

1 H.246

2 Introduced by Representatives Chesnut-Tangerman of Middletown Springs
3 and Browning of Arlington

4 Referred to Committee on

5 Date:

6 Subject: Taxation; education property tax; tax increment financing; Emergency
7 Board

8 Statement of purpose of bill as introduced: This bill proposes to annually
9 require the Emergency Board to estimate forgone revenue from the Education
10 Fund resulting from tax increment financing districts and transfer this amount
11 to the Education Fund from the General Fund.

12 An act relating to forgone revenue from tax increment financing districts

13 It is hereby enacted by the General Assembly of the State of Vermont:

14 Sec. 1. 32 V.S.A. § 305b is amended to read:

15 § 305b. EDUCATION PROPERTY TAX INCREMENT; EMERGENCY

16 BOARD ESTIMATE

17 Annually, at the January meeting of the Emergency Board held pursuant to
18 section 305a of this title, the Joint Fiscal Office and the Secretary of
19 Administration shall provide to the Emergency Board a consensus estimate of
20 the ~~impact on~~ forgone revenue from the Education Fund resulting from tax

1 increment financing districts authorized pursuant to 24 V.S.A. chapter 53 and
2 section 5404a of this title. The estimate shall be for the succeeding fiscal year.
3 The Emergency Board shall adopt an official estimate of ~~the impact on~~ forgone
4 revenue from the Education Fund at the January meeting.

5 Sec. 2. 16 V.S.A. § 4025 is amended to read:

6 § 4025. EDUCATION FUND

7 (a) The Education Fund is established to comprise the following:

8 (1) all revenue paid to the State from the statewide education tax on
9 nonresidential and homestead property under 32 V.S.A. chapter 135;

10 (2) [Repealed.]

11 (3) revenues from State lotteries under 31 V.S.A. chapter 14 and from
12 any multijurisdictional lottery game authorized under that chapter;

13 (4) 25 percent of the revenues from the meals and rooms taxes imposed
14 under 32 V.S.A. chapter 225;

15 (5) one-third of the revenues raised from the purchase and use tax
16 imposed by 32 V.S.A. chapter 219, notwithstanding 19 V.S.A. § 11(1);

17 (6) revenues raised from the sales and use tax imposed by 32 V.S.A.
18 chapter 233; ~~and~~

19 (7) Medicaid reimbursement funds pursuant to subsection 2959a(f) of
20 this title; and

