



1 Sec. 3. REPEAL

2 2015 Acts and Resolves No. 51, Sec. G.8 (prewritten software accessed  
3 remotely) is repealed.

4 Sec. 4. CAPITAL RESERVE ACCOUNTS; EDUCATION SPENDING

5 Notwithstanding 16 V.S.A. § 4001(6) and any other law to the contrary, in  
6 fiscal year 2025, education spending shall not include any amount of the  
7 school district budget for a capital reserve fund under 24 V.S.A. § 2804.

8 Sec. 5. EFFECTIVE DATE

9 (a) This section and Sec. 1 (property tax rates and yields) shall take effect  
10 on passage.

11 (b) Secs. 2 and 3 (cloud tax) and Sec. 4 (capital reserve fund excluded from  
12 education spending) shall take effect on July 1, 2024.

13 \* \* \* Fiscal Year 2026 \* \* \*

14 Sec. 6. 16 V.S.A. § 563 is amended to read:

15 § 563. POWERS OF SCHOOL BOARDS; FORM OF VOTE

16 The school board of a school district, in addition to other duties and  
17 authority specifically assigned by law:

18 \* \* \*

19 (11)(A) Shall prepare and distribute annually a proposed budget for the  
20 next school year according to such major categories as may from time to time  
21 be prescribed by the Secretary.

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(D) The board shall present the budget to the voters by means of a ballot in the following form:

~~“Article #1 (School Budget):~~

~~Shall the voters of the school district approve the school board to expend \$ \_\_\_\_\_, which is the amount the school board has determined to be necessary for the ensuing fiscal year? It is estimated that this proposed budget, if approved, will result in education spending of \$ \_\_\_\_\_ per equalized pupil. This projected spending per equalized pupil is \_\_\_\_\_% higher/lower than spending for the current year.~~

Article #1 (School Budget):

Shall the voters of the school district approve the board to expend \$ \_\_\_\_\_, which is the amount the school board has determined to be necessary for the ensuing fiscal year? It is estimated that this proposed budget, if approved, will result in education spending of \$ \_\_\_\_\_ per pupil, which will result in an estimated homestead property tax rate of \_\_\_\_\_.  
This projected spending per pupil is \_\_\_\_\_% higher/lower than the spending for the current year. This projected homestead property tax rate is \_\_\_\_\_% higher/lower than the homestead property tax rate for the current year. This proposed budget is \$ \_\_\_\_\_ over the excess spending threshold, which is estimated to raise tax rates by \_\_\_\_\_ for the ensuing fiscal year.

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Sec. 7. REPEAL

2022 Acts and Resolves No. 127, Sec. 8(c) (suspension of ballot language requirement) is repealed.

Sec. 8. DISTRICT QUALITY STANDARDS; CONSULTANT

On or before September 1, 2024, the Agency of Education shall contract with an independent consultant to assist the Agency in developing guidance for school boards regarding best practices for business operations, as required under Agency of Education, District Quality Standards (CVR 23-020). The consultant shall assist the Agency in developing guidance to ensure school districts are able to follow consistent and financially sound processes to effectively manage their budgets.

Sec. 9. 32 V.S.A. § 5413 is added to read:

§ 5413. CREATION; EDUCATION FUND ADVISORY COMMITTEE

(a) Creation. There is created the Education Fund Advisory Committee to monitor Vermont’s education financing system, conduct analyses, and to perform the duties under subsection (c) of this section.

(b) Membership. The Committee shall be composed of the following seven members:

- (1) the Commissioner of Taxes or designee;
- (2) the Secretary of Education or designee;

1           (3) two members of the public with expertise in education financing,  
2           who shall be appointed by the Speaker of the House;

3           (4) two members of the public with expertise in education financing,  
4           who shall be appointed by the Committee on Committees; and

5           (5) one member of the public with expertise in education financing, who  
6           shall be appointed by the Governor.

