House Calendar

Tuesday, May 6, 2025

119th DAY OF THE BIENNIAL SESSION

House Convenes at 10:00 A.M.

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ACTION CALENDAR

Action Postponed Until May 6, 2025

Favorable with Amendment

H. 86

An act relating to establishing the Chloride Contamination Reduction Program at the Agency of Natural Resources

Rep. Chapin of East Montpelier, for the Committee on Environment, recommends that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

Sec. 1. PURPOSE AND INTENT

- (a) It is the purpose of this act to establish the accepted standards of care for the application of salt and salt alternatives in an effective and efficient manner that provides safe conditions for pedestrians and motor vehicles on traveled surfaces while also reducing the impacts of salt and salt alternatives on the quality of the waters of the State.
- (b) It is intent of this act that a person's compliance with the standards of care required under this act shall limit the person's liability in negligence lawsuits.
- Sec. 2. 10 V.S.A. chapter 47, subchapter 3A is added to read:

Subchapter 3A. Chloride Contamination Reduction Program

§ 1351. DEFINITIONS

As used in this subchapter:

- (1) "Apply salt" or "application of salt" means to apply salt or a salt alternative to roadways, parking lots, or sidewalks for the purpose of winter maintenance or for summer dust control. "Apply salt" or "application of salt" does not mean the application of salt to a transportation infrastructure construction project.
- (2) "Commercial salt applicator" means any individual who for compensation applies salt but does not include municipal or State employees.
- (3) "Master commercial salt applicator" means any individual who employs and is responsible for individuals who for compensation apply salt but does not include municipal or State employees.

- (4) "Salt" means sodium chloride, calcium chloride, magnesium chloride, or any other substance containing chloride used for the purpose of deicing, anti-icing, or dust control.
- (5) "Salt alternative" means any substance not containing chloride used for the purpose of deicing, anti-icing, or dust control.
 - (6) "Secretary" means the Secretary of Natural Resources.
- (7) "Transportation infrastructure construction project" means a project that involves the construction of roadways, parking lots, sidewalks, or other construction activities at transportation facilities or within transportation rights-of-way.

§ 1352. CHLORIDE CONTAMINATION REDUCTION PROGRAM

- (a) The Secretary of Natural Resources, after consultation with the Secretary of Transportation and other states with similar chloride reduction programs, shall establish the Chloride Contamination Reduction Program for the voluntary education, training, and certification of commercial salt applicators regarding effective and efficient application of salt and salt alternatives to provide safe conditions for pedestrians and motor vehicles on traveled surfaces while also reducing the impacts of salt and salt alternatives on the quality of the waters of the State.
- (b) As part of the Program, the Secretary of Natural Resources, on or before July 1, 2026, shall adopt by rule best management practices for application of salt or salt alternatives by commercial salt applicators. The best management practices may be based on practices currently implemented by the Agency of Transportation or other entities. The best management practices shall:
- (1) establish measures or techniques to increase efficiency in the application of salt or salt alternatives so that the least amount of salt or salt alternatives are used while maintaining safe conditions for pedestrians and motor vehicles on traveled surfaces;
- (2) establish standards for when and how salt and salt alternatives are applied in order to prevent salt or salt alternatives from entering waters of the State, including:
- (A) salt alternatives that are cost-effective and less harmful to water quality while maintaining safe conditions for pedestrians and motor vehicles on traveled surfaces;
- (B) whether and how to implement equipment to calibrate, monitor, or meter application of salt or salt alternatives; and

- (C) when sand is an appropriate alternative to salt or salt alternatives for deicing or dust control, particularly in regard to when application of sand will be less harmful to water quality;
- (3) establish record-keeping requirements for commercial salt applicators, including records of training and records describing the type and rate of application of salt or salt alternatives, the dates of use, weather conditions requiring use of salt or salt alternatives, and any other factors that the Secretary of Natural Resources deems necessary for the purposes of the Program;
- (4) create and circulate a model form for record-keeping information required under this section;
- (5) establish requirements for certification under this subchapter, including frequency of training and manner of training;
- (6) establish a testing requirement for applicators to complete prior to receiving an initial certification under the Program; and
- (7) establish other requirements deemed necessary by the Secretary to achieve the purposes of the Program.
- (c)(1) The Program shall offer training for commercial applicators in the implementation of the best management practices required under subsection (b) of this section. Upon completion of training, a commercial salt applicator shall be designated a certified commercial salt applicator. The term of a commercial salt applicator certification issued under the Program shall be for two years from the date of issuance of certification.
- (2) A business that employs multiple commercial salt applicators may apply to the Secretary for certification of the business owner or other designated employee as a master commercial salt applicator. A certified master commercial salt applicator shall ensure that all persons employed by the business to apply salt or salt alternatives are trained to comply with the best management practices established under subsection (b) of this section.
- (d)(1) A certified commercial salt applicator shall submit an annual summary of total winter salt usage to the Secretary of Natural Resources.
- (2) The Secretary of Natural Resources shall establish methods to estimate and track the amount of salt applied by certified commercial salt applicators.
- (e) The Secretary may revoke a certification issued under this subchapter after notice and opportunity for a hearing for a violation of the requirements of

this subchapter, the rules of this subchapter, or the provisions of a certification issued under this subchapter.

- (f)(1) The Program shall include requirements for certification of a master commercial salt applicator.
- (2) The Program shall specifically exclude salt applications related to transportation infrastructure construction projects.
- (3) The Secretary may elect to implement the Program with State agency staff or through a third-party vendor, or some combination.

§ 1353. SALT APPLICATION; LIMITED LIABILITY; PRESUMPTION OF COMPLIANCE

- (a) An Agency of Natural Resources' certified commercial salt applicator or an owner, occupant, or lessee of real property maintained by an Agency of Natural Resources' certified commercial salt applicator shall not be liable for damages arising from hazards on real property owned, occupied, maintained, or operated by that person when:
 - (1) the hazards are caused solely by snow or ice; and
- (2) any failure or delay in removing or mitigating the hazards is the result of the certified commercial salt applicator's implementation of the best management practices established under section 1352 of this title for application of salt or salt alternatives.
- (b) The limitation on liability provided for under subsection (a) of this section shall not apply when the damages are due to gross negligence or reckless disregard of the hazard.
- (c) A certified commercial salt applicator or a commercial salt applicator employed by a certified master commercial salt applicator is entitled to a rebuttable presumption that they are in compliance with the requirements of sections 1263 and 1264 of this title when applying salt or salt alternatives according to the best management practices established under section 1352 of this title. The rebuttable presumption under this subsection shall not apply to requirements of a total maximum daily load plan required under this chapter or the requirements of a municipal separate storm sewer system permit required under section 1264 of this title.
- (d) In order to maintain the liability protection provided in subsection (a) of this section, a commercial salt applicator or an owner, an occupant, or a lessee of land shall keep a record describing its road, parking lot, and property maintenance practices, consistent with the requirements determined by the Secretary under this subchapter. The records shall include the type and rate of

application of salt or salt alternatives used, the dates of treatment, and the weather conditions for each event requiring application of salt or salt alternatives. Such records shall be retained by the applicator for a period of three years.

§ 1354. EDUCATION AND OUTREACH

The Secretary of Natural Resources, through the staff of the Chloride Contamination Reduction Program, shall conduct education and outreach to inform:

- (1) commercial salt applicators of the existence of the Chloride Contamination Reduction Program and the training and liability protection offered under the Program; and
- (2) members of the public who purchase salt or salt alternatives for use on driveways, sidewalks, private roads, and other paved surfaces of the potential harm to water quality, pets, and wildlife from excessive application of salt and salt alternatives and how to decrease the potential harm.

Sec. 3. ANR REPORT ON MANAGEMENT OF SALT AND SAND STORAGE FACILITIES

On or before January 15, 2026, the Secretary of Natural Resources shall submit to the Senate Committees on Natural Resources and Energy and on Transportation and the House Committees on Environment and on Transportation a report regarding the management of State and municipal facilities (facilities) for the storage of salt, salt and sand mixtures, and sand that is not mixed with salt. The report shall include:

- (1) an inventory of facilities in the State used for the storage of salt, salt and sand mixtures, or sand that is not mixed with salt;
 - (2) an estimated number of facilities that are currently covered;
- (3) an estimate of the number of facilities that are not covered and are within 100 yards of a surface water or drinking water source;
- (4) an estimate of the number of facilities that are not covered and are more than 100 yards from a surface water or drinking water source; and
- (5) an estimate of the total cost to cover or move facilities for the storage of salt, salt and sand mixtures, or sand that is not mixed with salt, including a proposed annual amount of funding that would be required to meet the timelines for cover or management.

Sec. 4. MUNICIPAL SALT APPLICATORS; VERMONT LOCAL ROADS CURRICULUM

- (a)(1) On or before July 1, 2026, the Secretary of Natural Resources, in collaboration with the Secretary of Transportation, shall identify and make changes to the voluntary Vermont Local Roads curriculum needed to support municipal salt applicators in meeting the purpose of this act, including training for best management practices for spreading salt on roads, parking lots, and sidewalks.
- (2) As used in this subsection, "municipal salt applicator" means any individual who applies or supervises others who apply salt or salt alternatives in the applicator's capacity as an employee or agent of a town or a municipality but does not include State employees.
- (b)(1) Notwithstanding 24 V.S.A. § 901a to the contrary, beginning July 1, 2027, a municipal employee shall not be subject to any civil liability for acts or omission the employee conducts as a municipal salt applicator if:
- (A) the municipal salt applicator completed the Vermont Local Roads curriculum providing best management practices for applying salt or salt alternatives on roads, parking lots, and sidewalks in the previous 365 days;
- (B) the alleged damages are caused solely by hazards from snow or ice; and
- (C) any failure or delay in removing or mitigating the hazards is the result of the municipal salt applicator's implementation of the best management practices learned under the Vermont Local Roads curriculum.
- (2) The protection from liability provided under subdivision (1) of this subsection shall not apply when the damages are due to gross negligence or reckless disregard of the hazard.
- (c) In order to maintain the liability protection provided in subsection (b) of this section, a municipality shall keep a record describing its road, parking lot, and property maintenance practices, consistent with the requirements determined by the Secretary under the Vermont Local Roads curriculum. The records shall include the type and rate of application of salt or salt alternatives used, the dates of treatment, and the weather conditions for each event requiring application of salt or salt alternatives. Such records shall be retained by the municipality for a period of three years.

Sec. 5. FEE REPORT

On or before January 15, 2026, the Secretary of Natural Resources shall solicit interest from third-party vendors for training and certifying commercial

salt applicators under 10 V.S.A. chapter 47, subchapter 3A. If there is insufficient interest from vendors, the Secretary shall submit to the Senate Committees on Natural Resources and Energy and on Finance and the House Committees on Environment and on Ways and Means a recommended fee to charge for certification of commercial applicators under 10 V.S.A. chapter 47, subchapter 3A.

Sec. 6. AUTHORIZED POSITION; APPROPRIATIONS

- (a) In addition to other positions authorized at the Agency of Natural Resources in fiscal year 2026, a permanent classified position is authorized for the purpose of administering the Chloride Contamination Reduction Program in 10 V.S.A. chapter 47, subchapter 3A.
- (b) In addition to any other funds appropriated to the Agency of Natural Resources in fiscal year 2026, \$150,000.00 is appropriated from the General Fund to the Agency of Natural Resources for the permanent classified position authorized under subsection (a) of this section.
- (c) It is the intention of the General Assembly that the appropriation in subsection (b) of this section shall be made annually for the identified purposes.
- (d) In addition to any other funds appropriated to the Agency of Natural Resources in fiscal year 2026, up to \$250,000.00 is appropriated from the General Fund to the Agency of Natural Resources for the purpose of contracting with an external organization to establish a certification training program. This certification program will be funded on an ongoing basis by certification fees charged to commercial salt applicators and attendees.

Sec. 7. EFFECTIVE DATE

This act shall take effect on passage.

(Committee Vote: 7-4-0)

Rep. Masland of Thetford, for the Committee on Ways and Means, recommends that the report of the Committee on Environment be amended as follows:

<u>First</u>: In Sec. 5, fee report, by striking out the second sentence in its entirety and inserting in lieu thereof the following three new sentences:

The Secretary shall recommend to the Senate Committees on Natural Resources and Energy and on Finance and the House Committees on Environment and on Ways and Means a fee to be charged either by the State or by a third-party vendor for certification of commercial salt applicators under 10 V.S.A. chapter 47, subchapter 3A. Any fee charged to commercial salt

applicators by the State or a third-party vendor for certification under the Chloride Contamination Reduction Program shall be approved by the General Assembly.

<u>Second</u>: In Sec. 6, authorized position; appropriations, in subsection (d), in the first sentence, after "<u>fiscal year 2026</u>," and before "<u>\$250,000.00</u>" by striking out "<u>up to</u>"

(Committee Vote: 7-4-0)

Rep. Squirrell of Underhill, for the Committee on Appropriations, recommends that the bill ought to pass when amended as recommended by the Committee on Environment, when further amended as recommended by the Committee on Ways and Means, and when further amended by striking out Sec. 6, authorized position, appropriations, in its entirety and inserting in lieu thereof a new Sec. 6 to read as follows:

Sec. 6. CONTINGENCY ON FUNDING

The duty of the Agency of Natural Resources to implement Secs. 2 (Chloride Contamination Reduction Program), 3 (report on management of salt and sand storage facilities), 4 (municipal salt applicators), and 5 (fee report) of this act is contingent upon an appropriation in fiscal year 2026 from the General Fund for the specific purposes described in Secs. 2–5 of this act.

(Committee Vote: 7-3-1)

New Business

Favorable with Amendment

H. 504

An act relating to approval of amendments to the charter of the City of Rutland

Rep. Pinsonault of Dorset, for the Committee on Government Operations and Military Affairs, recommends that the bill ought to pass.

(Committee Vote: 8-0-3)

Rep. Higley of Lowell, for the Committee on Ways and Means, recommends that the bill ought to pass when amended as follows:

<u>First</u>: In Sec. 2, 24 App. V.S.A. chapter 9, in section 8.5, in subdivision (7), following the words "replacement of public works" by striking out ", police," and inserting in lieu thereof ", police,"

<u>Second</u>: In Sec. 2, 24 App. V.S.A. chapter 9, in section 8.5, in subdivision (10), following the words "<u>shall not exceed</u>" by striking out "<u>\$0.0180</u>" and inserting in lieu thereof "<u>\$0.018</u>"

<u>Third</u>: By adding a Sec. 2a to read as follows:

Sec. 2a. REDESIGNATION

24 App. V.S.A. chapter 155E (Town of West Rutland) is redesignated as 24 App. V.S.A. chapter 162.

(Committee Vote: 10-0-1)

S. 51

An act relating to the Vermont unpaid caregiver tax credit

Rep. Kimbell of Woodstock, for the Committee on Ways and Means, recommends that the House propose to the Senate that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

Sec. 1. 32 V.S.A. § 5830f is amended to read:

§ 5830f. VERMONT CHILD TAX CREDIT

(a) A resident individual or part-year resident individual who is entitled to a child tax credit under the laws of the United States or who would have been entitled to a child tax credit under the laws of the United States but for the fact that the individual or the individual's spouse does not have a taxpayer identification number shall be entitled to a refundable credit against the tax imposed by section 5822 of this title for the taxable year. The total credit per taxable year shall be in the amount of \$1,000.00 per qualifying child, as defined under 26 U.S.C. § 152(c) but notwithstanding the taxpayer identification number requirements under 26 U.S.C. § 24(e) and (h)(7), who is five six years of age or younger as of the close of the calendar year in which the taxable year of the taxpayer begins. For a part-year resident individual, the amount of the credit shall be multiplied by the percentage that the individual's income that is earned or received during the period of the individual's residency in this State bears to the individual's total income. An otherwise eligible individual shall be entitled to the credit under this section without regard for the laws of the United States pertaining to the amount of federal child tax credit that may be refunded.

* * *

Sec. 2. 32 V.S.A. § 5828b is amended to read:

§ 5828b. EARNED INCOME TAX CREDIT

(a) A resident individual or part-year resident individual who is entitled to an earned income tax credit granted under the laws of the United States or who would have been entitled to an earned income tax credit under the laws of the United States but for the fact that the individual, the individual's spouse, or one or more of the individual's children does not have a qualifying taxpayer identification number shall be entitled to a credit against the tax imposed for each year by section 5822 of this title. The credit shall be for an individual who claims one or more qualifying children 38 percent or for an individual who does not claim one or more qualifying children 100 percent of the earned income tax credit granted to the individual under the laws of the United States or that would have been granted to the individual under the laws of the United States but for the fact that the individual, the individual's spouse, or one or more of the individual's children does not have a qualifying taxpayer identification number, multiplied by the percentage that the individual's income that is earned or received during the period of the individual's residency in this State bears to the individual's total income. A resident individual or part-year resident individual who would have been entitled to or granted an earned income tax credit under the laws of the United States but for the fact that the individual, the individual's spouse, or one or more of the individual's children does not have a qualifying taxpayer identification number shall be entitled to a credit under this section.

* * *

Sec. 3. 32 V.S.A. § 5830e is amended to read:

§ 5830e. RETIREMENT INCOME; SOCIAL SECURITY INCOME

- (a) Social Security income. The portion of federally taxable Social Security benefits excluded from taxable income under subdivision 5811(21)(B)(iv) of this chapter shall be as follows:
- (1) For taxpayers whose filing status is single, married filing separately, head of household, or surviving spouse:
- (A) If the federal adjusted gross income of the taxpayer is less than or equal to \$50,000.00 \$55,000.00, all federally taxable benefits received under the federal Social Security Act shall be excluded.
- (B) If the federal adjusted gross income of the taxpayer is greater than \$50,000.00 \$55,000.00 but less than \$60,000.00 \$65,000.00, the percentage of federally taxable benefits received under the Social Security Act to be excluded shall be proportional to the amount of the taxpayer's federal adjusted gross income over \$50,000.00 \$55,000.00, determined by:

- (i) subtracting the federal adjusted gross income of the taxpayer from \$60,000.00 \$65,000.00;
- (ii) dividing the value under subdivision (i) of this subdivision (B) by \$10,000.00; and
- (iii) multiplying the value under subdivision (ii) of this subdivision (B) by the federally taxable benefits received under the Social Security Act.
- (C) If the federal adjusted gross income of the taxpayer is equal to or greater than \$60,000.00 \$65,000.00, no amount of the federally taxable benefits received under the Social Security Act shall be excluded under this section.
 - (2) For taxpayers whose filing status is married filing jointly:
- (A) If the federal adjusted gross income of the taxpayer is less than or equal to \$65,000.00 \$70,000.00, all federally taxable benefits received under the Social Security Act shall be excluded.
- (B) If the federal adjusted gross income of the taxpayer is greater than \$65,000.00 \$70,000.00 but less than \$75,000.00 \$80,000.00, the percentage of federally taxable benefits received under the Social Security Act to be excluded shall be proportional to the amount of the taxpayer's federal adjusted gross income over \$65,000.00 \$70,000.00, determined by:
- (i) subtracting the federal adjusted gross income of the taxpayer from \$75,000.00 \$80,000.00;
- (ii) dividing the value under subdivision (i) of this subdivision (B) by \$10,000.00; and
- (iii) multiplying the value under subdivision (ii) of this subdivision (B) by the federally taxable benefits received under the Social Security Act.
- (C) If the federal adjusted gross income of the taxpayer is equal to or greater than \$75,000.00 \$80,000.00, no amount of the federally taxable benefits received under the Social Security Act shall be excluded under this section.
- (b) Civil Service Retirement System income. The portion of income received from the Civil Service Retirement System excluded from taxable income under subdivision 5811(21)(B)(iv) of this title shall be subject to the limitations under subsection (e) of this section and shall be determined as follows:
- (1) For taxpayers whose filing status is single, married filing separately, head of household, or surviving spouse:

- (A) If the federal adjusted gross income of the taxpayer is less than or equal to \$50,000.00 \$55,000.00, the first \$10,000.00 of income received from the Civil Service Retirement System shall be excluded.
- (B) If the federal adjusted gross income of the taxpayer is greater than \$50,000.00 \$55,000.00 but less than \$60,000.00 \$65,000.00, the percentage of the first \$10,000.00 of income received from the Civil Service Retirement System to be excluded shall be proportional to the amount of the taxpayer's federal adjusted gross income over \$50,000.00 \$55,000.00, determined by:
- (i) subtracting the federal adjusted gross income of the taxpayer from \$60,000.00 \$65,000.00;
- (ii) dividing the value under subdivision (i) of this subdivision (B) by \$10,000.00; and
- (iii) multiplying the value under subdivision (ii) of this subdivision (B) by the first \$10,000.00 of income received from the Civil Service Retirement System.
- (C) If the federal adjusted gross income of the taxpayer is equal to or greater than \$60,000.00 \$65,000.00, no amount of the income received from the Civil Service Retirement System shall be excluded under this section.
 - (2) For taxpayers whose filing status is married filing jointly:
- (A) If the federal adjusted gross income of the taxpayer is less than or equal to \$65,000.00 \$70,000.00, the first \$10,000.00 of income received from the Civil Service Retirement System shall be excluded.
- (B) If the federal adjusted gross income of the taxpayer is greater than \$65,000.00 \$70,000.00 but less than \$75,000.00 \$80,000.00, the percentage of the first \$10,000.00 of income received from the Civil Service Retirement System to be excluded shall be proportional to the amount of the taxpayer's federal adjusted gross income over \$65,000.00 \$70,000.00, determined by:
- (i) subtracting the federal adjusted gross income of the taxpayer from \$75,000.00 \$80,000.00;
- (ii) dividing the value under subdivision (i) of this subdivision (B) by \$10,000.00; and
- (iii) multiplying the value under subdivision (ii) of this subdivision (B) by the first \$10,000.00 of income received from the Civil Service Retirement System.

