

H.272 Current Use and Technical Tax Changes

FY 2016 Revenue Change

Sec #	Brief Provision Description	GF	EF	SF
Administrative Provisions				
1	Eliminates report from manufacturers and distributors of malt and vinous beverages		N/A	
2 & 35	Repeals PVR responsibility for mapping and transfers to VCGI		N/A	
3	Allows ANR to share proprietary info with		N/A	
4	Removes Tax from statutory distribution of municipal annual report		N/A	
5	Allows director of PVR to certify additional courses for lister training		N/A	
Current Use				
6	The LUCT is 10% of a whole parcel, and 10% of the FMV of a portion. Munis receive the lesser of 1/2 of the tax paid or \$2K. Technical correction to file lien rather than application at the land records.	In out years, the LUCT would yield an estimated \$2.6 - \$3.0 million annually, approximately three times the current law amount.		
6a	Beginning in FY17, LUCT 3/4 to EF and 1/4 to GF	No FY16 impact, FY17 negligible		
7 & 8	Portions of parcels are now valued at FMV, and local assessors no longer rely on sales info from PVR Director		N/A	
9	Management activity report clarification and notice period		N/A	
10	Ability for landowners to withdraw land between 7/1/15 and 10/1/15 "easy out"	FY17 \$500K GF	FY16 \$900K EF	
11	Establishes a study committee to examine reimbursements to municipalities		N/A	
12	Requires PVR to publish Guidance on how to assess land subject to a conservation easement and land subject to use value appraisal by April 15, 2016.		N/A	
Statewide Education Tax				
13	Homestead Property must be owned on April 1 and not leased more than 183 days		- Minimal EF	
14	Extends the property tax exemption for qualified housing 10 additional years		(\$744K) EF	
Tax Increment Financing Districts				
15	Technical TIF changes on reporting requirements and dates		N/A	
16	Allows TIFs to exclude special assessments from the municipal increment		N/A	
Income Taxes				
17	Annual update to IRS code		N/A	
18	Mirrors federal withholding rather than a VT specific rule		N/A	
19	Requires trusts and estates to make estimated payments		N/A	
Downtown Tax Credits				
20	Expands credit for "qualified code technology improvements"	No additional cost, these fall under the existing cap and may increase pressure/competition for credits		
21	Limits the new elevator credit to \$40,000			
Cigarette Tax				
22 - 35	Amends sections to conform with changes made in Act 14 of 2013 (definitional changes, redundant terms etc)		N/A	
Corporation Taxes				
36	Administrative provisions (interest, penalty, appeal and collection) to franchise taxes		N/A	
Meals and Rooms Tax				
37	Interest on M&R tax refund begins from 45 days after refund request	Negligible GF		
Repeals and Effective Dates				
38	Prohibits the sale of lottery products in bars and restaurants	Additional revenue from these sources not included in the January forecast.		
39	Repeals PVR responsibility for mapping (see Section 2 also)		N/A	
40	Effective Dates		N/A	

FY17
on -
3/4 to EF
1/4 to GF
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