Journal of the House Special Session

Friday, June 1, 2018

At ten o'clock and six minutes in the forenoon the Speaker called the House to order.

Recess

At ten o'clock and six minutes in the forenoon, the Speaker declared a recess until ten o'clock and thirty minutes in the forenoon.

At twelve o'clock and forty-eight minutes in the afternoon, the Speaker called the House to order.

Devotional Exercises

In lieu of a devotional exercise a moment of silence was observed.

House Bill Introduced

H. 15

By Rep. Till of Jericho,

House bill, entitled

An act relating to raising revenue and providing tax credits;

To the committee on Ways and Means.

Second Reading; Consideration Interrupted H. 13

House bill, entitled

An act relating to making appropriations for the support of government

The bill was taken up. Thereupon, **Rep Toll of Danville** spoke for the committee on Appropriations and the bill was read the second time.

Recess

At one o'clock and two minutes in the afternoon, the Speaker declared a recess until one o'clock and thirty minutes in the afternoon.

At one o'clock and forty-one minutes in the afternoon, the Speaker called the House to order.

Consideration Resumed; Bill Amended; Consideration Interrupted

H. 13

Consideration resumed on House bill, entitled

An act relating to making appropriations for the support of government

Pending the question, Shall the bill be read a third time? **Rep. Toll of Danville** moved to amend the bill as follows:

In Sec. C.1000(d) by inserting a new subdivision (2) to read as follows:

(2) \$34,500,000 shall be reserved in the General Fund to carry forward to be available in fiscal year 2019.

Which was agreed to.

Pending the question, Shall the bill be read a third time? **Reps. Browning** of Arlington, Baser of Bristol, Sullivan of Dorset and Wright of Burlington moved to amend the bill as follows:

<u>First</u>: In Sec. C.1000 (one-time appropriations, transfers, and reversions), subsection (b), by inserting subdivisions (5) and (6) to read as follows:

(5) \$24,550,000 is transferred to the Education Fund to reimburse the Education Fund for revenue forgone as a result of the statewide property tax incentives permitted to school districts in fiscal years 2017, 2018, and 2019 under Secs. 6 and 7 of 2015 Acts and Resolves No. 46.

(6) \$9,950,000 is transferred to the Vermont Teachers' Retirement Fund established pursuant to 16 V.S.A. § 1944.

<u>Second</u>: In Sec. C.1000, by striking out subsection (e) in its entirety and inserting in lieu thereof the following:

(e) Contingent Reserves: In fiscal year 2018, to the extent any remaining unreserved and undesignated end-of-fiscal-year General Fund surplus remains after satisfying the requirements of 32 V.S.A. § 308 and prior to the provisions of 2017 Acts and Resolves No. 85, Sec. C.120 as amended by this act:

(1) the first \$12,000,000 shall be reserved in the General Fund and shall be carried forward to be available in fiscal year 2019 to offset any one-time personal income tax or corporate tax refund liabilities;

(2) the next \$15,100,000 shall be reserved in the General Fund and transferred to the Vermont Teachers' Retirement Fund established pursuant to 16 V.S.A. § 1944;

(3) the next \$9,450,000 shall be reserved in the General Fund and transferred to the Education Fund; and

(4) any remaining unreserved and undesignated end-of-fiscal-year General Fund surplus shall be transferred as follows:

(A) 50 percent to the Vermont Teachers' Retirement Fund established pursuant to 16 V.S.A. § 1944;

(B) 50 percent to the Education Fund; provided, however, that when the total transferred to the Education Fund under this subdivision (B) reaches \$13,000,000, then any additional surplus under this subdivision shall be transferred instead to the Vermont Teachers' Retirement Fund established pursuant to 16 V.S.A. § 1944.

<u>Third</u>: In Sec. D.101 (fund transfers, reversions, and reserves), in subsection (d), by adding a subdivision (2) to read as follows:

(2) Any additional funds in excess of the July 2018 General Fund forecast shall be used to fund the priorities listed in Sec. C.1000(e)(2)-(4), in that order, to the extent fiscal year 2018 funds were insufficient to do so.

<u>Fourth</u>: By inserting a reader assistance heading and a Sec. H.11a to read as follows:

* * * Nonresidential Rate for Fiscal Year 2019 * * *

Sec. H.11a NONRESIDENTIAL PROPERTY TAX RATE FOR FISCAL

YEAR 2019

Notwithstanding any other provision of law, for fiscal year 2019 only, the nonresidential education property tax imposed under 32 V.S.A. § 5402(a)(1) shall be \$1.535 per \$100.

Pending the question, Shall the bill be amended as offered by Rep. Browning of Arlington and others? **Rep. Browning of Arlington** demanded the Yeas and Nays, which demand was sustained by the Constitutional number. The Clerk proceeded to call the roll and the question, Shall the bill be amended as offered by Rep. Browning of Arlington and others? was decided in the negative. Yeas, 46. Nays, 84.