7           (c)(1) Powers and duties. Annually, on or before January 15, the  
8           Committee shall make recommendations to the General Assembly regarding:

9                   (A) updating the weighting factors, which may include recalibration,  
10                  recalculation, adding or eliminating weights, or any combination of these  
11                  actions, as necessary;

12                   (B) changes to, or the addition of new or elimination of existing,  
13                  categorical aid, as necessary;

14                   (C) changes to income levels eligible for a property tax credit under  
15                  32 V.S.A. § 6066;

16                   (D) means to adjust the revenue sources for the Education Fund,  
17                  including whether to transition to an education income tax;

18                   (E) means to improve equity, transparency, and efficiency in  
19                  education funding statewide;

20                   (F) whether and when to reinstate the excess spending threshold and,  
21                  if reinstated, at what level;

1 (G) whether and when to reinstate 16 V.S.A. § 563 (1)(D), the  
2 required language for a school budget ballot, and if reinstated, what language  
3 to use to promote accuracy and transparency; and

4 (H) the amount of the stabilization reserve.

5 (2) The Committee shall recommend updated weights and categorical  
6 aid to the General Assembly at least every five years, which may include a  
7 recommendation not to make changes where appropriate.

8 (3) The Committee, in its initial January 15, 2025 report to the General  
9 Assembly, shall, after consultation with the Department of Taxes, the Agency  
10 of Education, and the Joint Fiscal Office, make recommendations on the  
11 implementation of an education income tax system to replace the homestead  
12 education property tax system, including:

13 (A) implementing a renter’s tax credit or other mechanisms to ensure  
14 Vermonters who rent a primary residence participate fairly in the education  
15 income tax system;

16 (B) means for administering the new education income tax system;  
17 and

18 (C) ways to transition from the current homestead education property  
19 tax system to the new income tax system.

20 (d) Assistance. The Committee shall have the administrative, technical,  
21 and legal assistance of the Department of Taxes and the Agency of Education.

1        (e) Meetings.

2            (1) The Commissioner of Taxes shall call the first meeting of the  
3        Committee to occur on or before July 15, 2024.

4            (2) The Committee shall select a chair from among its members at the  
5        first meeting.

6            (3) A majority of the membership shall constitute a quorum.

7            (f) Compensation and reimbursement. Members of the Committee shall be  
8        entitled to per diem compensation and reimbursement of expenses as permitted  
9        under section 1010 of this title for up to four meetings per year.

10        Sec. 10. 32 V.S.A. § 5402(b) is amended to read:

11        § 5402. EDUCATION PROPERTY TAX LIABILITY

12            (b) The statewide education tax shall be calculated as follows:

13            (1)(A) The Commissioner of Taxes shall first divide the most recent  
14        average statewide common level of appraisal by every municipality's most  
15        recent common level of appraisal.

16            (B) The Commissioner of Taxes shall then determine for each  
17        municipality the education tax rates under subsection (a) of this section ~~divided~~  
18        multiplied by the ~~municipality's most recent common level of appraisal value~~  
19        calculated in subdivision (A) of this subdivision (1).

20            (C) The legislative body in each municipality shall then bill each  
21        property taxpayer at the homestead or nonhomestead rate determined by the

1 Commissioner under this subdivision, multiplied by the education property tax  
2 grand list value of the property, properly classified as homestead or  
3 nonhomestead property and without regard to any other tax classification of the  
4 property. Statewide education property tax bills shall show the tax due and the  
5 calculation of the rate determined under ~~subsection~~ subsections (a) and (b) of  
6 this section, ~~divided by the municipality's most recent common level of~~  
7 ~~appraisal~~, multiplied by the current grand list value of the property to be taxed.  
8 Statewide education property tax bills shall also include language provided by  
9 the Commissioner pursuant to subsection 5405(g) of this title.