- (C) If the federal adjusted gross income of the taxpayer is equal to or greater than \$75,000.00 \$80,000.00, no amount of the income received from the Civil Service Retirement System shall be excluded under this section.
- (c) Other contributory retirement systems; earnings not covered by Social Security. Other retirement income, except U.S. military retirement income pursuant to subsection (d) of this section, received by a taxpayer of this State shall be excluded pursuant to subsection (b) of this section as though the income were received from the Civil Service Retirement System and shall be subject to the limitations under subsection (e) of this section, provided that:

* * *

- (d) U.S. military retirement income and U.S. military survivor benefit income. For taxpayers of any filing status, U.S. military retirement income, and U.S. military survivor benefit income received by an eligible beneficiary, received by a taxpayer of this State shall be excluded from taxable income under subdivision 5811(21)(B)(iv) of this chapter as follows:
- (1) If the federal adjusted gross income of the taxpayer is less than or equal to \$125,000.00, all federally taxable U.S. military retirement income and survivor benefit income shall be excluded.
- (2) If the federal adjusted gross income of the taxpayer is greater than \$125,000.00 but less than \$175,000.00, the percentage of federally taxable U.S. military retirement income and survivor benefit income to be excluded shall be proportional to the amount of the taxpayer's federal adjusted gross income over \$125,000.00, determined by:
- (A) subtracting the federal adjusted gross income of the taxpayer from \$175,000.00;
- (B) dividing the value under subdivision (A) of this subdivision (2) by \$50,000.00; and
- (C) multiplying the value under subdivision (B) of this subdivision (2) by the federally taxable U.S. military retirement income and survivor benefit income received.
- (3) pursuant to subsection (b) of this section as though the income were received from the Civil Service Retirement System and shall be subject to the limitations under subsection (e) of this section If the federal adjusted gross income of the taxpayer is equal to or greater than \$175,000.00, no amount of the federally taxable U.S. military retirement income and survivor benefit income received shall be excluded under this section.

- (e)(1) Requirement to elect one exclusion. A taxpayer of this State who is eligible during the taxable year for more than one of the exclusions under subsections (a), (b), and (c) of this section the Social Security income exclusion under subsection (a) of this section and any of the exclusions under subsections (b) (d) of this section shall elect either only one of the exclusions for which the taxpayer is eligible under subsections (b) (d) of this section or the Social Security income exclusion under subsection (a) of this section, but not both, for the taxable year. A taxpayer of this State who is eligible during the taxable year for more than one of the exclusions under subsections (b) (d) of this section shall elect only one of the exclusions for which the taxpayer is eligible for the taxable year.
- (2) A taxpayer of this State who is eligible during the taxable year for the military retirement and survivor benefit exclusion under subsection (d) of this section may elect that exclusion regardless of whether the taxpayer also elects an exclusion under subsections (a)–(c) of this section.
- Sec. 4. 32 V.S.A. § 5813 is amended to read:
- § 5813. STATUTORY PURPOSES

* * *

- (aa) The statutory purpose of the Vermont veteran tax credit in section 5830g of this title is to provide financial support to Vermonters who served in the U.S. uniformed services.
- Sec. 5. 32 V.S.A. § 5830g is added to read:

§ 5830g. VERMONT VETERAN TAX CREDIT

- (a) A resident individual or part-year resident individual who served in the uniformed services shall be entitled to a refundable credit against the tax imposed by section 5822 of this title for the taxable year.
- (b) A taxpayer shall be eligible for the credit under this section provided the taxpayer has a discharge record, or other record of separation from active duty, verifying service in the uniformed services.
- (c)(1) If the federal adjusted gross income of the taxpayer is less than or equal to \$25,000.00, the amount of tax credit provided under this section shall be \$250.00.
- (2) If the federal adjusted gross income of the taxpayer is greater than \$25,000.00 but less than \$30,000.00, the amount of credit shall be \$250.00 less \$5.00 per \$100.00 of federal adjusted gross income exceeding \$25,000.00 of federal adjusted gross income.

(3) If the federal adjusted gross income of the taxpayer is \$30,000.00 or greater, no amount of credit shall be provided under this section.

Sec. 6. EFFECTIVE DATE

Notwithstanding 1 V.S.A. § 214, this act shall take effect retroactively on January 1, 2025 and apply to taxable years beginning on and after January 1, 2025.

and that after passage the title of the bill be amended to read: "An act relating to Vermont income tax exclusions and tax credits"

(Committee vote: 10-0-1)

Favorable

S. 56

An act relating to creating an Office of New Americans

Rep. Stone of Burlington, for the Committee on Government Operations and Military Affairs, recommends that the bill ought to pass in concurrence.

(Committee Vote: 10-0-1)

Rep. Dickinson of St. Albans Town, for the Committee on Appropriations, recommends that the bill ought to pass in concurrence.

(Committee Vote: 10-1-0)

Action Postponed Until May 8, 2025

Favorable with Amendment

H. 248

An act relating to supplemental child care grants and the Child Care Financial Assistance Program

- **Rep.** Cole of Hartford, for the Committee on Human Services, recommends that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:
- Sec. 1. 33 V.S.A. § 3505 is amended to read:

§ 3505. SUPPLEMENTAL CHILD CARE GRANTS

(a)(1)(A) The Commissioner for Children and Families may reserve up to one-half of one percent of the child care family assistance program Child Care Financial Assistance Program funds for extraordinary financial relief to assist child care programs that are at risk of closing due to experiencing financial hardship. The Commissioner may provide extraordinary financial relief under

this subdivision (A) to both licensed and registered child care programs and to child care programs that are in the process of becoming licensed or registered. The Commissioner shall develop guidelines for providing assistance and shall prioritize extraordinary financial relief to child care programs in areas of the State with high poverty and low access to high quality child care.

- (B) If the Commissioner determines a child care program is at risk of closure because its operations are not fiscally sustainable, he or she may provide assistance to In order to transition children who are currently served by the a child care operator program that is closing to a new child care program in an orderly fashion and to help secure other child care opportunities for children served by the program in an effort to minimize the disruption of services, the Commissioner may provide assistance to the existing or new program to minimize the disruption of services to the effected children.
- (C) The As needed to implement this subdivision (1), the Commissioner has the authority to request tax returns and other financial documents to verify the a child care program's financial hardship and its ability to sustain or increase operations.
- (2) Annually on or before January 15, the Commissioner shall report to the Senate Committee on Health and Welfare and to the House Committee on Human Services regarding any funds distributed pursuant to subdivision (1) of this subsection. Specifically, the report shall address how funds were distributed and used. It shall also address results related to any distribution of funds.

* * *

Sec. 2. 33 V.S.A. § 3512 is amended to read:

§ 3512. CHILD CARE FINANCIAL ASSISTANCE PROGRAM;

ELIGIBILITY

- (a)(1) The Child Care Financial Assistance Program is established to subsidize the costs of child care for families that need child care services in order to obtain employment, to retain employment, or to obtain training leading to employment. Families seeking employment shall be entitled to participate in the Program for up to three months and the Commissioner may further extend that period. The Program shall support eligible families by either:
- (A) establishing services with a child care provider with whom the Division has contracted or issued a grant for child care services; or

- (B) providing a subsidy issued pursuant to subdivision (2) of this subsection (a).
- (2) The subsidy authorized by this subsection and the corresponding family contribution shall be established by the Commissioner, by rule, and shall bear a reasonable relationship to income and family size. Commissioner may adjust the subsidy and family contribution by rule to account for increasing child care costs not to exceed 1.5 times the most recent annual increase in the NAICS code 611, Educational Services. Families shall be found eligible using an income eligibility scale based on the current federal poverty level and adjusted for the size of the family. Co-payments shall be assigned to the whole family and shall not increase if more than one eligible child is enrolled in child care. Families with an annual gross income of less than or equal to 175 percent of the current federal poverty guidelines shall not have a family co-payment. Families with an annual gross income up to and including 575 percent of current federal poverty guidelines, adjusted for family size, shall be eligible for a subsidy authorized by this subsection. The scale shall be structured so that it encourages employment. If the federal poverty guidelines decrease in a given year, the Division shall maintain the previous year's federal poverty guidelines for the purpose of determining eligibility and benefit amount under this subsection.

* * *

Sec. 3. 33 V.S.A. § 3514 is amended to read:

§ 3514. PAYMENT TO PROVIDERS

- (a)(1) The Commissioner shall establish a payment schedule for purposes of reimbursing paying providers for full- or part-time child care services rendered to families who participate in the programs established under section 3512 or 3513 of this title. The payment schedule shall ensure timely payment to child care providers by requiring payment in advance of or at the beginning of the delivery of child care services. The payment schedule shall account for the age of the children served, and all providers in the same child care setting category shall receive a reimbursement payment in accordance with a rate payment established by the Commissioner, which shall be dependent upon whether the provider operates a child care center and preschool program, family child care home, or afterschool or summer care program. The reimbursement payment rate shall then be adjusted to reduce the differential between family child care homes and center-based child care and preschool programs by 50 percent.
- (2) Payments shall be based on <u>a child's authorized</u> enrollment. The Department, in consultation with the Office of Racial Equity and stakeholders,

shall adopt rules pursuant to 3 V.S.A. chapter 25 that define "enrollment" and the total number of allowable absences to continue participating in the Child Care Financial Assistance Program. The Department shall minimize itemization of absence categories.

* * *

Sec. 4. EFFECTIVE DATE

This act shall take effect on passage.

(Committee Vote: 11-0-0)

Rep. Mrowicki of Putney, for the Committee on Appropriations, recommends that the report of the Committee on Human Services be amended in Sec. 1, 33 V.S.A. § 3505, in subdivision (a)(1)(A), in the first sentence, after "at risk of closing" by inserting the phrase "or not opening"

(Committee Vote: 11-0-0)

Amendment to be offered by Rep. Holcombe of Norwich to the report of the Committee on Human Services on H. 248

That report of the Committee on Human Services be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

* * * Publicly Funded Prekindergarten Education Generally * * *

Sec. 1. 16 V.S.A. § 829 is amended to read:

§ 829. PREKINDERGARTEN EDUCATION

- (a) Definitions. As used in this section:
- (1) "Prekindergarten child" means a child who, as of the date established by the district of residence for kindergarten eligibility, is three or four years of age or is five years of age but is not yet enrolled in kindergarten.
- (2) "Prekindergarten education" means services designed to provide to prekindergarten children developmentally appropriate early development and learning experiences based on Vermont's early learning standards.
- (3) "Prequalified private provider" means a private provider of prekindergarten education that is qualified pursuant to subsection (c) of this section.
- (4) "Prequalified public provider" means a school district that provides prekindergarten education and is qualified pursuant to subsection (c) of this section.

- (b) Access to publicly funded prekindergarten education.
- (1) No fewer Not less than ten 10 hours per week of publicly funded prekindergarten education shall be available for 35 weeks annually to each prekindergarten child whom a parent or guardian wishes to enroll in an available, prequalified program operated by a public school or a private provider.
- (2)(A) If a parent or guardian chooses to enroll a prekindergarten child in an available, prequalified <u>public</u> program, then, pursuant to the parent or guardian's choice, the school district of residence shall:
- (A)(i) pay tuition pursuant to subsections subsection (d) and (h) of this section upon the request of the parent or guardian to:
 - (i) a prequalified private provider; or
- (ii) a public school located outside the district that operates a prekindergarten program that has been prequalified pursuant to subsection (c) of this section; or
- (B)(ii) enroll the child in the prekindergarten education program that it operates.
- (B) If a parent or guardian chooses to enroll a prekindergarten child in an available, prequalified private program, then, pursuant to the parent or guardian's choice, the Department for Children and Families shall pay tuition to the prequalified private provider pursuant to 33 V.S.A. § 3551.
- (3) If requested by the parent or guardian of a prekindergarten child, the school district of residence shall pay tuition to a prequalified program operated by a private provider or a public school in another district even if the district of residence operates a prekindergarten education program. [Repealed.]
- (4) If the supply of prequalified private and public providers is insufficient to meet the demand for publicly funded prekindergarten education in any region of the State, nothing in this section shall be construed to require a district to begin or expand a program to satisfy that demand; but rather, in collaboration with the Agencies of Education and of Human Services, the local Building Bright Futures Council shall meet with school districts and private providers in the region to develop a regional plan to expand capacity.
- (c) Prequalification. Pursuant to rules jointly developed and overseen by the Secretaries of Education and of Human Services and adopted by the State Board pursuant to 3 V.S.A. chapter 25, the Agencies jointly may determine that a private or public provider of prekindergarten education is qualified for purposes of this section and include the provider in a publicly accessible

database of prequalified providers. At a minimum, the rules shall define the process by which a provider applies for and maintains prequalification status, shall identify the minimum quality standards for prequalification, and shall include the following requirements:

- (1) A program of prekindergarten education, whether provided by a school district or a private provider, shall have received:
- (A) National Association for the Education of Young Children (NAEYC) accreditation;
- (B) at least four stars in the Department for Children and Families' STARS system; or
- (C) three stars in the STARS system if the provider has developed a plan, approved by the Commissioner for Children and Families and the Secretary of Education, to achieve four or more stars.
- (2) A licensed provider shall employ or contract for the services of at least one teacher who is licensed and endorsed in early childhood education or in early childhood special education under chapter 51 of this title.
- (3) A registered home provider that is not licensed and endorsed in early childhood education or early childhood special education shall receive regular, active supervision and training from a teacher who is licensed and endorsed in early childhood education or in early childhood special education under chapter 51 of this title.
 - (d) Tuition, budgets, and average daily membership.
- (1) On behalf of a resident prekindergarten child, a district shall pay tuition for prekindergarten education for ten 10 hours per week for 35 weeks annually to a prequalified private provider or to a public school outside the district that is prequalified pursuant to subsection (c) of this section; provided, however, that the district shall pay tuition for weeks that are within the district's academic year. Tuition paid under this section shall be at a statewide rate, which may be adjusted regionally, that is established annually through a process jointly developed and implemented by the Agencies of Education and of Human Services. A district shall pay tuition to a prequalified public prekindergarten provider located outside the district upon:
- (A) receiving notice from the child's parent or guardian that the child is or will be admitted to the prekindergarten education program operated by the prequalified private provider or the other district; and

- (B) concurrent enrollment of the prekindergarten child in the district of residence for purposes of budgeting and determining average daily membership.
- (2) In addition to any direct costs of operating a prekindergarten education program, a district of residence shall include anticipated tuition payments and any administrative, quality assurance, quality improvement, transition planning, or other prekindergarten-related costs in its annual budget presented to the voters.
- (3) Pursuant to subdivision 4001(1)(C) of this title, the district of residence may include within its average daily membership any prekindergarten child for whom it has provided prekindergarten education or on whose behalf it has paid tuition to a prequalified public provider located outside the district, pursuant to this section.
- (4) A prequalified private provider may receive additional payment directly from the parent or guardian only for prekindergarten education in excess of the hours paid for by the district pursuant to this section or for child eare services, or both. The provider is not bound by the statewide rate established in this subsection when determining the rates it will charge the parent or guardian. [Repealed.]
- (e) Rules. The Secretary of Education and the Commissioner for Children and Families shall jointly develop and agree to rules and present them to the State Board for adoption under 3 V.S.A. chapter 25 as follows:
- (1) To permit private providers that are not prequalified pursuant to subsection (c) of this section to create new or continue existing partnerships with school districts through which the school district provides supports that enable the provider to fulfill the requirements of subdivision (c)(2) or (3) of this section, and through which the district may or may not make in-kind payments as a component of the statewide tuition established under this section.
- (2) To authorize a district to begin or expand a school-based prekindergarten education program only upon prior approval obtained through a process jointly overseen by the Secretaries of Education and of Human Services, which shall be based upon analysis of the number of prekindergarten children residing in the district and the availability of enrollment opportunities with prequalified private providers in the region. Where the data are not clear or there are other complex considerations, the Secretaries may choose to conduct a community needs assessment.

(3) To require that the school district provides opportunities for effective parental participation in the prekindergarten education program.

(4) To establish a process by which:

(A) a parent or guardian notifies the district that the prekindergarten child is or will be admitted to a <u>prequalified public</u> prekindergarten education program not operated by the district and concurrently enrolls the child in the district pursuant to subdivision (d)(1) of this section; <u>and</u>

(B) -a district:

- (i) pays tuition pursuant to a schedule that does not inhibit the ability of a parent or guardian to enroll a prekindergarten child in a prekindergarten education program or the ability of a prequalified private provider to maintain financial stability; and
- (ii) enters into an agreement with any provider to which it will pay tuition regarding quality assurance, transition, and any other matters; and
- (C) a provider that has received tuition payments under this section on behalf of a prekindergarten child notifies a district that the child is no longer enrolled.
- (5) To establish a process to calculate an annual statewide tuition rate that is based upon the actual cost of delivering ten 10 hours per week of prekindergarten education that meets all established quality standards and to allow for regional adjustments to the rate.

(6) [Repealed.]

- (7) To require a district to include identifiable costs for prekindergarten programs and essential early education services in its annual budgets and reports to the community.
- (8) To require a district to report to the Agency of Education annual expenditures made in support of prekindergarten education, with distinct figures provided for expenditures made from the General Fund, from the Education Fund, and from all other sources, which shall be specified.

(9) To provide an administrative process for:

(A) a parent, or guardian, or provider to challenge an action of a school district or the State when the complainant believes that the district or State is in violation of State statute or rules regarding prekindergarten education; and

- (B) a school district to challenge an action of a provider or the State when the district believes that the provider or the State is in violation of State statute or rules regarding prekindergarten education;
- (C) a parent or guardian to challenge the action of a prequalified private provider or prequalified private provider, respectively, when the complainant believes that the provider is in violation of State statute or rules regarding prekindergarten education; and
- (D) a prequalified private provider to challenge an action of the State when the complainant believes the State is in violation of State statute or rules regarding prekindergarten education.
- (10) To establish a system by which the Agency of Education and Department for Children and Families shall jointly monitor and evaluate prekindergarten education programs to promote optimal results for children that support the relevant population-level outcomes set forth in 3 V.S.A. § 2311 and to collect data that will inform future decisions. The Agency and Department shall be required to report annually to the General Assembly in January. At a minimum, the system shall monitor and evaluate:
- (A) programmatic details, including the number of children served, the number of private and public <u>prekindergarten</u> programs operated, and the public financial investment made to ensure access to quality prekindergarten education;
- (B) the quality of public and private prekindergarten education programs and efforts to ensure continuous quality improvements through mentoring, training, technical assistance, and otherwise; and
- (C) the results for children, including school readiness and proficiency in numeracy and literacy.
- (11) To establish a process for documenting the progress of children enrolled in prekindergarten education programs and to require public and private providers to use the process to:
 - (A) help individualize instruction and improve program practice; and
- (B) collect and report child progress data to the Secretary of Education on an annual basis.
- (f) Other provisions of law. Section 836 of this title shall not apply to this section. [Repealed.]
- (g) Limitations. Nothing in this section shall be construed to permit or require payment of public funds to a private provider of prekindergarten

education in violation of Chapter I, Article 3 of the Vermont Constitution or in violation of the Establishment Clause of the U.S. Constitution. [Repealed.]

(h) Geographic limitations.

- (1) Notwithstanding the requirement that a district pay tuition to any prequalified public or private provider in the State, a school board may choose to limit the geographic boundaries within which the district shall pay tuition by paying tuition solely to those prequalified providers in which parents and guardians choose to enroll resident prekindergarten children that are located within the district's "prekindergarten region" as determined in subdivision (2) of this subsection.
- (2) For purposes of this subsection, upon application from the school board, a district's prekindergarten region shall be determined jointly by the Agencies of Education and of Human Services in consultation with the school board, private providers of prekindergarten education, parents and guardians of prekindergarten children, and other interested parties pursuant to a process adopted by rule under subsection (e) of this section. A prekindergarten region:
- (A) shall not be smaller than the geographic boundaries of the school district;
- (B) shall be based in part upon the estimated number of prekindergarten children residing in the district and in surrounding districts, the availability of prequalified private and public providers of prekindergarten education, commuting patterns, and other region-specific criteria; and
- (C) shall be designed to support existing partnerships between the school district and private providers of prekindergarten education.
- (3) If a school board chooses to pay tuition to providers solely within its prekindergarten region, and if a resident prekindergarten child is unable to access publicly funded prekindergarten education within that region, then the child's parent or guardian may request and in its discretion the district may pay tuition at the statewide rate for a prekindergarten education program operated by a prequalified provider located outside the prekindergarten region.
- (4) Except for the narrow exception permitting a school board to limit geographic boundaries under subdivision (1) of this subsection, all other provisions of this section and related rules shall continue to apply. [Repealed.]

Sec. 2. 16 V.S.A. § 4001 is amended to read:

§ 4001. DEFINITIONS

As used in this chapter:

(1) "Average daily membership" of a school district or, if needed in order to calculate the appropriate homestead tax rate, of the municipality as defined in 32 V.S.A. § 5401(9), in any year means:

* * *

(C) The full-time equivalent enrollment for each prekindergarten child as follows: If a child is enrolled in 10 or more hours of prekindergarten education per week in a public school or receives 10 or more hours of essential early education services per week, the child shall be counted as one full-time equivalent pupil. If a child is enrolled in six or more but fewer less than 10 hours of prekindergarten education per week in a public school or if a child receives fewer less than 10 hours of essential early education services per week, the child shall be counted as a percentage of one full-time equivalent pupil, calculated as one multiplied by the number of hours per week divided by ten 10. A child enrolled in prekindergarten education for fewer less than six hours per week in a public school or for any number of hours in a prequalified private provider shall not be included in the district's average daily membership. There is no limit on the total number of children who may be enrolled in public school prekindergarten education program or who receive essential early education services.