Those who voted in the affirmative are:

Ainsworth of Royalton
Bancroft of Westford
Baser of Bristol
Batchelor of Derby
Beyor of Highgate
Brennan of Colchester
Browning of Arlington *
Burditt of West Rutland
Canfield of Fair Haven
Cupoli of Rutland City

Harrison of Chittenden Higley of Lowell Keefe of Manchester LaClair of Barre Town Lawrence of Lyndon Lefebvre of Newark Lewis of Berlin Marcotte of Coventry Martel of Waterford Mattos of Milton Parent of St. Albans Town Quimby of Concord Read of Fayston Rosenquist of Georgia Savage of Swanton Scheuermann of Stowe Smith of Derby Smith of New Haven Strong of Albany Terenzini of Rutland Town Devereux of Mount Holly Donahue of Northfield Feltus of Lyndon Frenier of Chelsea Gage of Rutland City Gamache of Swanton McCoy of Poultney McFaun of Barre Town Morrissey of Bennington Murphy of Fairfax Nolan of Morristown Norris of Shoreham

Those who voted in the negative are:

Ancel of Calais Bartholomew of Hartland Beck of St. Johnsbury Belaski of Windsor Bissonnette of Winooski Bock of Chester Botzow of Pownal Briglin of Thetford Brumsted of Shelburne Burke of Brattleboro Carr of Brandon Chesnut-Tangerman of Middletown Springs Christie of Hartford Cina of Burlington Colburn of Burlington Conlon of Cornwall Connor of Fairfield Conquest of Newbury Copeland-Hanzas of Bradford Corcoran of Bennington Dakin of Colchester Deen of Westminster Donovan of Burlington Emmons of Springfield Fagan of Rutland City Forguites of Springfield Gannon of Wilmington

Giambatista of Essex Gonzalez of Winooski Grad of Moretown Haas of Rochester Head of South Burlington Helm of Fair Haven Hill of Wolcott Hooper of Montpelier Hooper of Randolph Houghton of Essex Jessup of Middlesex Jickling of Randolph Joseph of North Hero Juskiewicz of Cambridge Keenan of St. Albans City Kitzmiller of Montpelier Krowinski of Burlington Lalonde of South Burlington Lanpher of Vergennes Lippert of Hinesburg Long of Newfane Lucke of Hartford Macaig of Williston Masland of Thetford McCormack of Burlington McCullough of Williston Miller of Shaftsbury Morris of Bennington Mrowicki of Putney

Turner of Milton Van Wyck of Ferrisburgh Willhoit of St. Johnsbury Wright of Burlington

Noyes of Wolcott Ode of Burlington O'Sullivan of Burlington Pajala of Londonderry Partridge of Windham Poirier of Barre City Potter of Clarendon Pugh of South Burlington Rachelson of Burlington Scheu of Middlebury Sharpe of Bristol * Sheldon of Middlebury Sibilia of Dover Squirrell of Underhill Stevens of Waterbury Stuart of Brattleboro Taylor of Colchester Toll of Danville Townsend of South Burlington Trieber of Rockingham Troiano of Stannard Walz of Barre City Webb of Shelburne Weed of Enosburgh Wood of Waterbury Yacovone of Morristown Yantachka of Charlotte Young of Glover

Those members absent with leave of the House and not voting are:

Buckholz of Hartford	(
Christensen of Weathersfield	(
Condon of Colchester]
Dickinson of St. Albans]
Town]
Dunn of Essex	l
Fields of Bennington	I

- Gardner of Richmond Graham of Williamstown Hebert of Vernon Howard of Rutland City Kimbell of Woodstock Myers of Essex Pearce of Richford
- Shaw of Pittsford Sullivan of Dorset Sullivan of Burlington Till of Jericho Toleno of Brattleboro Viens of Newport City

Rep. Browning of Arlington explained her vote as follows:

"Madam Speaker:

I vote yes to avoid an autopilot increase in the nonresident property tax rates and to increase our chance of avoiding a shutdown of state government. Vermonters deserve a functioning state government and Vermont's property tax payers do not deserve a tax increase when the state holds extra revenue."

Rep. Sharpe of Bristol explained his vote as follows:

"Madam Speaker:

This vote to use significantly more one time money from the General Fund to cut tax rates in the education fund is fiscally irresponsible, leaves a bigger problem in next years property tax rates and violates the principles of many conservatives to spend one time money on on-going expenses."