10 (2) Taxes assessed under this section shall be assessed and collected in  
11 the same manner as taxes assessed under chapter 133 of this title with no tax  
12 classification other than as homestead or nonhomestead property; provided,  
13 however, that the tax levied under this chapter shall be billed to each taxpayer  
14 by the municipality in a manner that clearly indicates the tax is separate from  
15 any other tax assessed and collected under chapter 133, including an  
16 itemization of the separate taxes due. The bill may be on a single sheet of  
17 paper with the statewide education tax and other taxes presented separately and  
18 side by side.

19 (3) If a district has not voted a budget by June 30, an interim homestead  
20 education tax shall be imposed at the base rate determined under subdivision  
21 (a)(2) of this section, ~~divided by the municipality's most recent common level~~

1 ~~of appraisal~~ adjusted according to the calculations under subdivision (b)(1) of  
2 this section, but without regard to any spending adjustment under subdivision  
3 5401(13) of this title. Within 30 days after a budget is adopted and the  
4 deadline for reconsideration has passed, the Commissioner shall determine the  
5 municipality’s homestead tax rate as required under subdivision (1) of this  
6 subsection.

7 Sec. 11. ALLOWABLE GROWTH IN EDUCATION SPENDING FOR  
8 FISCAL YEARS 2026 AND 2027

9 (a) Notwithstanding any other provision of law, for fiscal years 2026 and  
10 2027 only, “excess spending” under 32 V.S.A. § 5401(12) means the per pupil  
11 amount of the district’s education spending, as defined in 16 V.S.A. § 4001(6),  
12 plus any amount required to be added from a Capital Construction Reserve  
13 Fund under 24 V.S.A. § 2804(b), that is in excess of the district’s per pupil  
14 amount of education spending in the prior fiscal year, plus the district’s  
15 allowable growth.

16 (b) For fiscal years 2026 and 2027, the “allowable growth” for any  
17 individual school district is an amount equal to the actual amount of per pupil  
18 education spending in the district in the prior fiscal year, multiplied by the  
19 district’s “allowable growth percentage.” A district’s “allowable growth  
20 percentage” means a percentage that results from the following equation: the  
21 highest per pupil amount of the education spending in any district in the State

1 in the prior fiscal year, divided by the actual amount of per pupil education  
2 spending in the district in the prior fiscal year, minus one, multiplied by five  
3 and one-half percent. For the purpose of the calculations made under this  
4 section, the term “education spending” refers to education spending as used to  
5 calculate excess spending under 16 V.S.A. § 4001(6), excluding all the  
6 adjustments under 16 V.S.A. § 4001(6)(B).

7 **\*\*\*Include appropriations?\*\*\***

8 Sec. 12. EFFECTIVE DATE

9 This section and Secs. 4 (16 V.S.A. § 563; ballot language), 5 (repeal of  
10 budget ballot language pause), 6 (district quality standards; consultant), 7  
11 (Education Fund Advisory Committee), 8 (CLA effect on tax rates), and 9  
12 (allowable growth in education spending) shall take effect on July 1, 2024.

13 \* \* \* Fiscal Year 2027 \* \* \*

14 Sec. 13. 16 V.S.A. § 4019 is added to read:

15 § 4019. EDUCATIONAL OPPORTUNITY PAYMENTS

16 (a) A school district shall annually receive an educational opportunity  
17 payment, which shall be \$1.00.00, increased by the most recent New England  
18 Economic Project Cumulative Price Index, as of November 15, for state and  
19 local government purchases of goods and services from fiscal year 2025  
20 through the fiscal year for which the amount is being determined, multiplied by

1 a district’s weighted long-term membership as determined under section 4010  
2 of this chapter.

3 (b) Educational opportunity payments under this section shall be paid from  
4 the Education Fund and shall be added to education payment receipts under  
5 section 4011 of this title.