* * *

- (15) "Prekindergarten child" means a three- or four-year-old child three or four years of age who is enrolled in a prekindergarten program offered by or through a school district pursuant to rules adopted under section 829 of this title or who is receiving essential early education services offered pursuant to section 2956 of this title. Prekindergarten child also means a five-year-old child five years of age who otherwise meets the terms of this definition if that child is not yet eligible for or enrolled in kindergarten.
 - * * * Child Care Financial Assistance Program, Supplemental Child Care Grants, and Prequalified Private Prekindergarten Education * * *

Sec. 3. 33 V.S.A. § 3505 is amended to read:

§ 3505. SUPPLEMENTAL CHILD CARE GRANTS

(a)(1)(A) The Commissioner for Children and Families may reserve up to one-half of one percent of the child care family assistance program Child Care Financial Assistance Program funds for extraordinary financial relief to assist child care programs that are at risk of closing due to experiencing financial hardship. The Commissioner may provide extraordinary financial relief under this subdivision (A) to both licensed and registered child care programs and to child care programs that are in the process of becoming licensed or registered.

The Commissioner shall develop guidelines for providing assistance and shall prioritize extraordinary financial relief to child care programs in areas of the State with high poverty and low access to high quality child care.

- (B) If the Commissioner determines a child care program is at risk of closure because its operations are not fiscally sustainable, he or she may provide assistance to In order to transition children who are currently served by the a child care operator program that is closing to a new child care program in an orderly fashion and to help secure other child care opportunities for children served by the program in an effort to minimize the disruption of services, the Commissioner may provide assistance to the existing or new program to minimize the disruption of services to the effected children.
- (C) The As needed to implement this subdivision (1), the Commissioner has the authority to request tax returns and other financial documents to verify the a child care program's financial hardship and its ability to sustain or increase operations.
- (2) Annually on or before January 15, the Commissioner shall report to the Senate Committee on Health and Welfare and to the House Committee on Human Services regarding any funds distributed pursuant to subdivision (1) of this subsection. Specifically, the report shall address how funds were distributed and used. It shall also address results related to any distribution of funds.

* * *

Sec. 4. 33 V.S.A. § 3512 is amended to read:

§ 3512. CHILD CARE FINANCIAL ASSISTANCE PROGRAM;

ELIGIBILITY

- (a)(1) The Child Care Financial Assistance Program is established to subsidize the costs of child care for families that need child care services in order to obtain employment, to retain employment, or to obtain training leading to employment. Families seeking employment shall be entitled to participate in the Program for up to three months and the Commissioner may further extend that period. The Program shall support eligible families by either:
- (A) establishing services with a child care provider with whom the Division has contracted or issued a grant for child care services; or
- (B) providing a subsidy issued pursuant to subdivision (2) of this subsection (a).

(2) The subsidy authorized by this subsection and the corresponding family contribution shall be established by the Commissioner, by rule, and shall bear a reasonable relationship to income and family size. Commissioner may adjust the subsidy and family contribution by rule to account for increasing child care costs not to exceed 1.5 times the most recent annual increase in the NAICS code 611, Educational Services. Families shall be found eligible using an income eligibility scale based on the current federal poverty level and adjusted for the size of the family. Co-payments shall be assigned to the whole family and shall not increase if more than one eligible child is enrolled in child care. Families with an annual gross income of less than or equal to 175 percent of the current federal poverty guidelines shall not have a family co-payment. Families with an annual gross income up to and including 575 percent of current federal poverty guidelines, adjusted for family size, shall be eligible for a subsidy authorized by this subsection. The scale shall be structured so that it encourages employment. If the federal poverty guidelines decrease in a given year, the Division shall maintain the previous year's federal poverty guidelines for the purpose of determining eligibility and benefit amount under this subsection.

* * *

Sec. 5. 33 V.S.A. § 3514 is amended to read:

§ 3514. PAYMENT TO PROVIDERS

- (a)(1) The Commissioner shall establish a payment schedule for purposes of reimbursing paying providers for full- or part-time child care services rendered to families who participate in the programs established under section 3512 or 3513 of this title. The payment schedule shall ensure timely payment to child care providers by requiring payment in advance or at the beginning of the delivery of child care services. The payment schedule shall account for the age of the children served, and all providers in the same child care setting category shall receive a reimbursement payment in accordance with a rate payment established by the Commissioner, which shall be dependent upon whether the provider operates a child care center and preschool program, family child care home, or afterschool or summer care program. The reimbursement payment rate shall then be adjusted to reduce the differential between family child care homes and center-based child care and preschool programs by 50 percent.
- (2) Payments shall be based on <u>a child's authorized</u> enrollment. The Department, in consultation with the Office of Racial Equity and stakeholders, shall adopt rules pursuant to 3 V.S.A. chapter 25 that define "enrollment" and the total number of allowable absences to continue participating in the Child

Care Financial Assistance Program. The Department shall minimize itemization of absence categories.

* * *

Sec. 6. 33 V.S.A. chapter 35 is amended to read:

CHAPTER 35. CHILD CARE

* * *

Subchapter 6. Prekindergarten Education

§ 3551. PREQUALIFIED PRIVATE PREKINDERGARTEN EDUCATION

- (a) A parent or guardian may choose to enroll a prekindergarten child in a publicly funded prekindergarten education program operated by an available, prequalified private provider of the parent or guardian's choice pursuant to 16 V.S.A. § 829 by providing written notice to the Department for Children and Families, on a form created by the Department for this purpose, that the child is or will be admitted to the prekindergarten education program operated by a prequalified private provider.
- (b)(1) Upon receiving written notice, the Department shall pay tuition to the prequalified private provider for not more than 10 hours per week of publicly funded prekindergarten education for 35 weeks annually from the State portion of funding appropriated for the Child Care Financial Assistance Program.
- (2) The Department shall pay tuition on a schedule that does not inhibit the ability of a parent or guardian to enroll a prekindergarten child in a private prekindergarten education program or the ability of a prequalified private provider to maintain financial stability.
- (3) Prior to making an initial tuition payment, the Department shall enter into an agreement with a prequalified private provider to which it will pay tuition on behalf of a child regarding quality assurance, compliance with 16 V.S.A. § 829, and any other matters. The agreement shall require a prequalified private provider to notify the Department if a prekindergarten child for which it previously received a prekindergarten tuition payment is no longer enrolled.
- (c) A prequalified private provider may receive additional payment directly from the parent or guardian only for prekindergarten education in excess of the hours paid for by the Department pursuant to this section or for child care services, or both.

(d) As used in this section, "prekindergarten child," "prekindergarten education," and "prequalified private provider" have the same meaning as in 16 V.S.A. § 829.

* * * Reporting Requirement * * *

Sec. 7. REPORT; STREAMLINING APPLICATION PROCESSES

On or before December 15, 2026, the Department for Children and Families' Child Development Division shall submit a proposal to the House Committee on Human Services and to the Senate Committee on Health and Welfare for streamlining the application process for families seeking receive both a benefit for prekindergarten education provided at a prequalified private provider pursuant to 16 V.S.A. § 829 and a Child Care Financial Assistance Program subsidy pursuant to 33 V.S.A. § 3512. The proposal shall include any necessary legislative language.

* * * Effective Dates * * *

Sec. 7. EFFECTIVE DATES

This section and Secs. 3 (supplemental child care grants), 4 (Child Care Financial Assistance Program; eligibility), and 5 (payment to providers) shall take effect on passage. All other sections shall take effect on September 1, 2026.

and that after passage the title of the bill be amended to read: "An act relating to Child Care Financial Assistance Program, supplemental child care grants, and prequalified private prekindergarten education"

NOTICE CALENDAR

Favorable with Amendment

H. 46

An act relating to the Rare Disease Advisory Council

Rep. Garofano of Essex, for the Committee on Human Services, recommends that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

Sec. 1. FINDINGS

The General Assembly finds that:

(1) lack of awareness contributes to common and harmful obstacles that rare disease patients face, such as delays in diagnosis, misdiagnosis, lack of

treatment options, high out-of-pocket costs, and limited access to medical specialists; and

- (2) with the support of the National Organization for Rare Disorders, various patient organizations, and stakeholders in the rare disease community, rare disease advisory councils are enabling states to strategically identify and address barriers that prevent individuals living with rare disease from accessing adequate and effective treatment and care for their condition.
- Sec. 2. 18 V.S.A. chapter 19 is added to read:

CHAPTER 19. RARE DISEASES

§ 981. RARE DISEASE ADVISORY COUNCIL

(a) Creation. There is created the Rare Disease Advisory Council within the Department of Health to provide guidance and recommendations to the public, General Assembly, and other government agencies and departments, as necessary, regarding the needs of individuals living with rare diseases in Vermont.

(b) Membership.

- (1) The Advisory Council shall be composed of the following members:
- (A) two individuals living with a rare disease, at least one of whom is an older Vermonter, one appointed by the Speaker of the House and one appointed by the Senate Committee on Committees;
- (B) a parent or guardian of a person living with a rare disease, appointed by the Senate Committee on Committees;
 - (C) the Commissioner of Health or designee:
- (D) the Commissioner of Disabilities, Aging, and Independent Living or designee;
- (E) a representative of the Heath Equity Advisory Commission established pursuant to section 252 of this title;
- (F) an academic researcher who conducts rare disease research, appointed by the Speaker of the House;
- (G) a physician practicing in Vermont with experience treating a rare disease, appointed by the Vermont Medical Society;
- (H) a nurse practicing in Vermont with experience treating a rare disease, appointed by the Vermont chapter of the American Nurses Association;

- (I) a pharmacist practicing in Vermont, appointed by the Senate Committee on Committees; and
- (J) a geneticist or genetic counselor, appointed by the Senate Committee on Committees.
- (2) The Advisory Council shall collaborate with any other relevant stakeholders it deems appropriate, including the National Organization for Rare Disorders.
- (c) Powers and duties. The Advisory Council may conduct the following activities for the benefit of individuals impacted by rare diseases in Vermont:
- (1) convene public hearings and solicit comments from individuals impacted by rare diseases to assist the Advisory Council with creating a needs assessment identifying gaps in services for individuals with a rare disease in Vermont and the needs of their caregivers and providers;
- (2) provide testimony and comments on pending legislation and rules that impact Vermont's rare disease community before the General Assembly and other State agencies;
- (3) consult with experts on rare diseases to develop policy recommendations that:
- (A) identify conditions to recommend to the Newborn Screening Advisory Committee as part of the Vermont Newborn Screening Program; and
- (B) support timely patient access to diagnostic services and treatment and enhance quality of services provided by rare disease specialists;
- (4) maintain a web page on the Department of Health's website to serve as a resource for individuals with a rare disease that contains notices of upcoming meetings, meeting minutes, public comments, and previous annual reports; and
 - (5) any other activities identified by a majority of the Advisory Council.
- (d) Assistance. The Advisory Council shall have the administrative, technical, and legal assistance of the Department of Health.
- (e) Report. As needed, the Advisory Council may submit any recommendations for legislative action to the House Committees on Health Care and on Human Services and to the Senate Committee on Health and Welfare.
 - (f) Meetings.

- (1) The Commissioner of Health or designee shall call the first meeting of the Advisory Council.
- (2) Annually, the Advisory Council shall elect a member to serve as the Chair.
- (3) The Advisory Council shall meet quarterly. Meetings may be held in person or remotely on an electronic platform as determined by the Chair.
 - (4) A majority of the membership shall constitute a quorum.
- (g) Compensation and reimbursement. The members of the Advisory Council not otherwise compensated for their participation shall be entitled to per diem compensation and reimbursement of expenses as permitted under 32 V.S.A. § 1010 for not more than four meetings annually.

Sec. 3. EFFECTIVE DATE

This act shall take effect on July 1, 2026.

(Committee Vote: 10-1-0)

H. 230

An act relating to the management of fish and wildlife

- **Rep. Satcowitz of Randolph**, for the Committee on Environment, recommends that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:
- Sec. 1. 10 V.S.A. § 4251 is amended to read:

§ 4251. TAKING WILD ANIMALS AND FISH; LICENSE

- (a) Except as provided in sections 4253 and 4254b of this title, a person shall not take wild animals or fish without first having procured a license therefor; provided, however, that a person under 15 years of age may take fish in accordance with this part and regulations of the Board, without first having procured a license therefor.
- (b) The Commissioner of Fish and Wildlife may designate two days each calendar year as "free fishing days" for which no license shall be required. One day shall occur in the open water fishing season and one day shall occur during the ice fishing season.
- (c) The Commissioner of Fish and Wildlife may designate Labor Day weekend each year as "free mentored fishing weekend," during which one unlicensed angler can fish with one licensed angler throughout this three-day period.

Sec. 2. 10 V.S.A. § 4613 is amended to read:

§ 4613. FISHING TOURNAMENTS

- (a) No person or organization shall hold a fishing tournament on the waters of the State without first obtaining a permit from the Department of Fish and Wildlife. Tournaments held on the Connecticut River, excluding Moore and Comerford Reservoirs, that do not utilize an access area in Vermont are not required to obtain a permit from the Department of Fish and Wildlife.
- (b) A fishing tournament means a contest in which anglers pay a fee to enter and in which the entrants compete for a prize based on the quality or size of the fish they catch. A contest may run multiple days, but the days must be consecutive for that contest to be considered a single event. A tournament that limits the entrants to people below 15 years of age or a tournament held as part of a Special Olympics program shall be exempt from paying the fee required under subsection (d) of this section.
- (c) The Commissioner shall adopt rules that establish the procedure for implementation of this section. The rules shall include a provision that an angler may not enter a fish that was caught and confined to an enclosed area prior to the beginning of the tournament.
- (d) The Commissioner shall charge a fee of \$50.00 based on the number of participants for each permit issued under this section and shall deposit the fee collected into the Fish and Wildlife Fund. Tournaments with up to 25 participants shall pay a fee of \$10.00; tournaments with 26 to 50 participants shall pay a fee of \$30.00; and tournaments with more than 50 participants shall pay a fee of \$100.00.
- Sec. 3. 10 V.S.A. § 4518 is amended to read:

§ 4518. BIG GAME VIOLATIONS; THREATENED AND ENDANGERED SPECIES; SUSPENSION; VIOLATIONS

(a) Whoever violates a provision of this part or orders or rules of the Board relating to taking, possessing, transporting, buying, or selling of big game; relating to threatened or endangered species; or relating to the trade in covered animal parts or products that constitutes a big game violation shall be fined not more than \$1,000.00 \$2,000.00 nor less than \$400.00 \$500.00 or imprisoned for not more than 60 days, or both. Upon a second and all subsequent convictions or any conviction while under license suspension related to the requirements of part 4 of this title, the violator shall be fined not more than \$4,000.00 \$5,000.00 nor less than \$2,000.00 or imprisoned for not more than 60 180 days, or both.

- (b) As used in this section, "big game violation" means:
- (1) violations relating to taking, possessing, transporting, buying, or selling of big game;
- (2) violations of chapter 123 of this title and the rules related to threatened and endangered species;
- (3) violation of section 4280 of this title relating to criminal suspensions;
- (4) violations of chapter 124 of this title relating to the trade in covered animal parts or products;
- (5) interference with hunting, fishing, or trapping in violation of section 4708 of this title; or
- (6) illegal commercial importation or possession of wild animals in violation of section 4709 of this title.
- Sec. 4. 10 V.S.A. § 4552 is amended to read:

§ 4552. JURISDICTION; VENUE

The Vermont Criminal Division of the Superior Court shall have exclusive jurisdiction over fish and wildlife violations with the exception of violations related to section 4572 and chapters 123 and 124 of this title. Venue for adjudicating fish and wildlife violations shall be the unit of the Criminal Division of the Superior Court having jurisdiction over the geographical area where the offense is stated to have occurred.

Sec. 5. 10 V.S.A. § 4572 is amended to read:

§ 4572. DEFINITIONS

- (a) As used in this subchapter, a minor fish and wildlife violation means:
- (1) a violation of 10 V.S.A. § 4145 (violation of access and landing area rules);
- (2) a violation of 10 V.S.A. § 4251 (taking wild animals and fish without a license);
- (3) a violation of 10 V.S.A. § 4266 (failure to carry a license on person or failure to exhibit license);
- (4) a violation of 10 V.S.A. § 4267 (false statements in license application; altering license; transferring license to another person; using another person's license; or guiding an unlicensed person);
 - (5) a violation of 10 V.S.A. § 4713 (tree or ground stands or blinds); or

- (6) [Repealed.]
- (7) a violation of a biological collection rule adopted by the Board under part 4 of this title; or
- (8) except for big game offenses and under revocation offenses, any fish and wildlife violation as defined by 10 V.S.A § 4551 and not otherwise listed in this section shall be charged as a minor violation, provided that:
 - (A) the offender has no prior history of fish and wildlife violations;
 - (B) no evidence was seized in relation to the violation;
- (C) a criminal warrant was not used in relation to the violation; and
 - (D) there is no possibility of forfeiture.
 - (b) "Bureau" means the Judicial Bureau as created in 4 V.S.A. § 1102.
- Sec. 6. 10 V.S.A. § 4085 is added to read:

§ 4085. REPTILES AND AMPHIBIANS; TAKING; POSSESSION

- (a) A person shall not intentionally take a reptile or amphibian in the State unless authorized by rules adopted under subsection (b) of this section.
- (b) The Commissioner may establish requirements for the following by rule:
- (1) the collection or possession for commercial use, export, or sale of reptiles and amphibians specified by the Commissioner;
- (2) the taking of reptiles or amphibians that have been classified as common, widespread, and abundant, known as S5 ranked species, with stable or increasing populations indicated by data collected or compiled by the Department of Fish and Wildlife;
- (3) the taking of a reptile or amphibian that due to population, risk to other native species, or risk to ecosystems has been identified as requiring a reduction in population; or
- (4) under specified criteria, the taking, collection, or possession of a specified reptile or amphibian for scientific, educational, or noncommercial cultural or ceremonial purposes.
- (c) Rules adopted by the Commissioner of Fish and Wildlife under this section shall be designed to maintain the best health, population, and utilization levels of the regulated reptile or amphibian.

Sec. 7. IMPORT, POSSESSION, AND SALE OF REPTILES AND AMPHIBIANS; ENDORSEMENTS

- (a)(1) A person shall not import, possess, or sell in the State a pond slider turtle (Trachemys scripta), unless the turtle was legally acquired as a pet prior to July 1, 2025.
- (2) A person is prohibited from releasing to the wild a pond slider retained as a pet under this subsection. A violation of the prohibition under this section shall be subject to enforcement as a fish and wildlife violation under Title 10 part 4.
- (b) Subsection (a) of this section shall be repealed on the effective date of a rule adopted by the Commissioner of Fish and Wildlife under 10 V.S.A. § 4085 regulating the import, possession, or sale of the pond slider turtle (Trachemys scripta).
- (c) When the Commissioner of Fish and Wildlife under 10 V.S.A. § 4085(b) authorizes the taking of a reptile or amphibian by hunting, a hunting license issued under 10 V.S.A. part 4 that authorizes the taking of reptiles and amphibians under the license shall include an endorsement indicating the authorized taking.
- Sec. 8. 10 V.S.A. § 4709 is amended to read:
- § 4709. TRANSPORT, IMPORTATION, POSSESSION, AND STOCKING OF WILD ANIMALS; POSSESSION OF WILD BOAR OR FERAL SWINE
- (a) A person shall not bring into, transport into, transport within, transport through, or possess in the State any live wild bird or animal of any kind, including reptiles, amphibians, or any manner of feral swine, without authorization from the Commissioner or his or her the Commissioner's designee. The importation permit may be granted under such regulations therefor as rules, requirements, or conditions that the Commissioner shall prescribe and only after the Commissioner has made such investigation and inspection of the birds or animals as she or he the Commissioner may deem necessary. The Department may dispose of unlawfully possessed or imported wildlife as it may judge best, and the State may collect treble damages from the violator of this subsection for all expenses incurred.
- (b) No person shall bring into the State from another country, state, or province wildlife illegally taken, transported, or possessed contrary to the laws governing the country, state, or province from which the wildlife originated.

- (c) No person shall place a Vermont-issued tag on wildlife taken outside the State. No person shall report big game in Vermont when the wildlife is taken outside the State.
- (d) Nothing in this section shall prohibit the Commissioner or duly authorized agents of the Department of Fish and Wildlife from bringing into the State for the purpose of planting, introducing, or stocking or from planting, introducing, or stocking in the State any wild bird or animal.
- (e) A person shall not take, collect, possess, sell, import, or export any wild bird or animal, or parts thereof, dead or alive, for commercial purposes unless authorized by statute, the rules of the Board, rules of the Commissioner, or a permit from the Commissioner.
- (f) Any person who violates this section may be subject to the penalties set forth in section 4518 of this title and also may be required to pay additional penalties based on reasonable mitigation and potential economic benefit associated with commercial trade.
- (g) The Commissioner may bring an action in the unit of the Criminal Division of the Superior Court having jurisdiction over the geographical area where the offense is stated to have occurred, or the Environmental Division of the Superior Court, to compel reasonable mitigation and recover economic benefits for commercial collection and trade violations under this subsection.
 - (h) Applicants shall pay a permit fee of \$100.00.
- (f)(i)(1) The Commissioner shall not issue a permit under this section for the importation or possession of the following live species, a hybrid or genetic variant of the following species, offspring of the following species, or offspring or a hybrid of a genetically engineered variant of the following species: feral swine, including wild boar, wild hog, wild swine, feral pig, feral hog, old world swine, razorback, Eurasian wild boar, or Russian wild boar (Sus scrofo Linnaeus). A feral swine is:

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Sec. 9. 10 V.S.A. § 5403(a) is amended to read:

- (a) Except as authorized under this chapter, a person shall not:
- (1) take, possess, or transport wildlife or wild plants that are members of a threatened or endangered species; or
 - (2) destroy or adversely impact critical habitat;
- (3) sell or offer for sale in intrastate commerce a threatened or endangered species;

- (4) deliver, receive, carry, transport, or ship a threatened or endangered species in intrastate commerce; or
- (5) import a threatened or endangered species into or export a threatened or endangered species from Vermont.
- Sec. 10. 10 V.S.A. § 5408 is amended to read:
- § 5408. AUTHORIZED TAKINGS; INCIDENTAL TAKINGS;

DESTRUCTION OF CRITICAL HABITAT

- (a) Authorized taking. Notwithstanding any provision of this chapter, after obtaining the advice of the Endangered Species Committee, the Secretary may permit, under such terms and conditions as the Secretary may require as necessary to carry out the purposes of this chapter, the taking of a threatened or endangered species, the destruction of or adverse impact on critical habitat, or any act otherwise prohibited by this chapter if done for any of the following purposes:
 - (1) scientific purposes;
- (2) to enhance the propagation or survival of a threatened or endangered species;
 - (3) zoological exhibition;
 - (4) educational purposes;
 - (5) noncommercial cultural or ceremonial purposes; or
- (6) special purposes consistent with the purposes of the federal Endangered Species Act.
- (b) Incidental taking. After obtaining the advice of the Endangered Species Committee, the Secretary may permit, under such terms and conditions as necessary to carry out the purposes of this chapter, the incidental taking of a threatened or endangered species or the destruction of or adverse impact on critical habitat if:
 - (1) the taking is necessary to conduct an otherwise lawful activity;
- (2) the taking is attendant or secondary to, and not the purpose of, the lawful activity;
 - (3) the impact of the permitted incidental take is minimized; and
- (4) the incidental taking will not impair the conservation or recovery of any endangered species or threatened species.

