S.127

Introduced by Senator Illuzzi

Referred to Committee on

Date:

Subject: Taxation; statewide education property tax; income sensitivity adjustment; renter rebate

Statement of purpose: This bill proposes to allow a taxpayer to claim a renter rebate for portions of a taxable year.

An act relating to allowing a taxpayer to claim a renter rebate for a portion of a taxable year

It is hereby enacted by the General Assembly of the State of Vermont:

Sec. 1. 32 V.S.A. § 6062(a) is amended to read:

(a) In the case of a renter credit claim based solely on allocable rent, the claimant ~~shall have rented property during the entire taxable year; provided, however, a claimant who owned a homestead which was sold in the taxable year prior to April 1~~ may ~~file~~ claim a renter credit ~~claim~~ only for the portion of the taxable year that he or she rented property. If two or more individuals of a household are able to meet the qualifications for a claimant hereunder, they may determine among them who the claimant shall be. Any disagreement

under this subsection shall be referred to the commissioner and his or her decision shall be final.

Sec. 2. 32 V.S.A. § 6066(b) is amended to read:

(b) An eligible claimant who rented the homestead ~~on the last day~~ for any portion of the taxable year, whose household income does not exceed $47,000.00, and who submits a certificate of allocable rent shall be entitled to a credit against the claimant's tax liability under chapter 151 of this title. The credit shall be equal to the amount by which the allocable rent upon the claimant's housesite exceeds a percentage of the claimant's household income for the taxable year, but in no event shall the credit exceed the amount of allocable rent. The credit shall be calculated as follows:

If household income (rounded to dollar) is:	then the taxpayer is the nearest entitled to credit for allocable rent paid in excess of this percent of that income:
$0 – 9,999.00	2.0
$10,000.00 – 24,999.00	4.5
$25,000.00 – 47,000.00	5.0

~~In no event shall the credit exceed the amount of the allocable rent.~~

Sec. 3. EFFECTIVE DATE

This act shall take effect on January 1, 2013, and apply to claims made for taxable year 2013 and after.