6 Sec. 14. 16 V.S.A. § 4001 is amended to read:

7 § 4001. DEFINITIONS

8 As used in this chapter:

9 \* \* \*

10 (6) ~~“Education Excess spending”~~ means the amount of the school  
11 district budget, any assessment for a joint contract school, career technical  
12 center payments made on behalf of the district under subsection 1561(b) of this  
13 title, and any amount added to pay a deficit pursuant to 24 V.S.A. § 1523(b)  
14 that is paid for by the school district, but excluding any portion of the school  
15 budget paid for from any other sources such as endowments, parental  
16 fundraising, federal funds, nongovernmental grants, or other State funds such  
17 as special education funds paid under chapter 101 of this title, and educational  
18 opportunity payments under section 4019 of this chapter.

19 (A) [Repealed.]

20 (B) ~~For purposes of calculating excess spending pursuant to 32~~  
21 ~~V.S.A. § 5401(12), “education spending” shall not include:~~

1                   ~~(i) Spending during the budget year for:~~

2                   ~~(I) approved school capital construction for a project that~~  
3                   ~~received preliminary approval under section 3448 of this title, including~~  
4                   ~~interest paid on the debt, provided the district shall not be reimbursed or~~  
5                   ~~otherwise receive State construction aid for the approved school capital~~  
6                   ~~construction; or~~

7                   ~~(II) spending on eligible school capital project costs pursuant to~~  
8                   ~~the State Board of Education’s Rule 6134 for a project that received~~  
9                   ~~preliminary approval under section 3448 of this title.~~

10                  ~~(ii) For a project that received final approval for State construction~~  
11                  ~~aid under chapter 123 of this title:~~

12                  ~~(I) spending for approved school capital construction during the~~  
13                  ~~budget year that represents the district’s share of the project, including interest~~  
14                  ~~paid on the debt; or~~

15                  ~~(II) payment during the budget year of interest on funds~~  
16                  ~~borrowed under subdivision 563(21) of this title in anticipation of receiving~~  
17                  ~~State aid for the project.~~

18                  ~~(iii) Spending that is approved school capital construction~~  
19                  ~~spending or deposited into a reserve fund under 24 V.S.A. § 2804 to pay future~~  
20                  ~~approved school capital construction costs, including that portion of tuition~~  
21                  ~~paid to an independent school designated as the public high school of the~~

1 ~~school district pursuant to section 827 of this title for capital construction costs~~  
2 ~~by the independent school that has received approval from the State Board of~~  
3 ~~Education, using the processes for preliminary approval of public school~~  
4 ~~construction costs pursuant to subdivision 3448(a)(2) of this title.~~

5 ~~(iv) Spending attributable to the cost of planning the merger of a~~  
6 ~~small school, which for purposes of this subdivision means a school with an~~  
7 ~~average grade size of 20 or fewer students, with one or more other schools.~~

8 ~~(v) Spending attributable to the district's share of special~~  
9 ~~education spending that is not reimbursed as an extraordinary reimbursement~~  
10 ~~under section 2962 of this title for any student in the fiscal year occurring two~~  
11 ~~years prior.~~

12 ~~(vi) A budget deficit in a district that pays tuition to a public~~  
13 ~~school or an approved independent school, or both, for all of its resident~~  
14 ~~students in any year in which the deficit is solely attributable to tuition paid for~~  
15 ~~one or more new students who moved into the district after the budget for the~~  
16 ~~year creating the deficit was passed.~~

17 ~~(vii) For a district that pays tuition for all of its resident students~~  
18 ~~and into which additional students move after the end of the census period~~  
19 ~~defined in subdivision (1)(A) of this section, the number of students that~~  
20 ~~exceeds the district's most recent average daily membership and for whom the~~

1 ~~district will pay tuition in the subsequent year multiplied by the district's~~  
2 ~~average rate of tuition paid in that year.~~

3 ~~(viii) Tuition paid by a district that does not operate a school and~~  
4 ~~pays tuition for all resident students in kindergarten through grade 12, except~~  
5 ~~in a district in which the electorate has authorized payment of an amount~~  
6 ~~higher than the statutory rate pursuant to subsection 823(b) or 824(c) of this~~  
7 ~~title.~~

8 ~~(ix) The assessment paid by the employer of teachers who become~~  
9 ~~members of the State Teachers' Retirement System of Vermont on or after July~~  
10 ~~1, 2015, pursuant to section 1944d of this title.~~

