

Vermont Legislative Joint Fiscal Office

One Baldwin Street • Montpelier, VT 05633-5701 • (802) 828-2295 • Fax: (802) 828-2483

FISCAL NOTE

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Prepared by: Neil Schickner

H.249 An act relating to additional Reach Up Program benefits – Draft 1.1

<https://legislature.vermont.gov/bill/status/2020/H.249>

H.249 proposes to exempt motor vehicles purchased by a participant in the Reach Up Program provided through the Department for Children and Families from the motor vehicle sales and use tax and waive the initial registration fee for such vehicles.

The Department of Children and Families advises that in FY-2020 it has \$360,000 budgeted for the purchase of vehicles for Reach Up program beneficiaries and expects it will use the funding to buy 60 vehicles at \$6,000 each.

At Reach Up's current funding level for this benefit, the bill would result in a Motor Vehicle Purchase & Use revenue loss of \$21,600 and a Motor Vehicle registration revenue loss of \$4,440.

Total impact on the Transportation Fund:	-\$18,840
Total impact on the Education Fund:	<u>-\$7,200</u>
Total impact on state funds	-26,040