

DRAFT Miscellaneous Tax - Non Revenue Provisions

FY 2016 Revenue Change

Sec #	Brief Provision Description	GF	EF	SF
<u>Administrative Provisions</u>				
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	
<u>Current Use</u>				
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 EF	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	
<u>Statewide Education Tax</u>				
13	Homestead Property must be owned on April 1 and not leased more than 183 days		- Minimal	
14	Extends the property tax exemption for qualified housing 10 additional years		\$744K	
<u>Tax Increment Financing Districts</u>				
15	Technical TIF changes on reporting requirements and dates		N/A	
16	Allows TIFs to exclude special assessments from the municipal increment		N/A	
<u>Income Taxes</u>				
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	
<u>Downtown Tax Credits</u>				
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			
<u>Cigarette Tax</u>				
22 - 35	Amends sections to conform with changes made in Act 14 of 2013 (definitional changes, redundant terms etc)		N/A	
<u>Corporation Taxes</u>				
36	Administrative provisions (interest, penalty, appeal and collection) to franchise taxes		N/A	
<u>Meals and Rooms Tax</u>				
37	Interest on M&R tax refund begins from 45 days after refund request	Negligible		
<u>Repeals and Effective Dates</u>				
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	

Prepared by JFO