11 ~~(x) School district costs associated with dual enrollment and early~~  
12 ~~college programs.~~

13 ~~(xi) Costs incurred by a school district or supervisory union when~~  
14 ~~sampling drinking water outlets, implementing lead remediation, or retesting~~  
15 ~~drinking water outlets as required under 18 V.S.A. chapter 24A. [Repealed.]~~

16 \* \* \*

17 Sec. 15. 16 V.S.A. § 4032 is added to read

18 § 4032. **EXCESS SPENDING** RESERVE

19 (a) There is hereby created an **Excess Spending Reserve** within the  
20 Education Fund. At the close of a fiscal year, any undesignated Education  
21 Fund surplus and accrued interest remaining after the Education Fund budget

1 stabilization reserve has been brought to the maximum authorized level  
2 pursuant to section 4026 of this chapter shall be reserved within the Education  
3 Spending Reserve.

4 (b) In any fiscal year, if the Education Fund is found to have an  
5 undesignated fund deficit, the Education Spending Reserve shall be used by  
6 the Commissioner of Finance and Management to the extent necessary to  
7 offset the undesignated fund deficit as determined by generally accepted  
8 accounting principles.

9 (c) If the funds in the Education Spending Reserve exceed XX at the close  
10 of the fiscal year, after accounting for all obligations on the Education Fund,  
11 for YY consecutive years, the total funds in excess of XX shall be deposited in  
12 to the State Aid to School Construction Special Fund pursuant to section 3441  
13 of this title.

14 **\*\*\*This will either require a notwithstanding of 4025 or an amendment to**  
15 **make this an allowable use of the Ed Fund.**

16 Sec. 16. 16 V.S.A. § 3441 is added to read:

17 § 3441. STATE AID TO SCHOOL CONSTRUCTION SPECIAL FUND

18 There is created the State Aid to School Construction Special Fund to  
19 provide grants to supervisory unions and independent career and technical  
20 education districts to assist in funding school construction projects that are  
21 approved through the State Aid to School Construction Program. The excess

1 funds from the Education Spending Reserve under subsection 4032(c) shall be  
2 deposited into the State Aid to School Construction Special Fund, which shall  
3 be administered by the Agency of Education.

4 Sec. 17. REPEAL

5 2022 Acts and Resolves No. 127, Sec. 8(a) (suspension of laws) is repealed.

6 Sec. 18. 16 V.S.A. § 511 is amended to read:

7 § 511. BUDGET EXCESS SPENDING VOTE

8 (a) At a meeting legally warned for that purpose, the electorate within an  
9 incorporated school district shall vote ~~such sums of money as it deems~~  
10 necessary for the support of schools on the district's excess spending, as  
11 defined in subdivision 4001(6) of this title. If the ~~sums are~~ district's excess  
12 spending is not approved or acted upon at the annual meeting, the electorate  
13 shall vote the questions at a duly warned special school district meeting. A  
14 district may vote on excess spending for ~~money necessary for~~ the support of  
15 schools to the end of the full school year next ensuing.

16 \* \* \*

17 **\*\*\*Should there be a limit on the amount of times excess spending can go to a**  
18 **vote?**

19 Sec. 19. 16 V.S.A. § 563 is amended to read:

20 § 563. POWERS OF SCHOOL BOARDS; FORM OF VOTE



1 (ii) the specific amount of any deficit incurred in the most recently  
2 closed fiscal year and how the deficit was or will be remedied;

3 (iii) the anticipated homestead tax rate and the percentage of  
4 household income used to determine income sensitivity in the district as a  
5 result of passage of the budget, including those portions of the tax rate  
6 attributable to supervisory union assessments; and

7 (iv) the definition of “~~education~~ excess spending,” the number of  
8 pupils and number of ~~equalized~~ weighted pupils in the school district, and the  
9 district’s education spending per ~~equalized~~ weighted pupil in the proposed  
10 budget and in each of the prior three years.

