Funding in LD 2247 (PL 2007, c. 629)

| FY'09 | | FY'10 | |
|----------|--------------------------|----------|--|
| \$33.0 M | 1.8% surcharge on claims | \$37.0 M | |
| 7.5 | Beer and Wine excise tax | 8.2 | |
| 9.2 | Soda syrup excise tax | 11.6 | |
| 5.0 | Fund for Healthy Maine | 5.0 | |
| 3.6 | Working capital advance | 0.0 | |
| \$58 0 M | | \$61.8 M | |

Results in approximately a 3¢ increase per 12 ox. Can of beer, a 6¢ increase per bottle of wine, and 7¢ per 20 oz. soda

Notes

- These funds are pooled and support BOTH the reinsurance plan that brings rate relief to the 40,000 people in the individual market and allows about 18,000 people, including MaineCare parents, to continue coverage.
- FY'09 all funds to Dirigo to transition out of SOP; FY'10 and on-going 18.8% to reinsurance program (approx. \$11.6 M for Reinsurance, \$50.2 M for Dirigo).
- Revenue projections for FY'09 are not based on full year due to effective date of law.
- Tax applies to beer manufacturers that produce more than 100,000 gallons/yr (increases tax from 25¢/gal to 54¢/gal), and vintners who produce more than 20,000 gallon/yr (increases tax from 30¢/gal to 65¢/gal).
- These are excise taxes imposed at distributor or manufacturer level.