* * *

- (k) Public notice. Prior Except for threatened and endangered species listed by the Secretary in accordance with subsection 5410(b) of this title, prior to issuing a permit for an incidental taking and prior to the initial issuance or amendment of a general permit under this section, the Secretary shall provide for public notice of no not fewer than 30 days, opportunity for written comment, and opportunity to request a public informational hearing. The Except for threatened and endangered species listed by the Secretary in accordance with subsection 5410(b) of this title, the Secretary shall post permit applications, permit decisions, and the initial or amended general permits on the website of the Agency of Natural Resources. The Except for threatened and endangered species listed by the Secretary in accordance with subsection 5410(b) of this title, the Secretary also shall provide notice to interested persons who request notice of permit applications, permit decisions, and proposed general permits or proposed amendments to general permits.
 - (1) General permits.
- (1) The Secretary may issue general permits for activities that will not affect the continued survival or recovery of a threatened or endangered species.

* * *

- (6) Prior Except for threatened and endangered species listed by the Secretary in accordance with subsection 5410(b) of this title, prior to issuing an initial or amended general permit under this subsection, the Secretary shall:
 - (A) post a draft of the general permit on the Agency website;
 - (B) provide public notice of at least 30 days; and
 - (C) provide for written comments or a public hearing, or both.
- (7) For applications for coverage under the terms of an issued general permit, the applicant shall provide notice on a form provided by the Secretary. The Except for threatened and endangered species listed by the Secretary in accordance with subsection 5410(b) of this title, the Secretary shall post notice of the application on the Agency website and shall provide an opportunity for written comment, regarding whether the application complies with the terms and conditions of the general permit, for ten 10 days following receipt of the application.

* * *

Sec. 11. 10 V.S.A. § 5410 is amended to read:

§ 5410. LOCATION CONFIDENTIAL

- (a) The Secretary shall not disclose information regarding the specific location of threatened or endangered species sites or habitats except that the Secretary shall disclose information regarding the location of the threatened or endangered species to:
 - (1) to the owner of land upon which the species is located;
- (2) to a potential buyer of land upon which the species is located who has a bona fide contract to buy the land and applies to the Secretary for disclosure of threatened or endangered species information; or
- (3) <u>to</u> qualified individuals or organizations, public agencies, and nonprofit organizations for scientific research or for preservation and planning purposes when the Secretary determines that the preservation of the species is not further endangered by the disclosure; <u>or</u>
- (4) during regulatory processes with the exception of threatened or endangered species listed under subsection (b) of this section.
- (b) The Secretary shall maintain a subset list of threatened and endangered species whose specific names shall not be included in regulatory planning. The subset list shall include threatened or endangered species for which the species names and locations shall not be disclosed because of the risk that the species will be significantly harmed by unauthorized take, such as illegal collection, commercial trade, human-caused mortality, or destruction of habitat. The list shall be based on the rarity of the species, known collection and commercial trade activities in Vermont and other states or countries, incidents of human-caused mortality or destruction of habitat, and other factors that present a threat to the continued existence of the species.
- (c) When the Secretary issues a permit under this chapter to take a threatened or endangered species or destroy or adversely impact critical habitat and when the Secretary designates critical habitat by rule under section 5402a of this title, the Secretary shall disclose only the municipality and general location where the threatened or endangered species or designated critical habitat is located. When the Secretary designates critical habitat under section 5402a of this title, the Secretary shall notify the municipality in which the critical habitat is located and shall disclose the general location of the designated critical habitat.
- Sec. 12. 10 V.S.A. § 4829 is amended to read:

§ 4829. PERSON SUFFERING DAMAGE BY DEER OR BLACK BEAR

(a) A person engaged in the business of farming who suffers damage by deer to the person's crops, fruit trees, or crop-bearing plants on land not posted against the hunting of deer, or a person engaged in the business of farming

who suffers damage by black bear to the person's cattle, sheep, swine, poultry, or bees or bee hives on land not posted against hunting or trapping of black bear is entitled to reimbursement for the damage up to an amount not to exceed \$5,000.00 per year, and may apply to the Department of Fish and Wildlife within 72 hours of the occurrence of the damage for reimbursement for the damage. As used in this section, "post" means any signage that would lead a reasonable person to believe that hunting is prohibited on the land.

(b) As used in this section, a person is "engaged in the business of farming" if he or she earns at least one-half of the farmer's annual gross income from the business of farming, as that term is defined in the Internal Revenue Code, 26 C.F.R. § 1.175-3. [Repealed.]

Sec. 13. EFFECTIVE DATES

This act shall take effect on July 1, 2025, except that in Sec. 6, 10 V.S.A. § 4085(a) (related to the taking of reptiles and amphibians) shall take effect on January 1, 2027.

(Committee Vote: 9-1-1)

Rep. Masland of Thetford, for the Committee on Ways and Means, recommends that the bill ought to pass when amended as recommended by the Committee on Environment.

(Committee Vote: 7-3-1)

S. 63

An act relating to modifying the regulatory duties of the Green Mountain Care Board

Rep. Critchlow of Colchester, for the Committee on Health Care, recommends that the House propose to the Senate that the bill be amended as follows:

<u>First</u>: By striking out Sec. 7, 18 V.S.A. § 9456, in its entirety and inserting a new Sec. 7 to read as follows:

Sec. 7. 18 V.S.A. § 9456 is amended to read:

§ 9456. BUDGET REVIEW

(a) The Board shall conduct reviews of each hospital's proposed budget based on the information provided pursuant to this subchapter and in accordance with a schedule established by the Board. Notwithstanding any provision of 3 V.S.A. chapter 25 to the contrary, the Board's review, establishment, and enforcement of hospital budgets under this section shall not be construed to be a contested case. Any person aggrieved by a final Board

action, order, or determination under this section may appeal as set forth in section 9381 of this title.

* * *

- $(d)(1)(\underline{A})$ Annually, the Board shall establish a budget for each general hospital, as defined in section 1902 of this title, on or before September 15, followed by a written decision by on or before October 1.
- (B) Annually, the Board shall establish a budget for each psychiatric hospital, as defined in section 1902 of this title but excluding those conducted, maintained, or operated by the State of Vermont, on or before December 15, followed by a written decision on or before December 31.
- (C) Each hospital shall operate within the budget established under this section.

* * *

- (h)(1) If a hospital violates a provision of this section, the Board may maintain an action in the Superior Court of the county in which the hospital is located to enjoin, restrain, or prevent such violation.
- (2)(A) After notice and an opportunity for hearing, the Board may impose on a person who knowingly violates a provision of this subchapter, or a rule adopted pursuant to this subchapter, a civil administrative penalty of no not more than \$40,000.00, or in the case of a continuing violation, a civil administrative penalty of no not more than \$100,000.00 or one-tenth of one percent of the gross annual revenues of the hospital, whichever is greater. This subdivision shall not apply to violations of subsection (d) of this section caused by exceptional or unforeseen circumstances.
 - (B)(i) The Board may order a hospital to:

* * *

(ii) Orders issued under this subdivision (2)(B) shall be issued after notice and an opportunity to be heard, except where the Board finds that a hospital's financial or other emergency circumstances pose an immediate threat of harm to the public or to the financial condition of the hospital. Where there is an immediate threat, the Board may issue orders under this subdivision (2)(B) without written or oral notice to the hospital. Where an order is issued without notice, the hospital shall be notified of the right to a hearing at the time the order is issued. The hearing shall be held within 30 days after receipt of the hospital's request for a hearing, and a decision shall be issued within 30 days after conclusion of the hearing. The Board may increase the time to hold the hearing or to render the decision for good cause shown.

Hospitals may appeal any decision in this subsection to Superior Court. Appeal shall be on the record as developed by the Board in the administrative proceeding and the standard of review shall be as provided in 8 V.S.A. § 16.

<u>Second</u>: By striking out Sec. 10, effective dates, in its entirety and inserting a new Sec. 10 to read as follows:

Sec. 10. EFFECTIVE DATES

- (a) In Sec. 5, (18 V.S.A. § 9382), subsection (a) shall take effect on January 1, 2027 and subsections (b)–(g) shall take effect on January 1, 2026.
- (b) Secs. 6 (18 V.S.A. § 9454) and 7 (18 V.S.A. § 9456) and this section shall take effect on passage.
 - (c) The remaining sections shall take effect on July 1, 2025.

(Committee vote: 8-3-0)

S. 87

An act relating to extradition procedures

Rep. Goslant of Northfield, for the Committee on Judiciary, recommends that the House propose to the Senate that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

Sec. 1. 13 V.S.A. § 4955 is amended to read:

§ 4955. COMMITMENT TO AWAIT EXTRADITION; BAIL

If upon examination it appears that the person held is the person charged with having committed the crime alleged and that the person probably committed the crime, and, except in cases arising under section 4946 of this title, that the person has fled from justice, the judge or magistrate shall commit the person to jail by a warrant, reciting the accusation, for such a time, not exceeding 30 90 days, to be specified in the warrant as will enable the arrest of the accused to be made under a warrant of the Governor on a requisition of the executive authority of the state having jurisdiction of the offense, unless the accused give bail as provided in section 4956 of this title, or until the person shall be legally discharged. On request of the state, the hearing may be continued for up to three working business days, only for the purpose of determining whether the person probably committed the crime. Findings under this section may be based upon hearsay evidence or upon copies of affidavits, whether certified or not, made outside this State. It shall be sufficient for a finding that a person probably committed the crime that there is a current grand jury indictment from another state.

Sec. 2. 13 V.S.A. § 4957 is amended to read:

§ 4957. EXTENDING TIME OF COMMITMENT

If the accused is not arrested under warrant of the Governor by the expiration of the time specified in the warrant, bond, or undertaking, such judge may discharge him or her or may recommit him or her the accused for a further period not to exceed 60 30 days, or may again take bail for his or her the accused's appearance and surrender as provided in section 4956 of this title, but within a period not to exceed 60 30 days after the date of such new bond.

Sec. 3. 13 V.S.A. § 4967 is amended to read:

§ 4967. WRITTEN WAIVER OF EXTRADITION PROCEEDINGS

- (a)(1) Any person arrested in this State charged with having committed any crime in another state or alleged to have escaped from confinement, or broken the terms of his or her bail, probation, or parole may waive the issuance and service of the warrant provided for in sections 4947 and 4948 of this title and all other procedure incidental to extradition proceedings, by executing or subscribing in the presence of a judge of any court of record within this State a writing that states that he or she the person consents to return to the demanding state; provided, however, before such the waiver shall be is executed or subscribed by such the person it shall be the duty of such, the judge to shall inform such the person of his or her the rights right to the issuance and service of a warrant of extradition and the right to obtain a writ of habeas corpus as provided for in section 4950 of this title.
- (2) If the person previously signed an authenticated waiver of extradition to the demanding state, the waiver shall be presumed valid. If the person contests the validity of the previously signed waiver, the person bears the burden of proving that the waiver is not valid. If the court finds that the waiver is valid, it may proceed as if the person had consented to return to the demanding state in accordance with subdivision (1) of this subsection.
- (b) If and when such consent has been duly executed, it shall forthwith be forwarded to the office of the Governor of this State and filed therein. The judge shall direct the officer having such person in custody to deliver forthwith such person to the duly accredited agent or agents of the demanding state, and shall deliver or cause to be delivered to such agent or agents a copy of such consent; provided, however, that nothing in this section shall be deemed to limit the rights of the accused person to return voluntarily and without formality to the demanding state, nor shall this waiver procedure be deemed to

be an exclusive procedure or to limit the powers, rights, or duties of the officers of the demanding state or of this State.

Sec. 4. 13 V.S.A. § 5043 is amended to read:

§ 5043. HEARING, COMMITMENT, DISCHARGE

- (a) If an arrest is made in this State by an officer of another state in accordance with the provisions of section 5042 of this title, he or she shall the officer, without unnecessary delay, shall take the person arrested before a Superior judge of the unit in which the arrest was made, who shall conduct a hearing for the purpose of determining the lawfulness of the arrest.
- (b) If the judge determines that the arrest was lawful, he or she the judge shall commit the person arrested to await for a reasonable time the issuance of an extradition warrant by the Governor of this State within 90 days or admit such person to bail pending the issuance of such warrant. The judge shall consider the issuance of a judicial warrant for the arrest of the person who has fled justice to Vermont from another state when determining the risk of flight from prosecution.
- (c) If the judge determines that the arrest was unlawful, he or she the judge shall discharge the person arrested.

Sec. 5. EFFECTIVE DATE

This act shall take effect on passage and shall apply prospectively and not affect extraditions in process at the time of enactment.

(Committee vote: 11-0-0)

S. 109

An act relating to miscellaneous judiciary procedures

- **Rep. Rachelson of Burlington**, for the Committee on Judiciary, recommends that the House propose to the Senate that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:
- Sec. 1. 3 V.S.A. § 164 is amended to read:

§ 164. ADULT COURT DIVERSION PROGRAM

- (a) Purpose.
- (1) The Attorney General shall develop and administer an adult court diversion program, for both pre-charge and post-charge referrals, <u>available</u> in all counties.

(2) The program shall be designed to provide a restorative option for persons alleged to have caused harm in violation of a criminal statute or who have been charged with violating a criminal statute as well as for victims or those acting on a victim's behalf who have been allegedly harmed by the responsible party person referred to the program. The diversion program can accept referrals to the program as follows:

* * *

(c) Adult diversion program policy and referral requirements.

* * *

- (3) Adult post-charge diversion requirements. Each State's Attorney, in cooperation with the Office of the Attorney General and the adult post-charge diversion program, shall develop clear criteria for deciding what types of offenses and offenders will be eligible for diversion; however, the State's Attorney shall retain final discretion over the referral of each case for diversion. All adult post-charge diversion programs receiving financial assistance from the Attorney General shall adhere to the following:
- (A) The post-charge diversion program for adults shall only accept persons against whom charges have been filed and the court has found probable cause, but are not adjudicated.
- (B) A prosecutor may refer a person to diversion either before or after arraignment and shall notify in writing the diversion program and the court of the prosecutor's of the referral to diversion.

* * *

Sec. 2. 4 V.S.A. § 71 is amended to read:

§ 71. APPOINTMENT AND TERM OF SUPERIOR JUDGES

(a) There shall be 34 Superior judges, whose term of office shall, The number of Superior Judges shall be as determined by the General Assembly. The term of office of a Superior Judge shall, except in the case of an appointment to fill a vacancy or unexpired term, begin on April 1 in the year of their appointment or retention and continue for six years.

* * *

Sec. 3. 4 V.S.A. § 1102 is amended to read:

§ 1102. JUDICIAL BUREAU; JURISDICTION

(a) The Judicial Bureau is created within the Judicial Branch under the supervision of the Supreme Court.

(b) The Judicial Bureau shall have jurisdiction of the following matters:

* * *

(4) Violations of 7 V.S.A. § 1005, relating to possession <u>and</u> <u>procurement</u> of tobacco products by a person under 21 years of age.

* * *

Sec. 4. 4 V.S.A. § 1106 is amended to read:

§ 1106. HEARING

* * *

(d) A <u>Unless otherwise provided by law, a</u> law enforcement officer may void or amend a complaint issued by that officer by so marking the complaint and returning it to the Bureau, regardless of whether the amended complaint is a lesser included violation. At the hearing, a law enforcement officer may, <u>unless otherwise provided by law,</u> void or amend a complaint issued by that officer in the discretion of that officer.

* * *

Sec. 5. 7 V.S.A. § 1005(c) is amended to read:

- (c) A person under 21 years of age who misrepresents his or her the person's age by presenting false identification to purchase tobacco products, tobacco substitutes, or tobacco paraphernalia shall be fined subject to a civil penalty of not more than \$50.00 or provide up to 10 hours of community service, or both.
- Sec. 6. 12 V.S.A. § 5 is amended to read:

§ 5. DISSEMINATION OF ELECTRONIC CASE RECORDS

- (a) The Court shall not permit public access via the Internet internet to criminal, family, or probate case records. The Court may permit criminal justice agencies, as defined in 20 V.S.A. § 2056a, Internet internet access to criminal case records for criminal justice purposes, as defined in 20 V.S.A. § 2056a.
- (b) <u>Notwithstanding subsection</u> (a) of this section, the Court shall provide licensed Vermont attorneys in good standing with access via the internet, through the Judiciary's Public Portal website or otherwise, to nonconfidential criminal, family, and probate case records.
- (c) This section shall not be construed to prohibit the Court from providing electronic access to:

- (1) court schedules of the Superior Court or opinions of the Criminal Division of the Superior Court;
- (2) State agencies in accordance with data dissemination contracts entered into under Rule 12 of the Vermont Rules for Public Access to Court Records; or
- (3) decisions, recordings of oral arguments, briefs, and printed cases of the Supreme Court.

Sec. 7. 12 V.S.A. § 4937 is amended to read:

§ 4937. ATTORNEY'S FEES

When a mortgage contains an agreement on the part of the mortgagor to pay the mortgagee, in the event of foreclosure, the attorney's fees incident thereto, and claim is made therefor in the complaint, upon hearing, the court in which the complaint is brought shall allow such fee as in its judgment is just.

Sec. 8. 13 V.S.A. § 4013 is amended to read:

§ 4013. ZIP GUNS; SWITCHBLADE KNIVES

A person who possesses, sells, or offers for sale a weapon commonly known as a "zip" gun, or a weapon commonly known as a switchblade knife, the blade of which is three inches or more in length, shall be imprisoned not more than 90 days or fined not more than \$100.00, or both.

Sec. 9. EXPUNGEMENT OF CRIMINAL HISTORY RECORDS

The court shall order the expungement of criminal history records of convictions of 13 V.S.A. § 4013 for possessing, selling, or offering for sale a switchblade knife that occurred prior to July 1, 2025. The process and effect for expungement of these records shall be as provided for in 13 V.S.A. § 7606 and shall be completed by the court and all entities subject to the order not later than July 1, 2026.

Sec. 10. 13 V.S.A. § 5351(7) is amended to read:

- (7) "Victim" means:
- (A) a person who sustains injury or death as a direct result of the commission or attempted commission of a crime;
- (B) an intervenor who is <u>physically</u> injured or killed in an attempt to assist the person described in subdivision (A) of this subdivision (7) or the <u>police</u> a protected professional as defined in subdivision 1028(d)(1) of this <u>title</u>;

- (C) a surviving immediate family member of a homicide victim, including a spouse, domestic partner, parent, sibling, child, grandparent, or other survivor who may suffer severe emotional harm as a result of the victim's death as determined on a case-by-case basis in the discretion of the Board; or
- (D) a resident of this State who is injured or killed as the result of a crime committed outside the United States.

Sec. 11. 13 V.S.A. § 7282 is amended to read:

§ 7282. SURCHARGE

* * *

- (c) SIU surcharge. In addition to any penalty or fine imposed by the court for a criminal offense committed after July 1, 2009, the clerk of the court shall levy an additional surcharge of \$100.00 to be deposited in the General Fund, in support of the Specialized Investigative Unit Grants Board created in 24 V.S.A. § 1940(c), and used to pay for the costs of Specialized Investigative Units.
- Sec. 12. 14 V.S.A. § 2 is amended to read:
- § 2. DEPOSIT OF WILL FOR SAFEKEEPING; DELIVERY; FINAL DISPOSITION
- (a) A will may be deposited for safekeeping in the Probate Division of the Superior Court for the district in which the testator resides on payment to the court of the applicable fee required by 32 V.S.A. § 1434(a)(17) 32 V.S.A. § 1434(a)(18). The register shall give to the testator a receipt, shall safely keep each will so deposited, and shall keep an index of the wills so deposited.

* * *

Sec. 13. 14 V.S.A. § 3068 is amended to read:

§ 3068. HEARING

* * *

- (e)(1) If upon completion of the hearing and consideration of the record the court finds that the respondent is not a person in need of guardianship, it shall dismiss the petition and seal the records of the proceeding.
- (2) If a motion to withdraw the petition is made before the final hearing, the court shall dismiss the petition and seal the records of the proceeding.
- (f) If upon completion of the hearing and consideration of the record the court finds that the petitioner has proved by clear and convincing evidence that

the respondent is a person in need of guardianship or will be a person in need of guardianship on attaining 18 years of age, it shall enter judgment specifying the powers of the guardian pursuant to sections 3069 and 3070 of this title and the duties of the guardian pursuant to section 3071 of this title.

