

H.489 An Act Relating to Revenue - As Passed the Senate

FY 2016 Revenue Change

Sec #	Brief Provision Description	GF	EF	All Other SF
Fee Provisions				
1 - 34	Fee Provisions	0.7		2.9
Administrative Provisions				
35	Semiweekly definition		N/A	
36	Eliminates report from manufacturers and distributors of malt and vinous beverages		N/A	
37 & (90)	Repeals PVR responsibility for mapping and transfers to VCGI		N/A	
38	Allows ANR to share proprietary info with Tax		N/A	
39	Raises prize limits for non-profits charitable gambling		N/A	
40	Deleted		N/A	
41	Allows director of PVR to certify additional courses for lister training		N/A	
Local Option Taxes				
42	Permits any town to impose a local option tax			=+ PILOT
Collections				
43 - 45	Wage garnishment for delinquent taxes	2.3		0.2
46 - 47	Collections Unit within Tax Department		N/A	
48	Authority to intercept Medicaid payments for delinquent taxes	0.1		
Current Use				
49	Technical change to clarify that the application does not need to be with lien		N/A	
50	PVR annual audits of 3 towns		N/A	
51	Ag land certification		N/A	
52	ANR Forester Report		N/A	
Statewide Education Tax				
53	Homestead Property must be owned on April 1 and not leased more than 183 days		- Minimal EF	
54	Extends the property tax exemption for qualified housing 10 additional years		(0.7)	
Tax Increment Financing Districts				
55	Technical TIF changes on reporting requirements and dates		N/A	
56	Allows TIFs to exclude special assessments from the municipal increment		N/A	
Income Taxes				
57-58	Income tax changes (package); eliminate deduction for state and local income taxes; cap mortgage interest deduction at \$12,000; limits the deduction for charitable contributions to those that provide a direct benefit to VT, 3% minimum tax for AGI > \$150K	22.0		
57a	Report from Tax on impact of mortgage interest cap on VT businesses including farms		N/A	
59	Annual update to IRS code		N/A	
60	Employer-sponsored insurance report to Tax		N/A	
61	Mirrors federal withholding rather than a VT specific rule		N/A	
62	Requires trusts and estates to make estimated payments		N/A	
63	Publicly traded partnership rule		N/A	
Downtown Tax Credits				
64	Expands credit for "qualified code technology improvements"	No additional cost, these fall under the existing cap and may increase pressure/competition for credits		
65	Limits the new elevator credit to \$40,000			
Cigarette Tax				
66 - 79	Amends sections to conform with changes made in Act 14 of 2013 (definitional changes, redundant terms etc)		N/A	
Corporation Taxes				
80	Administrative provisions (interest, penalty, appeal and collection) to franchise taxes		N/A	
Employer Assessment				
81	Tiered employer assessment			5.1
Meals and Rooms Tax				
82 - 83	Extends the meals and rooms tax to vending machine sales	1.0		
84	Interest on M&R tax refund begins from 45 days after refund request	Negligible GF		
Sales and Use Tax - FY2016				
85 - 86	Adds bottled water and soft drinks to the sales tax	5.5	3.0	
87	Requires that Tax report and JFO analyze extending the sales tax to services			
87a	Increase use tax default from 0.1% of 0.15% of AGI	0.8		
Satellite Programming Tax				
88	Creates a 2.5% gross receipts tax on the providers of satellite programming	2.5		
Tax Expenditures				
96	JFO will develop a strategy to evaluate tax expenditures.		N/A	
Repeals and Effective Dates				
90	Repeals PVR responsibility for mapping (see section 3 also)		N/A	
91	Effective Dates		N/A	
		GF	EF	SF
Totals		34.9	2.3	8.2

H.489 An Act Relating to Revenue	FY 2016						TOTALS
Brief Description	GF	EF	SHRF	TF	Other SF	Other	
Fees	0.7			0.0	2.8	0.1	3.7
Wage Garnishment	2.3				0.2		2.5
Intercept Medicaid Payments	0.1						0.1
Qualified Housing		(0.7)					(0.7)
Income Tax Provisions	22.0						22.0
Tiered Employer Assessment			5.1				5.1
Vending Sales (Meals Tax)	1.0						1.0
Bottled Water, Soft Drinks, (Sales Tax)	5.5	3.0					8.5
Satellite Programming Gross Receipts	2.5						2.5
Use Tax	0.8						
Total	34.9	2.3	5.1	0.0	3.0	0.1	45.4
<i>Excluding Fees</i>	33.5	2.3	5.1	0.0	0.2	0.0	41.0

By type:

Fees	3.7
Tax Changes	39.2
Collections	2.6
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	45.4

FY16 Senate Budget Summary

33.2 original amount needed for budget
0.3 remaning
1.3 amount cut in Rx
1.6
-1.5 GF cloud tax
0.1 remaining