Pending the question, Shall the bill be read a third time? Reps. Helm of Fair Haven, Dakin of Colchester, Fagan of Rutland City, Feltus of Lyndon, Hooper of Montpelier, Juskiewicz of Cambridge, Keenan of St. Albans City, Lanpher of Vergennes, Toll of Danville, Trieber of Rockingham and Yacovone of Morristown moved to amend the bill as follows by inserting a reader assistance heading and a Sec. H.11a to read as follows:

* * * Intent * * *

Sec. H.11a INTENT

(a) The General Assembly recognizes that this act does not address all Education Fund issues for fiscal year 2019 and it is the intent of the General Assembly to address these issues in a subsequent bill.

Which was agreed to.

Pending the question, Shall the bill be read a third time? **Reps. McCoy of Poultney and Canfield of Fair Haven** moved to amend the bill as follows:

* * * Nonresidential Rate * * *

Sec. H.11a 32 V.S.A. § 5402(a)(1) is amended to read:

(1) The tax rate for nonresidential property shall be \$1.59 per \$100.00 set each year by the General Assembly.

Recess

At two o'clock and fifty-eight minutes in the afternoon, the Speaker declared a recess until the fall of the gavel.

At three o'clock and twelve minutes in the afternoon, the Speaker called the House to order.

Consideration Resumed; Third Reading Ordered

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H. 13

Consideration resumed on House bill, entitled

An act relating to making appropriations for the support of government

Thereupon, the amendment offered by **Reps. McCoy of Poultney and Canfield of Fair Haven** was disagreed to.

Pending the question, Shall the bill be read a third time? **Rep. Krowinski** of **Burlington** demanded the Yeas and Nays, which demand was sustained by the Constitutional number. The Clerk proceeded to call the roll and the question, Shall the bill be read a third time? was decided in the affirmative. Yeas, 86. Nays, 44.

Those who voted in the affirmative are:

Ancel of Calais * Bartholomew of Hartland Belaski of Windsor Bissonnette of Winooski Bock of Chester Botzow of Pownal * Brennan of Colchester Briglin of Thetford Browning of Arlington Brumsted of Shelburne Burke of Brattleboro Carr of Brandon Chesnut-Tangerman of Middletown Springs Christie of Hartford Cina of Burlington Colburn of Burlington Conlon of Cornwall Connor of Fairfield Conquest of Newbury Copeland-Hanzas of Bradford Corcoran of Bennington Dakin of Colchester Deen of Westminster Donovan of Burlington Emmons of Springfield Fagan of Rutland City Feltus of Lvndon Forguites of Springfield

Gannon of Wilmington Giambatista of Essex * Gonzalez of Winooski Grad of Moretown Haas of Rochester Head of South Burlington Helm of Fair Haven Hill of Wolcott Hooper of Montpelier Hooper of Randolph Houghton of Essex Howard of Rutland City Jessup of Middlesex Jickling of Randolph Joseph of North Hero Juskiewicz of Cambridge Keenan of St. Albans City Kitzmiller of Montpelier Krowinski of Burlington * Lalonde of South Burlington Lanpher of Vergennes Lippert of Hinesburg Long of Newfane Lucke of Hartford Macaig of Williston Masland of Thetford McCormack of Burlington McCullough of Williston Miller of Shaftsbury Morris of Bennington

Mrowicki of Putnev Murphy of Fairfax Noyes of Wolcott Ode of Burlington O'Sullivan of Burlington Pajala of Londonderry Partridge of Windham Poirier of Barre City Potter of Clarendon Pugh of South Burlington Rachelson of Burlington Sharpe of Bristol * Sheldon of Middlebury Squirrell of Underhill Stevens of Waterbury Stuart of Brattleboro * Taylor of Colchester Toll of Danville Townsend of South Burlington Trieber of Rockingham Troiano of Stannard Walz of Barre City Webb of Shelburne Weed of Enosburgh Wood of Waterbury Yacovone of Morristown Yantachka of Charlotte Young of Glover

Those who voted in the negative are:

Ainsworth of Royalton	Higley of Lowell	Quimby of Concord
Bancroft of Westford	Keefe of Manchester	Read of Fayston

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В	aser of Bristol	LaClair of Barre Town	Rosenquist of Georgia
В	atchelor of Derby	Lawrence of Lyndon	Savage of Swanton
В	eck of St. Johnsbury	Lefebvre of Newark	Scheuermann of Stowe
В	eyor of Highgate	Lewis of Berlin	Sibilia of Dover *
В	urditt of West Rutland	Marcotte of Coventry	Smith of Derby *
С	anfield of Fair Haven	Martel of Waterford	Smith of New Haven
С	upoli of Rutland City	Mattos of Milton	Strong of Albany
D	evereux of Mount Holly	McCoy of Poultney	Terenzini of Rutland Town
D	onahue of Northfield *	McFaun of Barre Town	Turner of Milton
F	renier of Chelsea	Morrissey of Bennington	Van Wyck of Ferrisburgh
G	age of Rutland City	Nolan of Morristown	Willhoit of St. Johnsbury
G	amache of Swanton *	Norris of Shoreham	Wright of Burlington *
Η	arrison of Chittenden	Parent of St. Albans Town	