(g) Any party to the proceeding before the court may appeal the court's decision in the manner provided in section 3080 of this title.

Sec. 14. 14 V.S.A. § 4051 is amended to read:

§ 4051. STATUTORY FORM POWER OF ATTORNEY

A document substantially in the following form may be used to create a statutory form power of attorney that has the meaning and effect prescribed by this chapter.

VERMONT STATUTORY FORM POWER OF ATTORNEY IMPORTANT INFORMATION

* * *

GRANT OF SPECIFIC AUTHORITY (OPTIONAL)

My agent MAY NOT do any of the following specific acts for me UNLESS I have INITIALED the specific authority listed below:

(CAUTION: Granting any of the following will give your agent the authority to take actions that could significantly reduce your property or change how your property is distributed at your death. INITIAL ONLY the specific authority you WANT to give your agent.)

- () An agent who is not an ancestor, spouse, or descendant may exercise authority under this power of attorney to create in the agent or in an individual to whom the agent owes a legal obligation of support an interest in my property whether by gift, rights of survivorship, beneficiary designation, disclaimer, or otherwise
- () Create, amend, revoke, or terminate an inter vivos, family, living, irrevocable, or revocable trust
- () Consent to the modification or termination of a noncharitable irrevocable trust under 14A V.S.A. § 411
- () Make a gift, subject to the limitations of 14 V.S.A. § 4047 (gifts) and any special instructions in this power of attorney
- () Consent to the modification or termination of a noncharitable irrevocable trust under 14A V.S.A. § 411
- () Create, amend, or change rights of survivorship

- () Create, amend, or change a beneficiary designation
- () Waive the principal's right to be a beneficiary of a joint and survivor annuity, including a survivor benefit under a retirement plan
- () Exercise fiduciary powers that the principal has authority to delegate
- () Authorize another person to exercise the authority granted under this power of attorney
- () Disclaim or refuse an interest in property, including a power of appointment
- () Exercise authority with respect to elective share under 14 V.S.A. § 319
- () Exercise waiver rights under 14 V.S.A. § 323
- () Exercise authority over the content and catalogue of electronic communications and digital assets under 14 V.S.A. chapter 125 (Vermont Revised Uniform Fiduciary Access to Digital Assets Act)
- () Exercise authority with respect to intellectual property, including, without limitation, copyrights, contracts for payment of royalties, and trademarks
- () Convey, or revoke or revise a grantee designation, by enhanced life estate deed pursuant to 27 V.S.A. chapter 6 or under common law.

* * *

Sec. 15. 14A V.S.A. § 1316 is amended to read:

§ 1316. OFFICE OF TRUST DIRECTOR

Unless the terms of a trust provide otherwise, the rules applicable to a trustee apply to a trust director regarding the following matters:

- (1) acceptance under section 701 of this title;
- (2) giving of bond to secure performance under section 702 of this title;
- (3) reasonable compensation under section 708 of this title;
- (4) resignation under section 705 of this title;
- (5) removal under section 706 of this title; and
- (6) vacancy and appointment of successor under section 704 of this title.

Sec. 16. 33 V.S.A. § 5204(b)(2)(A) is amended to read:

(2)(A)(i) The Family Division of the Superior Court shall hold a hearing under subsection (c) of this section to determine whether jurisdiction should be transferred to the Criminal Division under subsection (a) of this section if the delinquent act set forth in the petition is:

- (I) [Repealed.]
- (II) human trafficking or aggravated human trafficking in violation of 13 V.S.A. § 2652 or 2653;
- (III) defacing a firearm's serial number in violation of 43 V.S.A. § 4024 13 V.S.A. § 4026; or
- (IV) straw purchasing of firearm in violation of 13 V.S.A. § 4025; and
- (ii) the child had attained 16 years of age but not 19 years of age at the time the act was alleged to have occurred.
- Sec. 17. 33 V.S.A. § 5225 is amended to read:

§ 5225. PRELIMINARY HEARING; RISK ASSESSMENT

- (a) Preliminary hearing. A preliminary hearing shall be held at the time and date specified on the citation or as otherwise ordered by the court. If a child is taken into custody prior to the preliminary hearing, the preliminary hearing shall be at the time of the temporary care hearing. Counsel for the child shall be assigned prior to the preliminary hearing.
 - (b) Risk and needs screening.
- (1) Prior to the preliminary hearing, the child shall be afforded an opportunity to undergo a risk and needs screening, which shall be conducted by the Department or by a community provider that has contracted with the Department to provide risk and need screenings for children alleged to have committed delinquent acts.
- (2) If the child participates in such a screening, the Department or the community provider shall report the risk level result of the screening, the number and source of the collateral contacts made, and the recommendation for charging or other alternatives to the State's Attorney. The State's Attorney shall consider the results of the risk and needs screening in determining whether to file a charge. In lieu of filing a charge, the State's Attorney may refer a child directly to a youth-appropriate community-based provider that has been approved by the Department, which may include pre-charge diversion pursuant to 3 V.S.A. § 163, a community justice center, or a balanced and restorative justice program. Referral to a community-based provider pursuant to this subsection shall not require the State's Attorney to file a charge. If the community-based provider does not accept the case or if the child fails to complete the program in a manner deemed satisfactory and timely by the provider, the child's case shall return to the State's Attorney for charging consideration.

* * *

Sec. 18. 27 V.S.A. § 348 is amended to read:

§ 348. INSTRUMENTS CONCERNING REAL PROPERTY VALIDATED

(a) When an instrument of writing shall have been on record in the office of the clerk in the proper town for a period of 15 years, and there is a defect in the instrument because it omitted to state any consideration or was not sealed, witnessed, acknowledged, validly acknowledged, or because a license to sell was not issued or is defective, the instrument shall, from and after the expiration of 15 years from the filing thereof for record, be valid. Nothing in this section shall be construed to affect any rights acquired by grantees, assignees, or encumbrancers under the instruments described in the preceding sentence, nor shall this section apply to conveyances or other instruments of writing, the validity of which is brought in question in any suit now pending in any courts of the State.

* * *

- (d) A release, discharge, or assignment of mortgage interest executed by a commercial lender with respect to a one- to four-family residential real property, including a residential unit in a condominium or in a common interest community as defined in Title 27A, that recites authority to act on behalf of the record holder of the mortgage under a power of attorney but where the power of attorney is not of record shall have the same effect as if executed by the record holder of the mortgage unless, within three years after the instrument is recorded, an action challenging the release, discharge, or assignment is commenced and a copy of the complaint is recorded in the land records of the town where the release, discharge, or assignment is recorded. This subsection shall not apply to releases, discharges, or assignments obtained by fraud or forgery.
- (e) A power of attorney made for the purpose of conveying, leasing, mortgaging, or affecting any interest in real property that has been acknowledged and signed in the presence of at least one witness shall be valid, notwithstanding its failure to comply with 14 V.S.A. § 3503 or the requirements of the Emergency Administrative Rules for Remote Notarial Acts adopted by the Vermont Secretary of State, unless within three years after recording, an action challenging its validity is commenced and a copy of the complaint is recorded in the land records of the town where the power of attorney is recorded. This subsection shall not apply to a power of attorney obtained by fraud or forgery.

(f) Notwithstanding section 305 of this title, a deed, mortgage, lease, or other instrument executed for the purpose of conveying or encumbering real property executed by a person purporting to act as the agent or attorney-in-fact for the party named in the deed, mortgage, lease, or other instrument that has been recorded for at least 15 years in the land records where the real property is located shall be valid even if no power of attorney authorizing and empowering an agent or attorney-in-fact appears of record, unless, within 15 years after recording, an action challenging the validity of the deed, mortgage, lease, or other instrument is commenced and a copy of the complaint is recorded in the land records of the town where the property is located. This subsection shall not apply to an instrument obtained by fraud or forgery.

Sec. 19. 32 V.S.A. § 1003 is amended to read:

§ 1003. STATE OFFICERS

* * *

(c) The officers of the Judicial Branch named in this subsection shall be entitled to annual salaries as follows:

	Annual	Annual
	Salary	Salary
	as of	as of
	July 14,	July 13,
	2024	2025
(1) Chief Justice of Supreme Court	\$214,024	\$225,581
(2) Each Associate Justice	\$204,264	\$215,294
(3) Administrative Chief Superior Judge	\$204,264	\$215,294
(4) Each Superior Judge	\$194,185	\$204,671
(5) [Repealed.]		
(6) Each Magistrate	\$146,413	\$154,319
(7) Each Judicial Bureau hearing		
officer	\$146,413	\$154,319
* * *		

. . .

Sec. 20. 2023 Acts and Resolves No. 27, Sec. 5 (forensic facility report) is amended to read:

Sec. 5. [Deleted.]

Sec. 21. 2023 Acts and Resolves No. 40, Sec. 4 is amended to read:

Sec. 4. REPEALS

* * *

(c) 28 V.S.A. § 126 (Coordinated Justice Reform Advisory Council) is repealed on July 1, 2028 July 1, 2025.

Sec. 22. REPEAL

2019 Acts and Resolves No. 6, Secs. 99 and 100 (amendments to 18 V.S.A. §§ 4810(d)–(j) and 4811 that prohibited public inebriates from being incarcerated in a Department of Corrections' facility) are repealed.

Sec 23. 2019 Acts and Resolves No. 6, Sec. 105 is amended to read:

Sec. 105. EFFECTIVE DATES

* * *

(c) Secs. 99 and 100 (amending 18 V.S.A. §§ 4910 and 4811) shall take effect on July 1, 2025. [Deleted.]

* * *

Sec. 24. FIREARM SURRENDER ORDER COMPLIANCE WORKING GROUP: REPORT

- (a) Creation. The Office of the Attorney General shall convene a Firearm Surrender Order Compliance Working Group to develop a uniform process to ensure compliance with court orders to surrender firearms. The Working Group shall examine the statutory or policy changes necessary to create a uniform process to monitor compliance, support entities charged with storing and returning surrendered firearms pursuant to court orders, and identify a stable and reliable funding source for any additional resources needed to monitor compliance.
- (b) Membership. The Working Group shall be composed of the following members:
 - (1) the Attorney General or designee, who shall be the chair;
 - (2) the Chief Superior Court Judge or designee;
 - (3) the Defender General or designee;
- (4) one State's Attorney or designee, appointed by the Department of State's Attorneys and Sheriffs;

- (5) a member, appointed by the Vermont Network Against Domestic and Sexual Violence;
- (6) a member of the Vermont State Police, appointed by the Commissioner of Public Safety;
- (7) a police chief, appointed by the Vermont Association of Chiefs of Police; and
 - (8) a federal firearms licensee, appointed by the Attorney General.
- (c) Consultation. The Working Group shall consult with stakeholders including:
 - (1) the Commissioner of Corrections;
 - (2) family law practitioners;
 - (3) victim advocates;
- (4) advocates from culturally specific advocacy organizations that work with domestic violence victims;
 - (5) the Vermont Federation of Sportsmen's Clubs;
 - (6) the Vermont Office of the Bureau of Alcohol Tobacco and Firearms;
 - (7) the Vermont Medical Society;
 - (8) the Commissioner of Mental Health;
 - (9) the Vermont Center for Crime Victim Services: and
 - (10) the Vermont Council on Domestic Violence.
- (d) Report. On or before November 15, 2025, the Working Group shall report its recommendations to the House and Senate Committees on Judiciary and to the Joint Legislative Justice Oversight Committee. The report shall include:
- (1) a workable statewide compliance model that is adaptable to both the Family and Criminal Divisions of the Superior Courts and that ensures:
- (A) accountability of respondents and defendants while addressing safety needs of the plaintiffs and victims; and
- (B) proper storage and return of firearms surrendered pursuant to court orders; and
- (2) recommendations for any legislative changes necessary to support the model.
 - (e) Meetings. The Task Force shall meet not more than six times.

- (f) Compensation and reimbursement. Members of the Task Force who are not employees of the State of Vermont or who are not otherwise compensated or reimbursed for their attendance shall be entitled to compensation and reimbursement of expenses pursuant to 32 V.S.A. § 1010 for not more than six meetings.
- Sec. 25. 15A V.S.A. § 3-504 is amended to read:

§ 3-504. GROUNDS FOR TERMINATING RELATIONSHIP OF PARENT AND CHILD

(a) If a respondent answers or appears at the hearing and asserts parental rights, the court shall proceed with the hearing expeditiously. If the court finds, upon clear and convincing evidence, that any one of the following grounds exists and that termination is in the best interests of the minor, the court shall order the termination of any parental relationship of the respondent to the minor:

* * *

- (2) In the case of a minor over six months of age at the time the petition is filed, the respondent did not exercise parental responsibility for a period of at least six months immediately preceding the filing of the petition. In making a determination under this subdivision, the court shall consider all relevant factors, which may include the respondent's failure to:
- (A) make reasonable and consistent payments, in accordance with the respondent's financial means, for the support of the minor, although legally obligated to do so;
 - (B) regularly communicate or visit with the minor; or
- (C) during any time the minor was not in the physical custody of the other parent, manifest an ability and willingness to assume legal and physical custody of the minor.

* * *

Sec. 26. Sec. 1. 15 V.S.A. § 202 is amended to read:

§ 202. PENALTY FOR DESERTION OR NONSUPPORT

A married person who, without just cause, shall desert or willfully neglect or refuse to provide for the support and maintenance of his or her the person's spouse and children, leaving them in destitute or necessitous circumstances or a parent who, without lawful excuse, shall desert or willfully neglect or refuse to provide for the support and maintenance of his or her the child or an adult child possessed of sufficient pecuniary or physical ability to support his or her

parents, who unreasonably neglects or refuses to provide such support when the parent is destitute, unable to support himself or herself, and resident in this State, shall be imprisoned not more than two years or fined not more than \$300.00, or both. Should a fine be imposed, the court may order the same to be paid in whole or in part to the needy spouse, parent, or to the guardian, custodian, or trustee of the child. The Office of Child Support attorneys, in addition to any other duly authorized person, may prosecute cases under this section in Vermont Superior Court.

Sec. 27. 2023 Acts and Resolves No. 19, Sec. 5 is amended to read:

Sec. 5. [Deleted.]

Sec. 28. 2023 Acts and Resolves No. 19, Sec. 6 is amended to read:

Sec. 6. EFFECTIVE DATES

* * *

(b) Sec. 5 (marriage licenses; 32 V.S.A. § 1712) shall take effect on July 1, 2025. [Deleted.]

* * *

Sec. 29. 13 V.S.A. § 7556 is amended to read:

REVOCATION DENIAL

§ 7556. APPEAL FROM CONDITIONS OF RELEASE <u>OR BAIL</u>

- (a) A person who is detained, or whose release on a condition requiring him or her the person to return to custody after specified hours is continued, after review of his or her the person's application pursuant to subsection 7554(d) or (e) of this title by a judicial officer, other than a judge of the court having original jurisdiction over the offense with which he or she the person is charged or a Justice of the Supreme Court, may move the court having original jurisdiction over the offense with which he or she the person is charged to amend the order. The motion shall be determined promptly.
- (b) When a person is detained after a court denies a motion under subsection (a) of this section or when conditions of release have been imposed or amended by the judge of the court having original jurisdiction over the offense charged, an appeal may be taken to a single Justice of the Supreme Court who may hear the matter or at his or her the Justice's discretion refer it to the entire Supreme Court for hearing. No further appeal may lie from the ruling of a single Justice in matters to which this subsection applies. Any order so appealed shall be affirmed if it is supported by the proceedings below. If the order is not supported, the Supreme Court or single Justice hearing the

matter may remand the case for a further hearing or may, with or without additional evidence, order the person released. The appeal shall be determined forthwith.

- (c)(1) When a person is released, with or without bail or other conditions of release, an appeal may be taken by the State to a single Justice of the Supreme Court who may hear the matter or at his or her the Justice's discretion refer it to the entire Supreme Court for hearing. No further appeal may lie from the ruling of a single Justice in matters to which this subsection applies. Any order so appealed shall be affirmed if it is supported by the proceedings below. If the order is not supported, the Supreme Court or single Justice hearing the matter may remand the case for a further hearing or may, with or without additional evidence, modify or vacate the order. The appeal shall be determined forthwith promptly.
- (2) When a request to revoke bail pursuant to section 7575 of this title is denied, a prosecutor may appeal the court's order in accordance with the procedure outlined in subdivision (1) of this subsection.
- (d) A person held without bail under section 7553a of this title prior to trial shall be entitled to an independent, second evidentiary hearing on the merits of the denial of bail, which shall be a hearing de novo by a single Justice of the Supreme Court forthwith. Pursuant to 4 V.S.A. § 22 the Chief Justice may appoint and assign a retired justice or judge with his or her the retired justice's or judge's consent or a Superior judge or District judge to a special assignment on the Supreme Court to conduct that de novo hearing. Such hearing de novo shall be an entirely new evidentiary hearing without regard to the record compiled before the trial court; except, the parties may stipulate to the admission of portions of the trial court record.
- (e) A person held without bail prior to trial shall be entitled to review of that determination by a panel of three Supreme Court Justices within seven business days after bail is denied.

Sec. 30. 28 V.S.A. § 818 is amended to read:

§ 818. EARNED TIME; REDUCTION OF TERM

* * *

(b) The earned time program implemented pursuant to this section shall comply with the following standards:

* * *

(4) The Department shall:

- (A) ensure that all victims of record are notified of the earned time program at its outset and made aware of the option to receive notifications from the Department pursuant to this subdivision;
- (B) provide timely notice not less frequently than every 90 days to the offender, and to any victim who opts to receive the notice, any time the offender receives a reduction in his or her the offender's term of supervision pursuant to this section;
- (C) maintain a system that documents and records all such reductions in each offender's permanent record; and
- (D) record any reduction in an offender's term of supervision pursuant to this section on a monthly basis and ensure that victims who want information regarding changes in scheduled an offender's minimum release dates have access to such information.

* * *

Sec. 31. VICTIM NOTIFICATION SYSTEM TASK FORCE; REPORT

- (a) Creation. There is created the Victim Notification System Task Force to review and improve the responsiveness of Vermont's victim notification system.
- (b) Membership. The Task Force shall be composed of the following members:
 - (1) the Commissioner of Corrections or designee;
- (2) the Executive Director of the Center for Crime Victim Services or designee;
- (3) the Executive Director of the Department of State's Attorneys and Sheriffs or designee;
- (4) a member, appointed by the Vermont Network Against Domestic and Sexual Violence;
 - (5) the Victims Service Director of the Vermont State Police; and
- (6) two persons who are either victims or survivors of crimes, appointed by the Center for Crime Victim Services.
- (c) Powers and duties. The Task Force shall study the current state of Vermont's victim notification system, including:
 - (1) improving victims' accessibility to information;
- (2) ensuring that the entire notification process is trauma-informed, including all notifications, communications, and informational materials;

- (3) expanding the use of automated notification systems in order to increase options and maximize communication choices for victims and survivors; and
 - (4) recommendations for necessary training and resources.
- (d) Assistance. The Task Force shall have the administrative, technical, and legal assistance of the Department of Corrections.
- (e) Report. On or before November 15, 2025, the Task Force shall submit its findings and recommendations as a written report in the form of proposed legislation to the Joint Legislative Justice Oversight Committee, the House Committees on Corrections and Institutions and on Judiciary, and the Senate Committees on Institutions and on Judiciary.

(f) Meetings.

- (1) The Commissioner of Corrections or designee shall call the first meeting of the Task Force to occur on or before August 1, 2025.
- (2) The Committee shall select a chair from among its members at the first meeting.
 - (3) A majority of the membership shall constitute a quorum.
 - (4) The Task Force shall cease to exist on February 15, 2026.

Sec. 32. ADULT INVOLUNTARY GUARDIANSHIP WORKING GROUP; REPORT

- (a) Creation. Theres is created the Adult Involuntary Guardianship Working Group to study jurisdiction of proceedings involving the involuntary guardianship of adults. The Working Group shall examine the advisability of consolidating adult involuntary guardianships under 14 V.S.A. chapter 111, subchapter 12 ("Title 14 involuntary guardianships") with guardianships for persons with developmental disabilities under 18 V.S.A. chapter 215 ("Title 18 guardianships"), or otherwise amending the statutes to ensure that respondents under Title 18 guardianships have access to voluntary guardianships that is equal to the access to voluntary guardianships available under Title 14.
- (b) Membership. The Adult Involuntary Guardianship Working Group shall be composed of the following members:
- (1) the Commissioner of Disabilities, Aging, and Independent Living or designee;
 - (2) the Chief Superior Court Judge or designee;
 - (3) the Court Administrator or designee;

- (4) a superior judge with experience in Title 18 guardianships, appointed by the Chief Justice;
 - (5) a probate judge, appointed by the Chief Justice;
 - (6) a guardian ad litem, appointed by the Court Administrator;
- (7) an attorney with experience in adult guardianships, appointed by the Vermont Bar Association;
- (8) an attorney with experience in adult guardianships, appointed by Vermont Legal Aid;
- (9) an independent mental health evaluator, appointed by the Commissioner of Disabilities, Aging, and Independent Living; and
- (10) a member, appointed by the Vermont Center for Independent Living.

(c) Meetings.

- (1) The Commissioner of Disabilities, Aging, and Independent Living shall call the first meeting of the Working Group to occur on or before August 1, 2025.
- (2) The Working Group shall select a chair from among its members at the first meeting.
 - (3) A majority of the membership shall constitute a quorum.

(d) Report.

(1)(A) On or before December 15, 2025, the Working Group shall report its recommendations, including any proposed legislative changes, to the House and Senate Committees on Judiciary, the House Committee on Human Services, and the Senate Committee on Health and Welfare.

