

1 H.76

2 Introduced by Representative Seymour of Sutton

3 Referred to Committee on

4 Date:

5 Subject: Taxation; sales and use tax; border zones

6 Statement of purpose of bill as introduced: This bill proposes to study the
7 effects of creating sales tax zones on the eastern border of Vermont, where the
8 sales tax could be phased out geographically closer to Vermont's eastern
9 border with New Hampshire.

10 An act relating to studying the creation of sales tax zones

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

12 Sec. 1. SALES TAX ZONE STUDY

13 The Joint Fiscal Office shall study the impact of creating sales tax zones in
14 the eastern half of Vermont, which would geographically phase out Vermont's
15 sales tax from a rate of six percent in the middle of the State to a rate of zero
16 percent on the eastern border. The study shall identify any issues with the
17 creation of such zones, and propose a zone structure designed to minimize
18 these issues. The report shall be due to the General Assembly no later than
19 January 15, 2020.

1 Sec. 2. EFFECTIVE DATE

2 This act shall take effect on July 1, 2019.