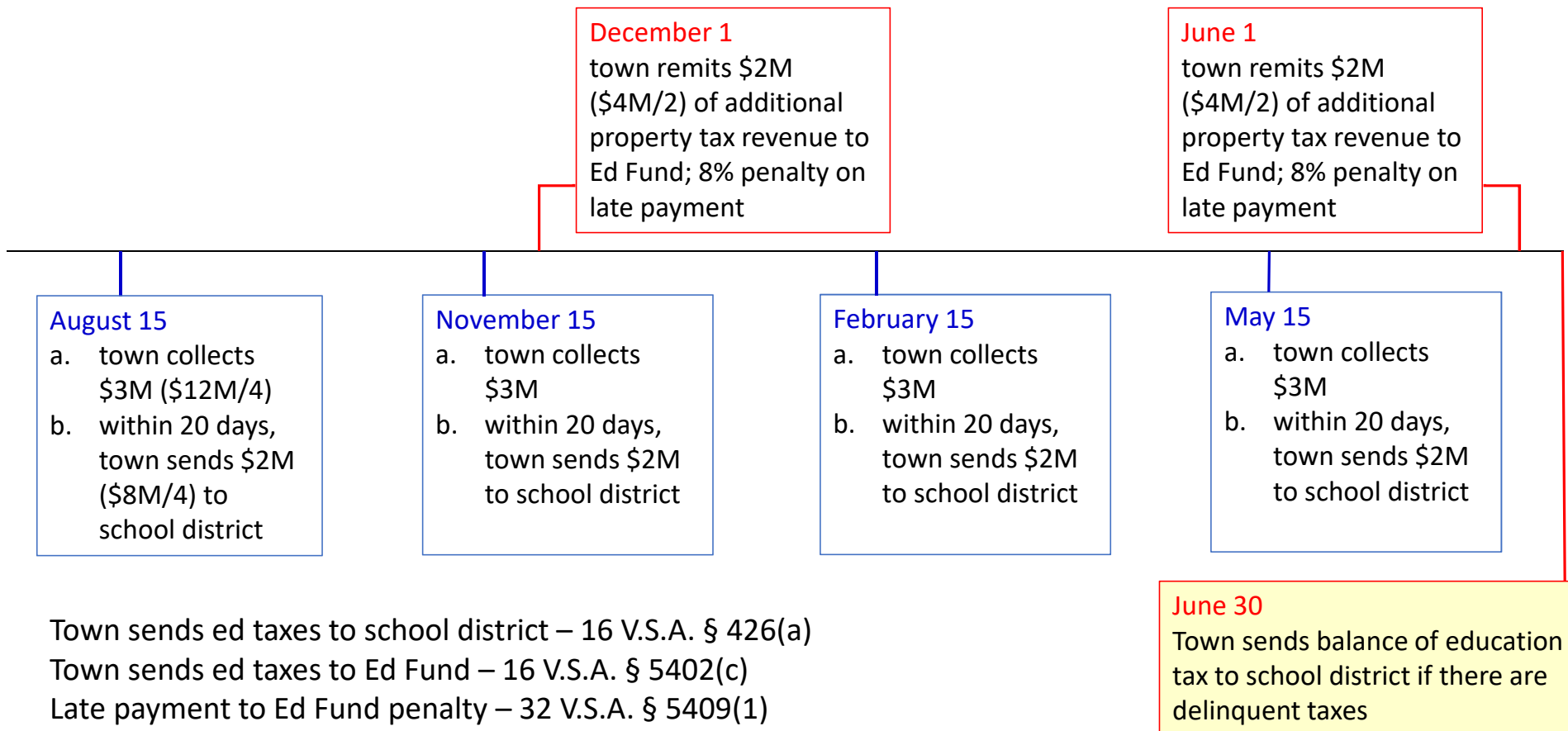


Example Town 1:

Town collects \$12M in education property tax in four payments

Town is directed to send \$8M to their local school district

Town is directed to send \$4M to the education fund

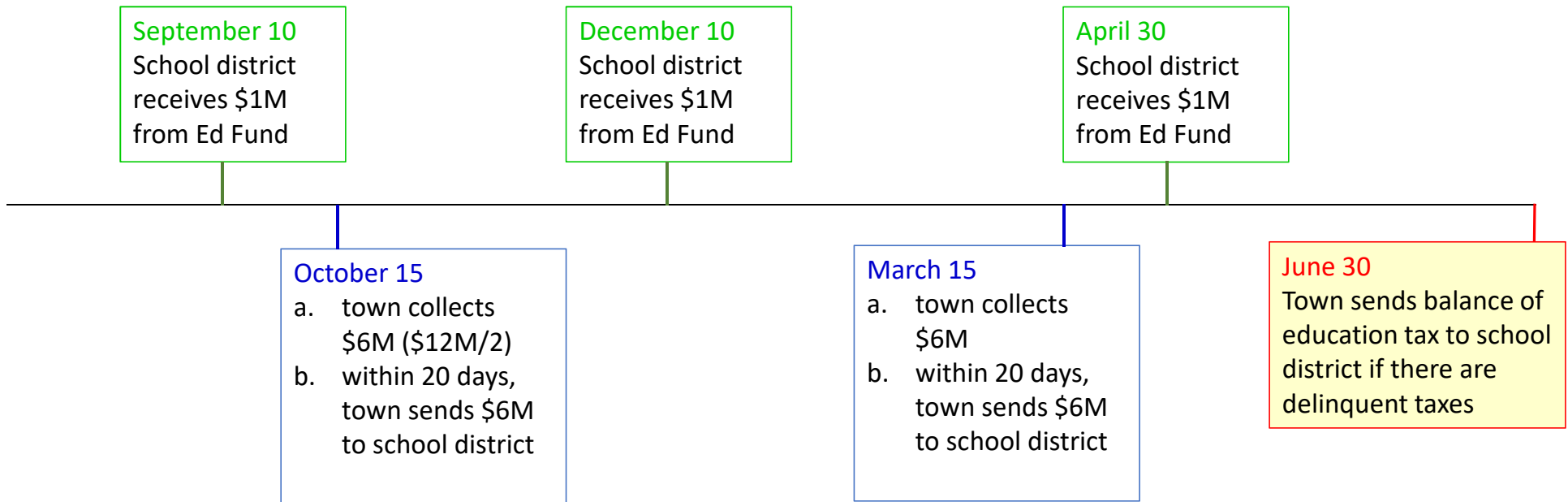


Example Town 2:

Town collects \$12M in education property tax in two payments

School district budget is \$15M; town is directed to send \$12M to school district

School district receives additional \$3M from Ed Fund in 3 payments



Town sends ed taxes to school district – 16 V.S.A. § 426(a)(b)

Town sends ed taxes to Ed Fund – 16 V.S.A. § 5402(c)

Late payment to Ed Fund penalty – 32 V.S.A. § 5409(1)

Statutory citations

16 V.S.A. § 4011(c)

Each school district is to receive an education spending payment from the Ed Fund for support of education costs.

16 V.S.A. § 426(a)

No later than 20 days after the tax due date, towns provide school districts with education property taxes collected.

16 V.S.A. § 426(b)

Towns shall remit any delinquent education property taxes to the school days within 120 days of the delinquency date, but no later than the end of the school year.

32 V.S.A. § 5402(c)

On December 1 and June 1, towns shall remit to the Education Fund one-half of the education property taxes collected in excess of their obligations to school districts.

32 V.S.A. § 5409(1)

Late payments of education property taxes by a town to the Education Fund are subject to a penalty of 8% per annum, assessed on a per diem rate.