(B) The report shall recommend whether:

- (i) Title 14 involuntary guardianship proceedings and Title 18 guardianship proceedings should be consolidated in one division of the Superior Court; or
- (ii) Title 14 involuntary guardianship proceedings and Title 18 guardianship proceedings should remain in separate divisions of the Superior Court as provided for in existing law.
- (2) With respect to subdivisions (d)(1)(B)(i) and (ii) of this section, the report shall address:
 - (A) the judicial resources and oversight that would be required;

- (B) whether, notwithstanding 12 V.S.A. §2553 or 2555, the Vermont Supreme Court should have appellate jurisdiction over guardianship proceedings;
- (C) the relationship between guardianships under subdivisions (d)(1)(B)(i) and (ii) of this section and voluntary guardianships under 14 V.S.A. § 2671; and
- (D) any other matters deemed relevant by the Working Group, including any matters not currently under the jurisdiction of Title 14 guardianships or Title 18 guardianships.
- Sec. 33. 4 V.S.A. § 39 is amended to read:

§ 39. CAPITAL BUDGET REQUESTS; COUNTY COURTHOUSES

- (a) On or before October 1 each year, any county requesting capital funds for its courthouse, or court operations, shall submit a request to the Court Administrator. As used in this subsection, "court operations" does not include operating expenses.
- (b) The Court Administrator shall evaluate requests based on the following criteria:
- (1) whether the funding request is consistent with a capital program developed pursuant to 24 V.S.A. § 133(e)(3);
- (2) whether the project that is the subject of the request has been included in the list of capital projects in the county's budget pursuant to 24 V.S.A. § 133(e)(1), and, if so, the description of the project included in the budget;
- (3) whether the county has established a capital reserve fund pursuant to 24 V.S.A. § 133(e)(3), and, if so, the amount of annual contributions the county has made to the fund;
- (4) whether the funding request relates to an emergency that will affect the court operations and the administration of justice;
- (2)(5) whether there is a State-owned courthouse in the county that could absorb court activities in lieu of this capital investment;
- (3)(6) whether the county consistently has invested in major maintenance in the courthouse;
 - (4)(7) whether the request relates to a State-mandated function;
- (5)(8) whether the request diverts resources of other current Judiciary capital priorities;

- (6)(9) whether the request is consistent with the long-term capital needs of the Judiciary, including providing court services adapted to modern needs and requirements; and
- (7)(10) any other criteria as deemed appropriate by the Court Administrator.
- (c) Based on the criteria described in subsection (b) of this section, the Court Administrator shall make a recommendation to the Commissioner of Buildings and General Services regarding whether the county's request should be included as part of the Judiciary's request for capital funding in the Governor's annual proposed capital budget request.
- (d) On or before January 15 of each year, the Court Administrator shall advise the House Committee on Corrections and Institutions and the Senate Committee on Institutions of all county requests received and the Court Administrator's recommendations for the proposed capital budget request.

Sec. 34. REPORT

On or before January 15, 2026, the Court Administrator and a representative of the Association of County Judges appointed by the President of that Association shall jointly report to the House Committee on Corrections and Institutions and the Senate Committee on Institutions on the progress made to implement the provisions of Sec. 33 of this act. The report shall include a description of the steps taken and processes considered, and any proposed legislative changes necessary, to ensure that capital budget requests for county courthouses include the information required by Sec. 33 of this act.

Sec. 35. 23 V.S.A. § 1210(c) is amended to read:

(c) Second offense. A person convicted of violating section 1201 of this title who has been convicted of another violation of that section within the last 20 years shall be fined not more than \$1,500.00 or imprisoned not more than two years, or both. At least 200 80 hours of community service shall be performed, or 60 consecutive hours of the sentence of imprisonment shall be served and may not be suspended or deferred or served as a supervised sentence, except that credit for a sentence of imprisonment may be received for time served in a residential alcohol facility pursuant to sentence if the program is successfully completed.

Sec. 36. REPEAL

Sec. 35 of this act shall be repealed on July 1, 2028.

Sec. 37. FAMILY FORENSIC EVALUATOR RECOMMENDATIONS

- (a) The General Assembly requests that the Chief Superior Judge, the Director of the Office of Professional Regulation, and the Executive Director of the Vermont Psychological Association work collaboratively to examine the following:
- (1) the extent of the need for and geographic distribution of family forensic evaluators in complex parental rights and responsibilities cases heard in the Family Division;
- (2) barriers to increasing the availability of family forensic evaluators in Vermont and whether protections regarding ethical complaints are warranted; and
- (3) strategies for increasing the number of family forensic evaluators in Vermont.
- (b) The General Assembly requests that the parties listed in subsection (a) of this section submit their recommendations to the General Assembly on or before November 1, 2025.

Sec. 38. CHILD AND PARENT LEGAL REPRESENTATION; TASK FORCE; REPORT

- (a) Creation. There is created the Child and Parent Legal Representation Task Force to study the need and viability of an improved legal representation system for children and families who are involved in judicial or administrative proceedings concerning Children in Need of Care or Supervision (CHINS), relief from abuse petitions, or substantiations of abuse or neglect.
- (b) Membership. The Task Force shall be composed of the following members:
 - (1) the Chief Justice of the Vermont Supreme Court or designee;
 - (2) the Court Administrator or designee;
- (3) the Commissioner of the Department for Children and Families or designee;
 - (4) the Defender General or designee;
 - (5) the Child, Youth, and Family Advocate or designee;
- (6) the Executive Director of Voices for Vermont's Children or designee; and

- (7) the Executive Director of the Vermont Parent Representation Center, Inc.
- (c) Powers and duties. The Task Force shall assess and determine whether reform of Vermont's legal representation for children and families is necessary by exploring the following topics:
- (1) standards recommended by the American Bar Association, U.S. Children's Bureau, and the *Study of CHINS Case Processing in Vermont* authored by the National Center for State Courts and published in May of 2021;
- (2) compliance with funding and reporting requirements in order for Vermont to leverage funding under Title IV-E of the Social Security Act;
- (3) identifying the processes and amounts of Title IV-E funds and other funding sources to support any reformed system;
- (4) using an interdisciplinary model of representation, including pay scales, performance measures, supervision and evaluation processes, and recommended caseloads for attorneys, social workers, and other child and family representatives; and
- (5) other topics relevant to creating a reformed child and parent representation system.
- (d) Assistance. The Task Force shall have administrative, technical, and legal assistance of the Court Administrator's Office.
- (e) Report. On or before December 15, 2025, the Task Force shall submit a report that proposes any necessary reforms to the legal representation system for children and families who are involved in CHINS proceedings, relief from abuse petitions, or substantiations of abuse or neglect, along with proposed legislation to implement such reforms to the Senate Committees on Judiciary and on Health and Welfare and the House Committees on Judiciary and on Human Services.

(f) Meetings.

- (1) The Chief Justice of the Supreme Court or designee shall call the first meeting of the Task Force to occur on or before August 1, 2025.
- (2) The Chief Justice of the Supreme Court of designee shall be the chair.
 - (3) A majority of the membership shall constitute a quorum.
 - (4) The Task Force shall cease to exist on May 15, 2026.

Sec. 390. EFFECTIVE DATES

This act shall take effect on passage, except that Sec. 1 shall take effect on July 2, 2025 and Sec. 33 shall take effect on July 1, 2026.

(Committee vote: 11-0-0)

S. 127

An act relating to housing and housing development

- **Rep. Mihaly of Calais**, for the Committee on General and Housing, recommends that the House propose to the Senate that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:
- Sec. 1. 10 V.S.A. § 699 is amended to read:
- § 699. VERMONT RENTAL HOUSING IMPROVEMENT PROGRAM
 - (a) Creation of Program.

* * *

- (5)(A) The Department may cooperate with and subgrant funds to State agencies and governmental subdivisions and public and private organizations in order to carry out the purposes of this subsection section.
- (B) Solely with regards to actions undertaken pursuant to this subdivision (5), entities carrying out the provisions of this section, including grantees, subgrantees, and contractors of the State, shall be exempt from the provisions of 8 V.S.A. chapter 73 (licensed lenders, mortgage brokers, mortgage loan originators, sales finance companies, and loan solicitation companies).

* * *

- (d) Program requirements applicable to grants and forgivable loans.
 - (1)(A) A grant or loan shall not exceed:
- (i) \$70,000.00 per unit, for rehabilitation or creation of an eligible rental housing unit meeting the applicable building accessibility requirements under the Vermont Access Rules; or
- (ii) \$50,000.00 per unit, for rehabilitation or creation of any other eligible rental housing unit. Up to an additional \$20,000.00 per unit may be made available for specific elements that collectively bring the unit to the visitable standard outlined in the rules adopted by the Vermont Access Board.

* * *

- (e) Program requirements applicable to grants and five-year forgivable loans. For a grant or five-year forgivable loan awarded through the Program, the following requirements apply for a minimum period of five years:
- (1) A landlord shall coordinate with nonprofit housing partners and local coordinated entry <u>homelessness service</u> organizations <u>approved by the</u> Department to identify potential tenants.
- (2)(A) Except as provided in subdivision (2)(B) of this subsection subdivision (e)(2), a landlord shall lease the unit to a household that is:
- (i) exiting homelessness, including any individual under 25 years of age who secures housing through a master lease held by a youth service provider on behalf of individuals under 25 years of age;
- (ii) actively working with an immigrant or refugee resettlement program; or
- (iii) composed of at least one individual with a disability who receives or is eligible approved to receive Medicaid-funded home and community based home and community-based services or Social Security Disability Insurance;
 - (iv) displaced due to a natural disaster; or
- (v) with approval from the Department in writing, an organization that will hold a master lease that explicitly states the unit will be used in service of the populations described in this subsection (e).

* * *

- (4)(A) A landlord may convert a grant to a forgivable loan upon approval of the Department and the housing organization that approved the grant.
- (B) A landlord who converts a grant to a forgivable loan shall receive a 10-percent prorated credit for loan forgiveness for each year in which the landlord participates in the Program.
- (f) Requirements applicable to 10-year forgivable loans. For a 10-year forgivable loan awarded through the Program, the following requirements apply for a minimum period of 10 years:
- (1) A landlord shall coordinate with nonprofit housing partners and local coordinated entry organizations to identify potential tenants The total cost of rent for the unit, including utilities not covered by rent payments, shall not exceed the applicable fair market rent established by the Department of

Housing and Urban Development, except that a landlord may accept a housing voucher that exceeds fair market rent, if available.

- (2)(A) Except as provided in subdivision (2)(B) of this subsection (f), a landlord shall lease the unit to a household that is:
- (i) exiting homelessness, including any individual under 25 years of age who secures housing through a master lease held by a youth service provider on behalf of individuals under 25 years of age;
- (ii) actively working with an immigrant or refugee resettlement program; or
- (iii) composed of at least one individual with a disability who is eligible to receive Medicaid-funded home and community based services.
- (B) If, upon petition of the landlord, the Department or the housing organization that issued the grant determines that a household under subdivision (2)(A) of this subsection (f) is not available to lease the unit, then the landlord shall lease the unit:
- (i) to a household with an income equal to or less than 80 percent of area median income; or
- (ii) if such a household is unavailable, to another household with the approval of the Department or housing organization.
- (3)(A) A landlord shall accept any housing vouchers that are available to pay all, or a portion of, the tenant's rent and utilities.
- (B) If no housing voucher or federal or State subsidy is available, the cost of rent for the unit, including utilities not covered by rent payments, shall not exceed the applicable fair market rent established by the Department of Housing and Urban Development.
- (4)(3) The Department shall forgive 10 percent of the a prorated amount of a forgivable loan for each year a landlord participates in the loan program.
 - (g) Minimum funding for grants and five-year forgivable loans.
- (1) Annually, the Department shall establish a minimum allocation of funding set aside to be used for five-year grants or forgivable loans to serve eligible households pursuant to subsection (e) of this section. Remaining funds may be used for either five-year grants or forgivable loans or 10-year forgivable loans pursuant to subsection (f) of this section. The set aside shall be a minimum of 30 percent of funds disbursed annually.
- (2) The Department shall consult with the Agency of Human Services to evaluate factors in establishing the amount of the set aside, including:

- (A) the availability of housing vouchers;
- (B) the current need for housing for eligible households;
- (C) the ability and desire of landlords to house eligible households;
- (D) the support services available for landlords; and
- (E) the prior uptake and success rates for participating landlords.
- (3) The Department shall coordinate with the local Coordinated Entry Lead Agencies and Homeownership Centers to direct referrals for those individuals or families prioritized to be housed pursuant to the five-year grants or forgivable loans.
- (4) Funds from the set aside not utilized after nine months shall become available for 10-year forgivable loans.
- (5) The Department shall annually publish the amount of the set aside on its website.

* * *

- (i) Creation of the Vermont Rental Housing Improvement Program Revolving Fund. Funds repaid or returned to the Department from forgivable loans or grants funded by the Program shall return to the Vermont Rental Housing Improvement Revolving Fund to be used for Program expenditures and administrative costs at the discretion of the Department.
- (j) Annual report. Annually, the Department shall submit a report to the House Committees on Human Services and on General and Housing and the Senate Committee on Economic Development, Housing and General Affairs regarding the following:
- (1) separately, the number of units funded and the number of units rehabilitated through grants, through a five-year forgivable loan, and through a 10-year forgivable loan;
- (2) for grants and five-year forgivable loans, for the first year after the expiration of the lease requirements outlined in subdivision (e)(2)(A) of this section, whether the unit is still occupied by a tenant who meets the qualifications of that subdivision;
- (3) for each program, for the first year after the expiration of the applicable lease requirements outlined in this section, the amount of rent charged by the landlord and how that rent compares to fair market rent established by the Department of Housing and Urban Development; and

(4) the rate of turnover for tenants housed utilizing grants or five-year forgivable loans and 10-year forgivable loans separately.

* * * MHIR * * *

Sec. 2. 10 V.S.A. § 700 is added to read:

§ 700. VERMONT MANUFACTURED HOME IMPROVEMENT AND

REPAIR PROGRAM

- (a) There is created within the Department of Housing and Community Development the Manufactured Home Improvement and Repair Program. The Department shall design and implement the Program to award funding to statewide or regional nonprofit housing organizations, or both, to provide financial assistance or awards to manufactured homeowners and manufactured home park owners to improve existing homes, incentivize new slab placement for prospective homeowners, and incentivize park improvements for infill of more homes.
 - (b) The following projects are eligible for funding through the Program:
- (1) The Department may award up to \$20,000.00 to owners of manufactured housing communities to complete small-scale capital needs to help infill vacant lots with homes, including disposal of abandoned homes, lot grading and preparation, the siting and upgrading of electrical boxes, enhancing E-911 safety issues, transporting homes out of flood zones, and improving individual septic systems. Costs awarded under this subdivision may also cover legal fees and marketing to help make it easier for homeseekers to find vacant lots around the State.
- (2) The Department may award funding to manufactured homeowners for which the home is their primary residence to address habitability and accessibility issues to bring the home into compliance with safe living conditions.
- (3) The Department may award up to \$15,000.00 per grant to a homeowner to pay for a foundation or federal Department of Housing and Urban Development-approved slab, site preparation, skirting, tie-downs, and utility connections on vacant lots within a manufactured home community.
- (c) The Department may adopt rules, policies, and guidelines to aid in enacting the Program.
 - * * * Vermont Infrastructure Sustainability Fund * * *
- Sec. 3. 24 V.S.A. chapter 119, subchapter 6 is amended to read:

Subchapter 6. Special Funds

§ 4686. VERMONT INFRASTRUCTURE SUSTAINABILITY FUND

- (a) Creation. There is created the Vermont Infrastructure Sustainability Fund within the Vermont Bond Bank.
- (b) Purpose. The purpose of the Fund is to provide capital to extend and increase capacity of water and sewer service and other public infrastructure in municipalities where lack of extension or capacity is a barrier to housing development.
- (c) Administration. The Vermont Bond Bank may administer the Fund in coordination with and support from other State agencies, government component parts, and quasi-governmental agencies.
 - (d) Program parameters.
- (1) The Vermont Bond Bank, in consultation with the Department of Housing and Community Development, shall develop program guidelines to effectively implement the Fund.
- (2) The program shall provide low-interest loans or purchase bonds from municipalities to expand infrastructure capacity. Eligible activities include:
 - (A) preliminary engineering and planning;
 - (B) engineering design and bid specifications;
 - (C) construction for municipal water and wastewater systems;
- (D) transportation investments, including those required by municipal regulation, the municipality's official map, designation requirements, or other planning or engineering identifying complete streets and transportation and transit related improvements, including improvements to existing streets; and
- (E) other eligible activities as determined by the guidelines produced by the Vermont Bond Bank in consultation with the Department of Housing and Community Development.
- (e) Application requirements. Eligible project applications shall demonstrate:
- (1) the project will create reserve capacity necessary for new housing unit development;
 - (2) the project has a direct link to housing unit production; and

- (3) the municipality has a commitment to own and operate the project throughout its useful life.
- (f) Application criteria. In addition to any criteria developed in the program guidelines, project applications shall be evaluated using the following criteria:
- (1) whether there is a direct connection to proposed or in-progress housing development with demonstrable progress toward regional housing targets;
 - (2) whether the project is an expansion of an existing system;
 - (3) the proximity to a designated area;
 - (4) the project readiness and estimated time until the need for financing;
- (5) the demonstration of financing for project completion of a project component; and
 - (6) the relative need and capacity of the community.
- (g) Award terms. The Vermont Bond Bank, in consultation with the Department of Housing and Community Development, shall establish award terms that may include:
 - (1) the maximum loan or bond amount;
 - (2) the maximum term of the loan or bond amount;
 - (3) the time by which amortization shall commence;
 - (4) the maximum interest rate:
- (5) whether the loan is eligible for forgiveness and to what percentage or amount;
 - (6) the necessary security for the loan or bond; and
 - (7) any additional covenants required to further secure the loan or bond.
 - (h) Revolving fund.
- (1) Any funds repaid or returned from the Infrastructure Sustainability Fund shall be deposited into the Fund and used to continue the program established in this section.
- (2) The Bank may use the funds in conjunction with other Bank programs to accomplish the policy objectives outlined in this section.
 - * * * VHFA Rental Housing Revolving Loan Program * * *
- Sec. 4. 2023 Acts and Resolves No. 47, Sec. 38 is amended to read:

Sec. 38. RENTAL HOUSING REVOLVING LOAN PROGRAM

- (a) Creation; administration. The Vermont Housing Finance Agency shall design and implement a Rental Housing Revolving Loan Program and shall create and administer a revolving loan fund to provide subsidized loans for rental housing developments that serve middle-income households.
 - (b) Loans; eligibility; criteria.

* * *

- (7) The Agency shall use one or more legal mechanisms to ensure that:
- (A) a subsidized unit remains affordable to a household earning the applicable percent of area median income for the longer of:
 - (i) seven years; or
 - (ii) full repayment of the loan plus three years; and
- (B) during the affordability period determined pursuant to subdivision (A) of this subdivision (7), the annual increase in rent for a subsidized unit does not exceed three percent or an amount otherwise authorized by the Agency.

* * *

* * * Universal Design Study Committee * * *

Sec. 5. RESIDENTIAL UNIVERSAL DESIGN STANDARDS; STUDY COMMITTEE; REPORT

- (a) Creation. There is created the Residential Universal Design Study Committee to explore implementation of statewide universal design standards for all residential buildings.
- (b) Membership. The Committee shall be composed of the following members with preference for appointment of members with lived experience:
- (1) one member of the House of Representatives, who shall be appointed by the Speaker of the House;
- (2) one member of the Senate, who shall be appointed by the Committee on Committees;
- (3) one member, appointed by the Vermont Builders and Remodelers Association;
- (4) one member, appointed by the Vermont Chapter of the American Institute of Architects;

- (5) the Director of Fire Safety or designee;
- (6) one member of the Vermont Access Board, appointed by the Chair;
- (7) one member, appointed by the Vermont Housing Finance Agency;
- (8) one member, appointed by the Vermont Housing and Conservation Board;
- (9) one member, appointed by the Vermont Center for Independent Living;
- (10) one member, appointed by the Vermont Developmental Disabilities Council;
- (11) the Commissioner of Housing and Community Development or designee;
- (12) one member, appointed by the Vermont Leagues of Cities and Towns;
- (13) one member, appointed by the Vermont Assessors and Listers Association;
 - (14) one member, appointed by the Vermont Association of Realtors;
- (15) the Commissioner of Disabilities, Aging and Independent Living or designee;
 - (16) one member, appointed by ADA Inspections Nationwide, LLC; and
- (17) one member, appointed by the Associated General Contractors of Vermont.
- (c) Powers and duties. The Committee shall study the development and implementation of statewide universal design standards for residential buildings, including identification and analysis of the following issues:
- (1) existing federal and state laws regarding the Americans with Disabilities Act, 42 U.S.C. §§ 12101–12213, standards and building codes;
- (2) existing federal, state, and international best practices and standards addressing accessibility and adaptability characteristics of single-family and multiunit buildings;
- (3) opportunities and challenges for supporting the residential building industry in meeting universal design standards, including considerations of workforce education and training;
- (4) cost benefits and impacts of adopting a universal design standard for residential buildings;

- (5) opportunities and challenges with enforcement of identified standards; and
 - (6) impacts to the valuation and financing of impacted buildings.
- (d) Assistance. The Committee shall have the administrative, technical, and legal assistance of the Department of Housing and Community Development.
- (e) Report. On or before November 1, 2025, the Committee shall submit a written report to the House Committee on General and Housing and the Senate Committee on Economic Development, Housing and General Affairs with its findings and any recommendations for legislative action.

(f) Meetings.

