

**Miscellaneous Tax Bill – Revenue Provisions**

<b>Sec. #</b>	<b>Explanation</b>	<b>Revenue Estimate (FY16)</b>
Sec. 8	Buildings enrolled in use value appraisal are currently taxed at zero percent of fair market value. This proposal would define use value appraisal as 30 percent of fair market value for enrolled farm buildings.	\$1.6M*
Sec. 9	Places a moratorium on new current use enrollments for 2015, 2016, and 2017 (savings realized FY17).	
Sec. 17	Eliminates the deduction of state and local income taxes from Vermont Taxable Income.	\$15.5M
Sec. 24-28	Estate Tax. Proposes to impose the estate tax at a flat rate of 16 percent of Vermont gross estate as with a \$2.45M exclusion. The exclusion is down from \$2.75M, but with two increases to bring it to the federal exclusion amount by 2019. Vermont gross estate is apportioned federal gross estate after adding back gifts made within one year of death.	Revenue Neutral
Sec. 45	Imposes a payroll tax to fund health care reform.	\$41M

\*See B.513 of the Big Bill. The cost of farm buildings hold harmless is currently split between the education fund and the general fund; the appropriation proposal is to accrue the savings of this provision for general fund purposes.