

1 H.383

2 Introduced by Representative Smith of New Haven

3 Referred to Committee on

4 Date:

5 Subject: Taxation; property taxes; appraisal value

6 Statement of purpose of bill as introduced: This bill proposes to freeze the
7 appraisal value of property owned by taxpayers 65 years of age and older until
8 subsequent transfer.

9 An act relating to freezing appraisal values for taxpayers 65 years of age
10 and older until subsequent transfer

11 Sec. 1. 32 V.S.A. § 5404 is amended to read:

12 § 5404. DETERMINATION OF EDUCATION PROPERTY TAX GRAND
13 LIST

14 (a) Municipalities shall determine the education property tax grand list by
15 calculating one percent of the listed value of nonresidential and homestead real
16 property as provided in this section. The listed value of all nonresidential and
17 homestead real property in a municipality shall be its fair market value, its
18 value established under a stabilization agreement described in section 5404a of
19 this title, or the use value of property enrolled in a use value program under
20 chapter 124 of this title. If a homestead is located on a parcel of greater than

1 two acres, the entire parcel shall be appraised at fair market value; the
2 housesite shall then be appraised as if it were situated on a separate parcel and
3 the value of the housesite shall be subtracted from the value of the total parcel
4 to determine the value of the remainder of the parcel. If a homestead is wholly
5 owned by one or more individuals who have reached the age of 65 by April 1
6 of a given year and whose income does not exceed 200 percent of the
7 applicable federal poverty guidelines as updated in the Federal Register by the
8 United States Department of Health and Human Services under the authority of
9 42 U.S.C. § 9902(2), the listed value of the housesite, as that term is defined by
10 subdivision 6061(11) of this title, shall remain the same as it is on April 1 of
11 that year until the property is transferred to owners who are not age 65 or older
12 or until the taxpayer has income that exceeds 200 percent of the federal
13 poverty guidelines for three consecutive years.

14 * * *

15 Sec. 2. EFFECTIVE DATE

16 This act shall take effect on January 1, 2014 and apply to property taxes
17 assessed after that date.