- (1) The member of the House of Representatives shall call the first meeting of the Committee to occur on or before June 1, 2025.
- (2) The Committee shall select a chair from among its members at the first meeting.
 - (3) A majority of the membership shall constitute a quorum.
 - (4) The Committee shall cease to exist on December 1, 2025.
- (g)(1) Compensation and reimbursement. For attendance at meetings during adjournment of the General Assembly, a legislative member of the Committee serving in the member's capacity as a legislator shall be entitled to per diem compensation and reimbursement of expenses pursuant to 2 V.S.A. § 23 for not more than six meetings. These payments shall be made from monies appropriated to the General Assembly.
- (2) Members of the Committee who are not otherwise compensated for their time shall be entitled to per diem compensation as permitted under 32 V.S.A. § 1010 for not more than six meetings. These payments shall be made from monies appropriated to the Department of Housing and Community Development for that purpose.
- (h) Intent to appropriate. Notwithstanding subdivision (g)(2) of this section, per diems for the cost of attending meetings shall only be available in the event an appropriation is made in fiscal year 2026 from the General Fund to the Department of Housing and Community Development for that purpose.
 - * * * Housing and Residential Services Planning Committee * * *
- Sec. 6. STATE HOUSING AND RESIDENTIAL SERVICES PLANNING COMMITTEE; REPORT

- (a) Creation. There is created the State Housing and Residential Services Planning Committee to generate a State plan to develop housing for individuals with developmental disabilities.
- (b) Membership. The Committee shall be composed of the following members:
- (1) one current member of the House of Representatives, who shall be appointed by the Speaker of the House;
- (2) one current member of the Senate, who shall be appointed by the Committee on Committees;
 - (3) the Secretary of Human Services or designee;
- (4) the Commissioner of Disabilities, Aging, and Independent Living or designee;
- (5) the Commissioner of Housing and Community Development or designee;
 - (6) the State Treasurer or designee;
- (7) one member, appointed by the Developmental Disabilities Housing Initiative;
- (8) the Executive Director of the Vermont Developmental Disabilities Council;
 - (9) one member, appointed by Green Mountain Self-Advocates;
 - (10) one member, appointed by Vermont Care Partners;
- (11) one member, appointed by the Vermont Housing and Conservation Board; and
- (12) one member, appointed by the Associated General Contractors of Vermont.
- (c) Powers and duties. The Committee shall create an actionable plan to develop housing for individuals with developmental disabilities that reflects the diversity of needs expressed by those individuals and their families, including individuals with high-support needs who require 24-hour care and those with specific communication needs. The plan shall include:
- (1) a schedule for the creation of at least 600 additional units of service-supported housing;
- (2) the number and description of the support needs of individuals with developmental disabilities anticipated to be served annually;

(3) anticipated funding needs; and

(4) recommendations for changes in State laws or policies that are obstacles to the development of housing needed by individuals with Medicaid-funded home-and community-based services.

(d) Assistance.

- (1) The Committee shall have the administrative, technical, and legal assistance of the Department of Housing and Community Development.
- (2) Upon request of the Committee, the Department of Disabilities, Aging, and Independent Living shall provide an analysis of the current state of housing in Vermont for individuals with development disabilities and, to the extent available, an analysis of the level of community support needed for these individuals.
- (e) Report. On or before November 15, 2025, the Committee shall submit a written report to the House Committees on General and Housing and on Human Services and the Senate Committees on Economic Development, Housing and General Affairs and on Health and Welfare with its findings and any recommendations for legislative action.

(f) Meetings.

- (1) The Secretary of Human Services shall call the first meeting of the Committee to occur on or before July 15, 2025.
- (2) The Committee shall select a chair from among its members at the <u>first meeting</u>.
 - (3) A majority of the membership shall constitute a quorum.
 - (4) The Committee shall cease to exist on November 30, 2025.
- (g)(1) Compensation and reimbursement. For attendance at meetings during adjournment of the General Assembly, a legislative member of the Committee serving in the member's capacity as a legislator shall be entitled to per diem compensation and reimbursement of expenses pursuant to 2 V.S.A. § 23 for not more than six meetings. These payments shall be made from monies appropriated to the General Assembly.
- (2) Members of the Committee who are not otherwise compensated for their time shall be entitled to per diem compensation as permitted under 32 V.S.A. § 1010 for not more than six meetings. These payments shall be made from monies appropriated to the Department of Housing and Community Development for that purpose.

- (h) Intent to appropriate. Notwithstanding subsection (g)(2) of this section, per diems for the cost of attending meetings shall only be available in the event an appropriation is made in fiscal year 2026 from the General Fund to the Department of Housing and Community Development for that purpose.
 - * * * Tax Department Housing Data Access * * *
- Sec. 7. 32 V.S.A. § 5404 is amended to read:
- § 5404. DETERMINATION OF EDUCATION PROPERTY TAX GRAND LIST

(b) Annually, on or before August 15, the clerk of a municipality, or the supervisor of an unorganized town or gore, shall transmit to the Director in an electronic or other format as prescribed by the Director: education and municipal grand list data, including exemption information and grand list abstracts; tax rates; an extract of the assessor database also referred to as a Computer Assisted Mass Appraisal (CAMA) system or Computer Assisted Mass Appraisal database; and the total amount of taxes assessed in the town or unorganized town or gore. The data transmitted shall identify each parcel by a parcel identification number assigned under a numbering system prescribed by the Director. Municipalities may continue to use existing numbering systems in addition to, but not in substitution for, the parcel identification system prescribed by the Director. If changes or additions to the grand list are made by the listers or other officials authorized to do so after such abstract has been so transmitted, such clerks shall forthwith certify the same to the Director.

* * *

* * * Landlord Certificate * * *

Sec. 8. REPEAL; ACT 181 PROSPECTIVE LANDLORD CERTIFICATE CHANGES

- <u>2024 Acts and Resolves No. 181, Secs. 98 (landlord certificate amendments) and 114(5) (effective date of landlord certificate amendments) are repealed.</u>
- Sec. 9. 32 V.S.A. § 6069 is amended to read:
- § 6069. LANDLORD CERTIFICATE

* * *

(b) The owner of each rental property shall, on or before January 31 of each year, furnish a certificate of rent to the Department of Taxes.

- (c) A certificate under this section shall be in a form prescribed by the Commissioner and shall include the following:
 - (1) the name of the each renter;
- (2) the address and any property tax parcel identification number of the homestead, the information required under subsection (f) of this section, the School Property Account Number of the rental property;
 - (3) the name of the owner or landlord of the rental property;
- (4) the phone number, email address, and mailing address of the owner or landlord of the rental property, as available;
 - (5) the type or types of rental units on the rental property;
 - (6) the number of rental units on the rental property;
 - (7) the number of ADA-accessible units on the rental property; and
- (8) any additional information that the Commissioner determines is appropriate.

- (f) Annually on or before October 31, the Department shall prepare and make available to a member of the public upon request a database in the form of a sortable spreadsheet that contains the following information for each rental unit for which the Department received a certificate pursuant to this section:
 - (1) name of owner or landlord;
 - (2) mailing address of landlord;
 - (3) location of rental unit;
 - (4) type of rental unit;
 - (5) number of units in building; and
- (6) School Property Account Number. Annually on or before December 15, the Department shall submit a report on the aggregated data collected under this section to the House Committee on General and Housing and the Senate Committee on Economic Development, Housing and General Affairs.

* * * Land Bank Report * * *

Sec. 10. DHCD LAND BANK REPORT

(a) On or before November 1, 2025, the Department of Housing and Community Development shall issue a report to the House Committee on

General and Housing and the Senate Committee on Economic Development, Housing and General Affairs outlining a legal framework for implementation of a State land bank. The report shall include proposed legislative language specific to:

- (1) the creation of a statewide land bank;
- (2) the authorization of regional or municipal land banks; and
- (3) the identification of funding proposals to support the sustainability of each separate model.
- (b) The report shall include an analysis on which option, the creation of a statewide land bank or the authorization of regional or municipal land banks, best serves the interest of Vermont communities, including rural communities.
 - * * * Housing and Public Accommodations Protections * * *
- Sec. 11. 9 V.S.A. § 4456a is amended to read:

§ 4456a. RESIDENTIAL RENTAL APPLICATION FEES; PROHIBITED

- (a) A landlord or a landlord's agent shall not charge an application fee to any individual in order to apply to enter into a rental agreement for a residential dwelling unit. This section subsection shall not be construed to prohibit a person from charging a fee to a person in order to apply to rent commercial or nonresidential property.
- (b)(1) In order to conduct a background or credit check, a landlord shall accept any of the following:
- (A) an original or a copy of any unexpired form of government-issued identification;
 - (B) an Individual Taxpayer Identification Number; or
 - (C) a Social Security number.
- (2) A residential rental application shall inform an applicant that the applicant may provide any of the above forms of identification in order to conduct a background or credit check.
- Sec. 12. 9 V.S.A. § 4501 is amended to read:
- § 4501. DEFINITIONS

As used in this chapter:

* * *

(12)(A) "Harass" means to engage in unwelcome conduct that detracts from, undermines, or interferes with a person's:

- (i) use of a place of public accommodation or any of the accommodations, advantages, facilities, or privileges of a place of public accommodation because of the person's race, creed, color, national origin, citizenship, immigration status, marital status, sex, sexual orientation, gender identity, or disability; or
- (ii) terms, conditions, privileges, or protections in the sale or rental of a dwelling or other real estate, or in the provision of services or facilities in connection with a dwelling or other real estate, because of the person's race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, citizenship, immigration status, or disability, or because the person intends to occupy a dwelling with one or more minor children, or because the person is a recipient of public assistance, or because the person is a victim of abuse, sexual assault, or stalking.

Sec. 13. 9 V.S.A. § 4502 is amended to read:

§ 4502. PUBLIC ACCOMMODATIONS

(a) An owner or operator of a place of public accommodation or an agent or employee of such owner or operator shall not, because of the race, creed, color, national origin, <u>citizenship</u>, <u>immigration status</u>, marital status, sex, sexual orientation, or gender identity of any person, refuse, withhold from, or deny to that person any of the accommodations, advantages, facilities, and privileges of the place of public accommodation.

* * *

Sec. 14. 9 V.S.A. § 4503 is amended to read:

§ 4503. UNFAIR HOUSING PRACTICES

- (a) It shall be unlawful for any person:
- (1) To refuse to sell or rent, or refuse to negotiate for the sale or rental of, or otherwise make unavailable or deny, a dwelling or other real estate to any person because of the race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, citizenship, immigration status, or disability of a person, or because a person intends to occupy a dwelling with one or more minor children, or because a person is a recipient of public assistance, or because a person is a victim of abuse, sexual assault, or stalking.
- (2) To discriminate against, or to harass, any person in the terms, conditions, privileges, and protections of the sale or rental of a dwelling or other real estate, or in the provision of services or facilities in connection with

a dwelling or other real estate, because of the race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, citizenship, immigration status, or disability of a person, or because a person intends to occupy a dwelling with one or more minor children, or because a person is a recipient of public assistance, or because a person is a victim of abuse, sexual assault, or stalking.

- (3) To make, print, or publish, or cause to be made, printed, or published any notice, statement, or advertisement, with respect to the sale or rental of a dwelling or other real estate that indicates any preference, limitation, or discrimination based on race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, citizenship, immigration status, or disability of a person, or because a person intends to occupy a dwelling with one or more minor children, or because a person is a recipient of public assistance, or because a person is a victim of abuse, sexual assault, or stalking.
- (4) To represent to any person because of the race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, <u>citizenship, immigration status</u>, or disability of a person, or because a person intends to occupy a dwelling with one or more minor children, or because a person is a recipient of public assistance, or because a person is a victim of abuse, sexual assault, or stalking, that any dwelling or other real estate is not available for inspection, sale, or rental when the dwelling or real estate is in fact so available.

* * *

- (6) To discriminate against any person in the making or purchasing of loans or providing other financial assistance for real-estate-related transactions or in the selling, brokering, or appraising of residential real property, because of the race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, citizenship, immigration status, or disability of a person, or because a person intends to occupy a dwelling with one or more minor children, or because a person is a recipient of public assistance, or because a person is a victim of abuse, sexual assault, or stalking.
- (7) To engage in blockbusting practices, for profit, which may include inducing or attempting to induce a person to sell or rent a dwelling by representations regarding the entry into the neighborhood of a person or persons of a particular race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, citizenship, immigration status, or disability of a person, or because a person intends to occupy a dwelling with one or more minor children, or because a person is a recipient of

public assistance, or because a person is a victim of abuse, sexual assault, or stalking.

(8) To deny any person access to or membership or participation in any multiple listing service, real estate brokers' organization, or other service, organization, or facility relating to the business of selling or renting dwellings, or to discriminate against any person in the terms or conditions of such access, membership, or participation, on account of race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, citizenship, immigration status, or disability of a person, or because a person is a recipient of public assistance, or because a person is a victim of abuse, sexual assault, or stalking.

* * *

(12) To discriminate in land use decisions or in the permitting of housing because of race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, <u>citizenship</u>, <u>immigration status</u>, disability, the presence of one or more minor children, income, or because of the receipt of public assistance, or because a person is a victim of abuse, sexual assault, or stalking, except as otherwise provided by law.

* * *

- (d) If required by federal law, the verification of immigration status or differential treatment on the basis of citizenship or immigration status shall not constitute a violation of subsection (a) of this section with respect to the sale and rental of dwellings.
- (e) For purposes of subdivision (a)(6) of this section, it shall not constitute unlawful discrimination for a lender to consider a credit applicant's immigration status to the extent such status has bearing on the lender's rights and remedies regarding loan repayment and further provided such consideration is consistent with any applicable federal law or regulation.

* * * Housing Appeals * * *

Sec. 15. 10 V.S.A. § 8502 is amended to read:

§ 8502. DEFINITIONS

As used in this chapter:

* * *

(7) "Person aggrieved" means a person who alleges an injury to a particularized interest protected by the provisions of law listed in section 8503 of this title, attributable to an act or decision by a district coordinator, District

Commission, the Secretary, <u>an appropriate municipal panel</u>, or the Environmental Division that can be redressed by the Environmental Division or the Supreme Court.

* * *

Sec. 16. 10 V.S.A. § 8504 is amended to read:

§ 8504. APPEALS TO THE ENVIRONMENTAL DIVISION

* * *

- (b) Planning and zoning chapter appeals.
- (1) Within 30 days of the date of the act or decision, an interested person, as defined in 24 V.S.A. § 4465, or a person aggrieved, who has participated as defined in 24 V.S.A. § 4471 in the municipal regulatory proceeding under that chapter may appeal to the Environmental Division an act or decision made under that chapter by a board of adjustment, a planning commission, or a development review board; provided, however, that decisions of a development review board under 24 V.S.A. § 4420 with respect to local Act 250 review of municipal impacts are not subject to appeal but shall serve as presumptions under chapter 151 of this title.

* * *

- (h) De novo hearing. The Environmental Division, applying the substantive standards that were applicable before the tribunal appealed from, shall hold a de novo hearing on those issues that have been appealed, except. For a municipal land use permit application for a housing development, if the appeal is of a denial, the Environmental Division shall determine if the application is consistent with the municipal bylaw or land use regulation that directly affects the property or if the appeal is of an approval, if the application is inconsistent with the municipal bylaw or land use regulation that directly affects the property. It shall not be de novo in the case of:
- (1) a decision being appealed on the record pursuant to 24 V.S.A. chapter 117; or
- (2) a decision of the Commissioner of Forests, Parks and Recreation under section 2625 of this title being appealed on the record, in which case the court shall affirm the decision, unless it finds that the Commissioner did not have reasonable grounds on which to base the decision.

* * *

(k) Limitations on appeals. Notwithstanding any other provision of this section:

- (1) there shall be no appeal from a District Commission decision when the Commission has issued a permit and no hearing was requested or held, or no motion to alter was filed following the issuance of an administrative amendment;
- (2) a municipal decision regarding whether a particular application qualifies for a recorded hearing under 24 V.S.A. § 4471(b) shall not be subject to appeal;
- (3) if a District Commission issues a partial decision under subsection 6086(b) of this title, any appeal of that decision must be taken within 30 days following the date of that decision; and
- (4) it shall be the goal of the Environmental Division to issue a decision on a case regarding an appeal of an appropriate municipal panel decision under 24 V.S.A. chapter 117 within 90 days following the close of the hearing; and
- (5) except for cases the court considers of greater importance, appeals of an appropriate municipal panel decision under 24 V.S.A. chapter 117 involving housing development take precedence on the docket over other cases and shall be assigned for hearing and trial or for argument accordingly.

Sec. 17. 24 V.S.A. § 4465 is amended to read:

§ 4465. APPEALS OF DECISIONS OF THE ADMINISTRATIVE OFFICER

* * *

- (b) As used in this chapter, an "interested person" means any one of the following:
- (1) A person owning title to property, or a municipality or solid waste management district empowered to condemn it or an interest in it, affected by a bylaw, who alleges that the bylaw imposes on the property unreasonable or inappropriate restrictions of present or potential use under the particular circumstances of the case.
- (2) The municipality that has a plan or a bylaw at issue in an appeal brought under this chapter or any municipality that adjoins that municipality.
- (3) A person owning or occupying property in the immediate neighborhood of a property that is the subject of any decision or act taken under this chapter, who can demonstrate a physical or environmental impact on the person's interest under the criteria reviewed, and who alleges that the decision or act, if confirmed, will not be in accord with the policies, purposes, or terms of the plan or bylaw of that municipality.

- (4) Any 20 persons who may be any combination of voters, residents, or real property owners within a municipality listed in subdivision (2) of this subsection who, by signed petition to the appropriate municipal panel of a municipality, the plan or a bylaw of which is at issue in any appeal brought under this title, allege that any relief requested by a person under this title, if granted, will not be in accord with the policies, purposes, or terms of the plan or bylaw of that municipality. This petition to the appropriate municipal panel must designate one person to serve as the representative of the petitioners regarding all matters related to the appeal. For purposes of this subdivision, an appeal shall not include the character of the area affected if the project has a residential component that includes affordable housing.
- (5) Any department and administrative subdivision of this State owning property or any interest in property within a municipality listed in subdivision (2) of this subsection, and the Agency of Commerce and Community Development of this State.

Sec. 18. 24 V.S.A. § 4441 is amended to read:

§ 4441. PREPARATION OF BYLAWS AND REGULATORY TOOLS; AMENDMENT OR REPEAL

* * *

(i) Notwithstanding this section and any other law to the contrary, for bylaw amendments that are required to comply with amendments to this chapter, no hearings are required to be held on the bylaw amendments.

* * * LURB Study * * *

Sec. 19. 2024 Acts and Resolves No. 181, Sec. 11a is amended to read:

Sec. 11a. ACT 250 APPEALS STUDY

(a) On or before January 15, 2026 November 15, 2025, the Land Use Review Board shall issue a report evaluating whether to transfer appeals of permit decisions and jurisdictional opinions issued pursuant to 10 V.S.A. chapter 151 to the Land Use Review Board or whether they should remain at the Environmental Division of the Superior Court. The Board shall convene a stakeholder group that at a minimum shall be composed of a representative of environmental interests, attorneys that practice environmental and development law in Vermont, the Vermont League of Cities and Towns, the Vermont Association of Planning and Development Agencies, the Vermont Chamber of Commerce, the Land Access and Opportunity Board, the Office of Racial Equity, the Vermont Association of Realtors, a representative of non-

profit nonprofit housing development interests, a representative of for-profit housing development interests, a representative of commercial development interests, an engineer with experience in development, the Agency of Commerce and Community Development, and the Agency of Natural Resources in preparing the report. The Board shall provide notice of the stakeholder meetings on its website and each meeting shall provide time for public comment.

- (b) The report shall at minimum recommend:
- (1) whether to allow consolidation of appeals at the Board, or with the Environmental Division of the Superior Court, and how, <u>including what resources the Board would need</u>, if transferred to the Board, appeals of permit decisions issued under 24 V.S.A. chapter 117 and the Agency of Natural Resources can be consolidated with Act 250 appeals;
- (2) how to prioritize and expedite the adjudication of appeals related to housing projects, including the use of hearing officers to expedite appeals and the setting of timelines for processing of housing appeals;
- (3) procedural rules to govern the Board's administration of Act 250 and the adjudication of appeals of Act 250 decisions. These rules shall include procedures to create a firewall and eliminate any potential for conflicts with the Board managing appeals and issuing permit decisions and jurisdictional opinions; and
- (4) other actions the Board should take to promote the efficient and effective adjudication of appeals, including any procedural improvements to the Act 250 permitting process and jurisdictional opinion appeals.
- (c) The report shall be submitted to the Senate Committees on Economic Development, Housing and General Affairs and on Natural Resources and Energy and the House Committee on Environment and Energy.

* * * Brownfields * * *

Sec. 20. 10 V.S.A. § 6604c is amended to read:

§ 6604c. MANAGEMENT OF DEVELOPMENT SOILS

(a) Management of development soils. Notwithstanding any other requirements of this chapter to the contrary, development soils may be managed at a location permitted pursuant to an insignificant waste event approval authorization issued pursuant to the Solid Waste Management Rules that contains, at a minimum, the following:

- (1) the development soils are generated from a hazardous materials site managed pursuant to a corrective action plan or a soil management plan approved by the Secretary;
- (2) the development soils have been tested for arsenic, lead, and polyaromatic hydrocarbons pursuant to a monitoring plan approved by the Secretary that ensures that the soils do not leach above groundwater enforcement standards;
- (3) the location where the soils are managed is appropriate for the amount and type of material being managed;
 - (4) the soils are capped in a manner approved by the Secretary;
- (5) any activity that may disturb the development soils at the permitted location shall be conducted pursuant to a soil management plan approved by the Secretary; and
- (6) the permittee files a record notice of where the soils are managed in the land records.