11 (D) The board shall present the budget to the voters by means of a  
12 ballot in the following form:

13 Article #1 (School Budget):

14 Shall the voters of the school district approve the board to  
15 expend \$ \_\_\_\_\_ in excess spending as defined in 16 V.S.A. § 4001(6),  
16 which is the amount the school board has determined to be necessary for the  
17 ensuing fiscal year beyond the amount the district shall receive from other  
18 State funds, such as educational opportunity payments under 16 V.S.A.  
19 § 4019? It is estimated that this proposed ~~budget~~ excess spending, if approved,  
20 ~~will result in education spending of \$ \_\_\_\_\_ per pupil, which~~ will result in an  
21 increase to the estimated homestead property tax rate of \_\_\_\_\_. ~~This~~

1 projected spending per pupil is \_\_\_\_\_% higher/lower than the spending for the  
2 ~~current year~~. This projected homestead property tax rate is \_\_\_\_%  
3 higher/lower than the homestead property tax rate for the current year. ~~This~~  
4 ~~proposed budget is \$\_\_\_\_\_ over the excess spending threshold, which is~~  
5 ~~estimated to raise tax rates by \_\_\_\_\_ for the ensuing fiscal year.~~

6 \* \* \*

7 Sec. 20. REPEAL

8 16 V.S.A. § 566 (authority to borrow) is repealed.

9 Sec. 21. REPORT AND RECOMMENDATIONS; EDUCATIONAL

10 OPPORTUNITY PAYMENTS; AGENCY OF EDUCATION

11 On or before December 15, 2025, the Agency of Education shall submit in  
12 writing to the House Committees on Education and on Ways and Means and  
13 the Senate Committees on Education and on Finance a report with  
14 recommendations for...

15 Sec. 22. CONTINGENT EFFECTIVE DATE OF EDUCATIONAL

16 OPPORTUNITY PAYMENTS

17 Secs. 8–15 of this act shall not take effect unless, on or before July 1, 2026,  
18 the General Assembly enacts legislation establishing the following:

19 Sec. 23. 32 V.S.A. § 5402b is amended to read:

20 § 5402B. STATEWIDE EDUCATION TAX YIELDS;

21 RECOMMENDATION OF THE COMMISSIONER

1           (a) Annually, no later than December 1, the Commissioner of Taxes, after  
2           consultation with the Secretary of Education, the Secretary of Administration,  
3           and the Joint Fiscal Office, shall calculate and recommend a property dollar  
4           equivalent yield, an income dollar equivalent yield, and a nonhomestead  
5           property tax rate for the following fiscal year. In making these calculations,  
6           the Commissioner shall assume:

7                   (1) the homestead base tax rate in subdivision 5402(a)(2) of this title is  
8                   \$1.00 per \$100.00 of equalized education property value;

9                   (2) the applicable percentage in subdivision 6066(a)(2) of this title is  
10                  2.0;

11                  (3) the statutory reserves under 16 V.S.A. § 4026 and this section were  
12                  maintained at five percent; and

13                  (4) the percentage change in the average education tax bill applied to  
14                  nonhomestead property and the percentage change in the average education tax  
15                  bill of homestead property and the percentage change in the average education  
16                  tax bill for taxpayers who claim a credit under subsection 6066(a) of this title  
17                  are equal.

18           (b) For each fiscal year, the property dollar equivalent yield and the income  
19           dollar equivalent yield shall be the same as in the prior fiscal year, unless set  
20           otherwise by the General Assembly.

1 (c) Annually, on or before December 1, the Joint Fiscal Office shall prepare  
2 and publish an official, annotated copy of the Education Fund Outlook. The  
3 Emergency Board shall review the Outlook at its meetings. As used in this  
4 section, “Education Fund Outlook” means the projected revenues and expenses  
5 associated with the Education Fund for the following fiscal year, including  
6 projections of different categories of educational expenses and costs.

