read:
24 25	<u>6. Application of revenue.</u> The revenue derived from the tax imposed by this section must be applied as follows:
26 27 28 29	A. To the extent that the funds described in Title 22, section 1511, subsection 2, paragraphs A to D are insufficient to cover budgeted allocations for the purposes described in Title 22, section 1511, subsection 6, revenue must be credited to the Fund for a Healthy Maine established by Title 22, section 1511; and
30 31	B. The balance of revenue after the credit made under paragraph A must be credited to the General Fund.
32	SUMMARY
33 34 35 36 37 38 39	This bill, which is reported out by the Joint Standing Committee on Health and Human Services pursuant to Resolve 2023, chapter 100, section 7, directs funds from the cigarette tax and the tobacco products tax to the Fund for a Healthy Maine. Under the bill, tax revenue from the cigarette tax is applied to the Fund for a Healthy Maine only if Master Settlement Agreement funds and other sources are insufficient to cover budgeted allocations, and the tobacco products tax revenue is applied to the Fund for a Healthy Maine only if Master Settlement tax revenue is insufficient to cover any remaining budgeted allocations.