Those members absent with leave of the House and not voting are:

Buckholz of Hartford	Gardner of Richmond	Shaw of Pittsford
Christensen of Weathersfield	Graham of Williamstown	Sullivan of Dorset
Condon of Colchester	Hebert of Vernon	Sullivan of Burlington
Dickinson of St. Albans	Kimbell of Woodstock	Till of Jericho
Town	Myers of Essex	Toleno of Brattleboro
Dunn of Essex	Pearce of Richford	Viens of Newport City
Fields of Bennington	Scheu of Middlebury	

Rep. Ancel of Calais explained her vote as follows:

"Madam Speaker:

This bill reduces Vermonters' taxes by 30 million. It leaves the decision about FY 19 property tax rates for another day. And it takes the specter of a government shutdown off the table."

Rep. Botzow of Pownal explained his vote as follows:

"Madam Speaker:

My vote supports the work we have done and must do to resource workforce development. My vote also supports continuity of government. Financial markets consider risk and grant access to capital accordingly. Better work-force, lower risk. Our economy needs both."

Rep. Donahue of Northfield explained her vote as follows:

"Madam Speaker:

What a waste of time. Who are we kidding?"

Rep. Gamache of Swanton explained her vote as follows:

"Madam Speaker:

H. 13 results in an increase in non-residential property taxes, which the Browning amendment did not. H. 13 does not address the education deficit,

nor did the Browning amendment, but the major difference is that the Browning amendment would not have raised non-residential property taxes and H. 13 does. The defeat of the Browning amendment and passage of H. 13 defies logic."

Rep. Giambatista of Essex explained his vote as follows:

"Madam Speaker:

We must put in place this budget and keep our government open for business. By voting yes, we support a number of important investments, including a critical appropriation to create a national guard tuition benefit program. My neighbors have asked that we invest in our guard personnel. I vote yes to create a program that is long overdue, and for Vermont's guard members who will soon be able to access postsecondary training and education because of this budget."

Rep. Krowinski of Burlington explained her vote as follows:

"Madam Speaker:

I vote yes. It is important that we move quickly to pass a budget that ensures we keep government open. Vermonters deserve stability, access to critical services, that we keep schools open and protect our bond rating. Let's not put an unnecessary risk on Vermonters and keep government open."

Rep. Sharpe of Bristol explained his vote as follows:

"Madam Speaker:

I have learned as you have that this governor will only negotiate after bills are passed by the legislature. This bill represents a significant move on the legislature's part to compromise with the Governor. We will want to see if he is willing to compromise."

Rep. Sibilia of Dover explained her vote as follows:

"Madam Speaker:

I voted no because we are not done. Our school districts are waiting."

Rep. Smith of Derby explained his vote as follows:

"Madam Speaker:

Voting to raise Vermonters' taxes is not why we are here! Of the nonresidential properties in Vermont, 57% are owned by Vermonters. This Assembly just raised those Vermonters' taxes when that could have been avoided! Shame on you and I hope your constituents remember what you did to them."

Rep. Stuart of Brattleboro explained her vote as follows:

"Madam Speaker:

By drawing a line in the sand, late in the game, the Scott Administration is wasting Vermont taxpayers' time and money. This a game of chicken and political brinkmanship waiting for the other side to blink.

Madam Speaker, We need to honor the General Assembly's money committees' hard work on the budget that passed by a nearly tri-partisan majority several weeks ago. Vermont needs to maintain its triple bond rating on Wall Street. Vermonters deserve no less."

Rep. Wright of Burlington explained his vote as follows:

"Madam Speaker:

Bills supporting the National Guard and Social Security will survive this Special Session, but after 2 weeks of a Special Session we have done nothing to work toward a compromise with the Governor. We have now passed a bill that does nothing to prevent a government shutdown. In fact passage of this bill continues the 2 week trend of spinning our wheels and accomplishing little other than an expected veto. When will we get down to the real business required of us in this Special Session that is costing Vermonters tens of thousands of dollars."

Adjournment

At three o'clock and fifty-one minutes in the afternoon, on motion of **Rep. Turner of Milton**, the House adjourned until Monday June 4, 2018 at ten o'clock in the forenoon.

Concurrent Resolutions Adopted

The following concurrent resolution, having been placed on the Consent Calendar on the preceding legislative day, and no member having requested floor consideration as provided by Joint Rules of the Senate and House of Representatives, are herby adopted in concurrence.

H.C.R. 1

House concurrent resolution in memory of Valley Voice publisher Cheryl N. White of Bridport;

[The full text of the concurrent resolutions appeared in the House Calendar Addendum on the preceding legislative day and will appear in the Public Acts and Resolves of the 2018, seventy-fourth Biennial session.]

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