7 (d) Along with the recommendations under this section, the Commissioner  
8 shall include the range of per pupil spending between all districts in the State  
9 for the previous year.

10 Sec. 24. 32 V.S.A. § 5402 is amended to read:

11 § 5402. EDUCATION PROPERTY TAX LIABILITY

12 (a) A statewide education tax is imposed on all nonhomestead and  
13 homestead property at the following rates:

14 (1) Except as otherwise provided in this subsection, The the uniform tax  
15 rate for nonhomestead property shall be \$1.59 per \$100.00 set at a rate  
16 sufficient to fund educational opportunity payments for the fiscal year, as  
17 determined pursuant to 16 V.S.A. § 4019, and all other obligations on the  
18 Education Fund, but after reducing that amount by the revenue projected for  
19 the fiscal year from revenues deposited under 16 V.S.A. § 4025(3)–(11).

20 (2) Except as otherwise provided in this subsection, The the uniform tax  
21 rate for homestead property shall be set at a rate sufficient to fund educational

1 opportunity payments for the fiscal year, as determined pursuant to 16 V.S.A.  
2 § 4019, and all other obligations on the Education Fund, but after reducing that  
3 amount by the revenue projected for the fiscal year from revenues deposited  
4 under 16 V.S.A. § 4025(3)–(11).

5 (3) For a district with excess spending, as defined by 16 V.S.A.  
6 § 4001(6), the homestead and nonhomestead rates shall be the uniform rates  
7 for the fiscal year plus a rate equal to the excess spending adjustment. \$1.00  
8 multiplied by the education property tax spending adjustment for the  
9 municipality per \$100.00 of equalized education property value as most  
10 recently determined under section 5405 of this title. The homestead property  
11 tax rate for each municipality that is a member of a union or unified union  
12 school district shall be calculated as required under subsection (e) of this  
13 section.

14 \* \* \*

15 Sec. 25. 16 V.S.A. § 4025 is amended to read:

16 § 4025. EDUCATION FUND

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

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

20 (2) [Repealed.]

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

3 (4) 25 percent of the revenues from the meals and rooms taxes imposed  
4 under 32 V.S.A. chapter 225;

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

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

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

11 (8) land use change tax revenue deposited pursuant to 32 V.S.A.  
12 § 3757(d);

13 (9) uniform capacity tax revenue deposited pursuant to 32 V.S.A.  
14 § 8701(3);

15 (10) wind-powered electric generating facilities tax deposited pursuant  
16 to 32 V.S.A. § 5402c; and

17 (11) any interest generated by this fund.

18 \* \* \*

19 Sec. 26. EFFECTIVE DATES

20 (a) The following sections shall take effect on July 1, 2026:

21 (1) Sec. 13 (16 V.S.A. § 4019; educational opportunity payments);

1           (2) Sec. 14 (16 V.S.A. § 4001(6); amendment to definition of education  
2 spending);

3           (3) Sec. 15 (16 V.S.A. § 4032; excess spending reserve);

4           (4) Sec. 16 (16 V.S.A. § 3441; State Aid to School Construction Special  
5 Fund);

6           (5) Sec. 17 (repeal of suspension of excess spending penalty);

7           (6) Sec. 18 (16 V.S.A. § 511; excess spending vote);

8           (7) Sec. 19 (16 V.S.A. § 563; amendment to powers of school boards);

9           (8) Sec. 20 (repeal of 16 V.S.A. § 566; authority to borrow);

10          (9) Sec. 23 (December 1 letter);

11          (10) Sec. 25 (tax rate calculations); and

12          (11) Sec. 26 (education fund).

13          (b) This section and Secs. 21 (report and recommendations; educational  
14 opportunity payments) and Sec. 22 (contingent effective dates) shall take effect  
15 on July 1, 2024.

16 **\*\*\*The term “adjusted education payment” was repealed in Act 127 but still**  
17 **appears in certain places in chapter 133. Make conforming amendments now**  
18 **or add replacing this term to the contingency section?**