Sec. 21. REPORT ON THE STATUS OF MANAGEMENT OF DEVELOPMENT SOILS

- (a) As part of the biennial report to the House Committee on Environment and the Senate Committee on Natural Resources and Energy under 10 V.S.A. § 6604(c), the Secretary of Natural Resources shall report on the status of the management of development soils in the State under 10 V.S.A. § 6604c. The report shall include:
- (1) the number of insignificant waste event approval authorizations issued by the Secretary in the previous two years for the management of development soils;
- (2) the number of certified categorical solid waste facilities operating in the State for the management of development soils;
- (3) a summary of how the majority of development soils in the State are being managed;
- (4) an estimate of the cost to manage development soils, depending on management method; and
- (5) any additional information the Secretary determines relevant to the management of development soils in the State.

- (b) As used in this section, "development soil" has the same meaning as in 10 V.S.A. § 6602(39).
- Sec. 22. 10 V.S.A. § 6641 is amended to read:
- § 6641. BROWNFIELD PROPERTY CLEANUP PROGRAM; CREATION; POWERS
- (a) There is created the Brownfield Property Cleanup Program to enable certain interested parties to request the assistance of the Secretary to review and oversee work plans for investigating, abating, removing, remediating, and monitoring a property in exchange for protection from certain liabilities under section 6615 of this title. The Program shall be administered by the Secretary who shall:

(c) When conducting any review required by this subchapter, the Secretary shall prioritize the review of remediation at a site that contains housing or that is planned for the construction or rehabilitation of single-family or multifamily housing.

Sec. 23. BROWNFIELDS PROCESS IMPROVEMENT; REPORT

On or before November 1, 2025, the Secretary of Natural Resources shall report to the House Committees on Environment and on General and Housing and the Senate Committees on Economic Development, Housing and General Affairs and on Natural Resources and Energy with proposals to make the Program established pursuant to 10 V.S.A. chapter 159, subchapter 3 (brownfields reuse and liability limitation) substantially more efficient. At a minimum, the report shall include both of the following:

- (1) A survey of stakeholders in the brownfields program to identify areas that present challenges to the redevelopment of contaminated properties, with a focus on redevelopment for housing. The Secretary shall provide recommendations to resolve these challenges.
- (2) An analysis of strengths and weaknesses of implementing a licensed site professional program within the State. The Secretary shall make a recommendation on whether such a program should be implemented. If the Secretary recommends implementation, the report shall include any changes to statute or budget needed to implement this program.
- Sec. 24. 2023 Acts and Resolves No. 78, Sec. B.1103, as amended by 2024 Acts and Resolves No. 87, Sec. 43, is further amended to read:

Sec. B.1103 CLIMATE AND ENVIRONMENT – FISCAL YEAR 2024

ONE-TIME APPROPRIATIONS

* * *

(h) In fiscal year 2024, the amount of \$2,500,000 General Fund is appropriated to the Department of Environmental Conservation Environmental Contingency Fund established pursuant to 10 V.S.A. § 1283 for the Brownfields Reuse and Environmental Liability Limitation Act as codified in 10 V.S.A. chapter 159. Funds shall be used for the assessment and cleanup, planning, and cleanup of brownfields sites.

* * *

* * * Tax Increment Financing * * *

Sec. 25. 24 V.S.A. chapter 53, subchapter 7 is added to read:

Subchapter 7. Community and Housing Infrastructure Program

§ 1906. DEFINITIONS

As used in this subchapter:

- (1) "Brownfield" means a property on which the presence or potential presence of a hazardous material, pollutant, or contaminant complicates the expansion, development, redevelopment, or reuse of the property.
- (2) "Committed" means pledged and appropriated for the purpose of the current and future payment of financing and related costs.
- (3) "Developer" means the person undertaking to construct a housing development.
- (4) "Financing" means debt, including principal, interest, and any fees or charges directly related to that debt, incurred by a sponsor, or other instruments or borrowing used by a sponsor, to pay for a housing infrastructure project and, in the case of a sponsor that is a municipality, authorized by the municipality pursuant to section 1910a of this subchapter.
- (5) "Household of low income" means a household earning up to 80 percent of area median income, as defined by the U.S. Department of Housing and Urban Development.
- (6) "Household of moderate income" means a household earning up to 120 percent of area median income, as defined by the U.S. Department of Housing and Urban Development.
- (7) "Housing development" means the construction, rehabilitation, or renovation of any building on a housing development site approved under this subchapter.

- (8) "Housing development site" means the parcel or parcels encompassing a housing development as authorized by a municipality pursuant to section 1908 of this subchapter.
- (9) "Housing infrastructure agreement" means a legally binding agreement to finance and develop a housing infrastructure project and to construct a housing development among a municipality, a developer, and, if applicable, a third-party sponsor.
- (10) "Housing infrastructure project" means one or more improvements authorized by a municipality pursuant to section 1908 of this subchapter.

(11) "Improvements" means:

- (A) the installation, construction, or rehabilitation of infrastructure that will serve a public good and fulfill the purpose of housing infrastructure tax increment financing as stated in section 1907 of this subchapter, including utilities, digital infrastructure, roads, bridges, sidewalks, parking, public facilities and amenities, public recreation, land and property acquisition and demolition, brownfield remediation, site preparation, and flood remediation and mitigation; and
- (B) the funding of debt service interest payments for a period of up to four years, beginning on the date on which the debt is first incurred.
- (12) "Legislative body" means the mayor and alderboard, the city council, the selectboard, and the president and trustees of an incorporated village, as appropriate.
- (13) "Low or moderate income housing" means housing for which the total annual cost of renting or ownership, as applicable, does not exceed 30 percent of the gross annual income of a household of low income or a household of moderate income.
- (14) "Low or moderate income housing development" means a housing development of which at least 20 percent of the units are low or moderate income housing units. Low or moderate income housing units shall be subject to covenants or restrictions that preserve their affordability until all indebtedness for the housing infrastructure project of which the housing development is part has been retired.
 - (15) "Municipality" means a city, town, or incorporated village.
- (16) "Original taxable value" means the total valuation as determined in accordance with 32 V.S.A. chapter 129 of all taxable real property located within a housing development site as of its creation date, provided that no parcel within the housing development site shall be divided or bisected.

- (17) "Related costs" means expenses incurred and paid by a municipality, exclusive of the actual cost of constructing and financing improvements, that are directly related to the creation and implementation of the municipality's housing infrastructure project, including reimbursement of sums previously advanced by the municipality for those purposes. Related costs may include direct municipal expenses such as departmental or personnel costs related to creating or administering the housing infrastructure project to the extent they are paid from the tax increment realized from municipal and not education taxes and using only that portion of the municipal increment above the percentage required for serving debt as determined in accordance with subsection 1910c(c) of this subchapter.
- (18) "Sponsor" means the person undertaking to finance a housing infrastructure project. Any of a municipality, a developer, or an independent agency that meets State lending standards may serve as a sponsor for a housing infrastructure project.

§ 1907. PURPOSE

The purpose of housing infrastructure tax increment financing is to provide revenues for improvements and related costs to encourage the development of primary residences for households of low or moderate income.

§ 1908. CREATION OF HOUSING INFRASTRUCTURE PROJECT AND HOUSING DEVELOPMENT SITE

- (a) The legislative body of a municipality may create within its jurisdiction a housing infrastructure project, which shall consist of improvements that stimulate the development of housing, and a housing development site, which shall consist of the parcel or parcels on which a housing development is installed or constructed and any immediately contiguous parcels.
- (b) To create a housing infrastructure project and housing development site, a municipality, in coordination with stakeholders, shall:
 - (1) develop a housing development plan, including:
- (A) a description of the proposed housing infrastructure project, the proposed housing development, and the proposed housing development site;
 - (B) identification of a sponsor;
- (C) a tax increment financing plan meeting the standards of subsection 1910(f) of this subchapter;
- (D) a pro forma projection of expected costs of the proposed housing infrastructure project;

- (E) a projection of the tax increment to be generated by the proposed housing development;
- (F) a development schedule that includes a list, a cost estimate, and a schedule for the proposed housing infrastructure project and the proposed housing development; and
- (G) a determination that the proposed housing development furthers the purposes of section 1907 of this subchapter;
- (2) develop a plan describing the housing development site by its boundaries and the properties therein, entitled "Proposed Housing Development Site (municipal name), Vermont";
- (3) hold one or more public hearings, after public notice, on the proposed housing infrastructure project, including the plans developed pursuant to this subsection; and
- (4) adopt by act of the legislative body of the municipality the plan developed under subdivision (2) of this subsection, which shall be recorded with the municipal clerk and lister or assessor.
- (c) The creation of a housing development site shall occur at 12:01 a.m. on April 1 of the calendar year in which the Vermont Economic Progress Council approves the use of tax increment financing for the housing infrastructure project pursuant to section 1910 of this subchapter.

§ 1909. HOUSING INFRASTRUCTURE AGREEMENT

- (a) The housing infrastructure agreement for a housing infrastructure project shall:
 - (1) clearly identify the sponsor for the housing infrastructure project;
- (2) clearly identify the developer and the housing development for the housing development site;
- (3) obligate the tax increments retained pursuant to section 1910c of this subchapter for not more than the financing and related costs for the housing infrastructure project;
- (4) provide terms and sufficient remedies or, if the municipality so elects, an ordinance to ensure that any housing unit within the housing development be initially offered exclusively as a bona fide domicile; and
- (5) provide for performance assurances to reasonably secure the obligations of all parties under the housing infrastructure agreement.

(b) A municipality shall provide notice of the terms of the housing infrastructure agreement for the municipality's housing infrastructure project to the legal voters of the municipality and shall provide the same information as set forth in subsection 1910a(e) of this subchapter.

§ 1910. HOUSING INFRASTRUCTURE PROJECT APPLICATION;

VERMONT ECONOMIC PROGRESS COUNCIL

- (a) Application. A municipality, upon approval of its legislative body, may apply to the Vermont Economic Progress Council to use tax increment financing for a housing infrastructure project.
- (b) Review. The Vermont Economic Progress Council may approve only applications that:
- (1) meet the process requirements, either of the project criteria, and either of the location criteria of this section; and
 - (2) are submitted on or before December 31, 2035.
- (c) Process requirements. The Vermont Economic Progress Council shall review a municipality's housing infrastructure project application to determine whether the municipality has:
- (1) created a housing infrastructure project and housing development site pursuant to section 1908 of this subchapter;
- (2) executed a housing infrastructure agreement for the housing infrastructure project adhering to the standards of section 1909 of this subchapter with a developer and, if the municipality is not financing the housing infrastructure project itself, a sponsor; and
- (3) approved or pledged to use incremental municipal tax revenues for the housing infrastructure project in the proportion provided for municipal tax revenues in section 1910c of this subchapter.

(d) Project criteria.

- (1) The Vermont Economic Progress Council shall review a municipality's housing infrastructure project application to determine whether:
- (A) at least 70 percent of the gross floor area of the projected housing development is dedicated to housing; and
- (B) the proposed housing development furthers the purposes of section 1907 of this title.
- (2) If the Vermont Economic Progress Council determines that a municipality's housing infrastructure project application satisfies the process

requirements and either of the location criteria of this section but does not satisfy the project criterion under subdivision (1) of this subsection, the Council shall request the Community and Housing Infrastructure Program Board to determine whether the projected housing development will meaningfully address the purposes in section 1907 of this subchapter and the housing needs of the community, and the Board's affirmative determination will satisfy this project criterion.

- (e) Location criteria. The Vermont Economic Progress Council shall review a municipality's housing infrastructure project application to determine whether the housing development site is located within one of the following areas, provided that a housing development for which all permits required pursuant to 10 V.S.A. chapter 151 (State land use and development plans) have been secured as of the time of application shall be deemed to have satisfied the location criteria of this subsection:
- (1) an area designated Tier 1A or Tier 1B pursuant to 10 V.S.A. chapter 151 (State land use and development plans) or an area exempt from the provisions of that chapter pursuant to 10 V.S.A. § 6081(dd) (interim housing exemptions);
- (2) an existing settlement or an area within one-half mile of an existing settlement, as that term is defined in 10 V.S.A. § 6001(16); or
- (3) an area located in Tier 2 pursuant to 10 V.S.A chapter 151 (State land use and development plans) that has permanent zoning and subdivision bylaws and where the project site would be eligible to become Tier 1 when the improvements funded in the housing infrastructure project are complete.
- (f) Low or moderate affordability criterion. The Vermont Economic Progress Council shall review a municipality's housing infrastructure project application to determine whether the projected housing development is a low or moderate income housing development.
- (g) Tax increment financing plan. The Vermont Economic Progress Council shall approve a municipality's tax increment financing plan prior to a sponsor's incurrence of debt for the housing infrastructure project, including, if the sponsor is a municipality, prior to a public vote to pledge the credit of the municipality under section 1910a of this subchapter. The tax increment financing plan shall include:
 - (1) a statement of costs and sources of revenue;
 - (2) estimates of assessed values within the housing development site;
- (3) the portion of those assessed values to be applied to the housing infrastructure project;

- (4) the resulting tax increments in each year of the financial plan;
- (5) the amount of bonded indebtedness or other financing to be incurred:
 - (6) other sources of financing and anticipated revenues; and
 - (7) the duration of the financial plan.

§ 1910a. INDEBTEDNESS

- (a) A municipality approved for tax increment financing under section 1910 of this subchapter may incur indebtedness against revenues of the housing development site at any time during a period of up to five years following the creation of the housing development site. The Vermont Economic Progress Council may extend this debt incursion period by up to three years. If no debt is incurred for the housing infrastructure project during the debt incursion period, whether by the municipality or sponsor, the housing development site shall terminate.
- (b) Notwithstanding any provision of any municipal charter, each instance of borrowing by a municipality to finance or otherwise pay for a housing infrastructure project shall occur only after the legal voters of the municipality, by a majority vote of all voters present and voting on the question at a special or annual municipal meeting duly warned for the purpose, authorize the legislative body to pledge the credit of the municipality, borrow, or otherwise secure the debt for the specific purposes so warned.
- (c) Any indebtedness incurred under this section may be retired over any period authorized by the legislative body of the municipality.
- (d) The housing development site shall continue until the date and hour the indebtedness is retired or, if no debt is incurred, five years following the creation of the housing development site.
- (e) A municipal legislative body shall provide information to the public prior to the public vote required under subsection (b) of this section. This information shall include the amount and types of debt and related costs to be incurred, including principal, interest, and fees; terms of the debt; the housing infrastructure project to be financed; the housing development projected to occur because of the housing infrastructure project; and notice to the voters that if the tax increment received by the municipality from any property tax source is insufficient to pay the principal and interest on the debt in any year, the municipality shall remain liable for the full payment of the principal and interest for the term of the indebtedness. If interfund loans within the municipality are used, the information must also include documentation of the terms and conditions of the loan.

- (f) If interfund loans within the municipality are used as the method of financing, no interest shall be charged.
- (g) The use of a bond anticipation note shall not be considered a first incurrence of debt pursuant to subsection (a) of this section.

§ 1910b. ORIGINAL TAXABLE VALUE; TAX INCREMENT

- (a) As of the date the housing development site is created, the lister or assessor for the municipality shall certify the original taxable value and shall certify to the legislative body in each year thereafter during the life of the housing development site the amount by which the total valuation as determined in accordance with 32 V.S.A. chapter 129 of all taxable real property within the housing development site has increased or decreased relative to the original taxable value.
- (b) Annually throughout the life of the housing development site, the lister or assessor shall include not more than the original taxable value of the real property in the assessed valuation upon which the treasurer computes the rates of all taxes levied by the municipality and every other taxing district in which the housing development site is situated, but the treasurer shall extend all rates so determined against the entire assessed valuation of real property for that year.
- (c) Annually throughout the life of the housing development site, a municipality shall remit not less than the aggregate education property tax due on the original taxable value to the Education Fund.
- (d) Annually throughout the life of the housing development site, the municipality shall hold apart, rather than remit to the taxing districts, that proportion of all taxes paid that year on the real property within the housing development site that the excess valuation bears to the total assessed valuation. The amount held apart each year is the "tax increment" for that year. The tax increment shall only be used for financing and related costs.
- (e) Not more than the percentages established pursuant to section 1910c of this subchapter of the municipal and State education tax increments received with respect to the housing development site and committed for the payment for financing for improvements and related costs shall be segregated by the municipality in a special tax increment financing account and in its official books and records until all capital indebtedness incurred for the housing infrastructure project has been fully paid. The final payment shall be reported to the treasurer, who shall thereafter include the entire assessed valuation of the housing development site in the assessed valuations upon which the municipal and other tax rates are computed and extended, and thereafter no

taxes from the housing development site shall be deposited in the special tax increment financing account.

(f) Notwithstanding any charter provision or other provision, all property taxes assessed within a housing development site shall be subject to the provisions of this section. Special assessments levied under chapter 76A or 87 of this title or under a municipal charter shall not be considered property taxes for the purpose of this section if the proceeds are used exclusively for operating expenses related to properties within the housing development site and not for improvements within the housing development site.

§ 1910c. USE OF TAX INCREMENT; RETENTION PERIOD

(a) Uses of tax increments. A municipality may apply tax increments retained pursuant to this subchapter to debt incurred within the period permitted under section 1910a of this subchapter, to related costs, and to the direct payment of the cost of a housing infrastructure project. A municipality may provide tax increment to a sponsor only upon receipt of an invoice for payment of the financing, and the sponsor shall confirm to the municipality once the tax increment has been applied to the financing. Any direct payment shall be subject to the same public vote provisions of section 1910a of this subchapter as apply to debt.

(b) Education property tax increment.

- (1) For a housing infrastructure project that does not satisfy the low or moderate affordability criterion of section 1910 of this subchapter, up to 70 percent of the education property tax increment may be retained for up to 20 years, beginning the first year in which debt is incurred for the housing infrastructure project.
- (2) For a housing infrastructure project that satisfies the low or moderate affordability criterion of section 1910 of this subchapter, up to 80 percent of the education property tax increment may be retained for up to 20 years, beginning the first year in which debt is incurred for the housing infrastructure project.
- (3) Upon incurring the first debt, a municipality shall notify the Department of Taxes and the Vermont Economic Progress Council of the beginning of the retention period of the education property tax increment.
- (c) Municipal property tax increment. Not less than 85 percent of the municipal property tax increment may be retained, beginning the first year in which debt is incurred for the housing infrastructure project.

(d) Excess tax increment.

- (1) Of the municipal and education property tax increments received in any tax year that exceed the amounts committed for the payment of the financing and related costs for a housing infrastructure project, equal portions of each increment may be retained for the following purposes:
 - (A) to prepay principal and interest on the financing;
- (B) to place in a special tax increment financing account required pursuant to subsection 1910b(e) of this subchapter and use for future financing payments; or
 - (C) to use for defeasance of the financing.
- (2) Any remaining portion of the excess education property tax increment shall be distributed to the Education Fund. Any remaining portion of the excess municipal property tax increment shall be distributed to the city, town, or village budget in the proportion that each budget bears to the combined total of the budgets unless otherwise negotiated by the city, town, or village.
- (e) Adjustment of percentage. During the 10th year following the creation of a housing development site, the municipality shall submit an updated tax increment financing plan to the Vermont Economic Progress Council that shall include adjustments and updates of appropriate data and information sufficient for the Vermont Economic Progress Council to determine, based on tax increment financing debt actually incurred and the history of increment generated during the first 10 years, whether the percentages approved under this section should be continued or adjusted to a lower percentage to be retained for the remaining duration of the retention period and still provide sufficient municipal and education increment to service the remaining debt.

§ 1910d. INFORMATION REPORTING

- (a) A municipality with an active housing infrastructure project shall:
- (1) develop a system, segregated for the housing infrastructure project, to identify, collect, and maintain all data and information necessary to fulfill the reporting requirements of this section;
- (2) provide timely notification to the Department of Taxes and the Vermont Economic Progress Council of any housing infrastructure project debt, public vote, or vote by the municipal legislative body immediately following the debt incurrence or public vote on a form prescribed by the Council, including copies of public notices, agendas, minutes, vote tally, and a copy of the information provided to the public pursuant to subsection 1910a(e) of this subchapter;

- (3) annually on or before February 15, submit on a form prescribed by the Vermont Economic Progress Council an annual report to the Council and the Department of Taxes, including the information required by subdivision (2) of this subsection if not previously submitted, the information required for annual audit under section 1910e of this subchapter, and any information required by the Council or the Department of Taxes for the report required pursuant to subsection (b) of this section.
- (b) Annually on or before April 1, the Vermont Economic Progress Council and the Department of Taxes shall submit a report to the Senate Committees on Economic Development, Housing and General Affairs and on Finance and the House Committees on Commerce and Economic Development, on General and Housing, and on Ways and Means on housing infrastructure projects approved pursuant to this subchapter, including for each:
 - (1) the date of approval;
 - (2) a description of the housing infrastructure project;
 - (3) the original taxable value of the housing development site;
- (4) the scope and value of projected and actual improvements and developments in the housing development site, including the number of housing units created;
 - (5) the expected or actual sale and rental prices of any housing units;
- (6) the number of housing units known to be occupied on a basis other than as primary residences;
- (7) the number and types of housing units for which a permit is being pursued under 10 V.S.A. chapter 151 (State land use and development plans) and, for each applicable housing development, the current stage of the permitting process;
 - (8) projected and actual incremental revenue amounts;
- (9) the allocation of incremental revenue, including the amount allocated to related costs; and
 - (10) projected and actual financing.
- (c) On or before January 15, 2030, the Vermont Economic Progress Council shall submit a report to the Senate Committees on Economic Development, Housing and General Affairs and on Finance and the House Committees on Commerce and Economic Development, on General and Housing, and on Ways and Means that:

- (1) describes for each housing development site the change in assessed valuation and the municipal grand list across the life of the housing infrastructure project;
- (2) describes barriers municipalities, developers, and sponsors encounter in using the Community and Housing Infrastructure Program; and
- (3) provides considerations for updating the Community and Housing Infrastructure Program to address any barriers identified under subdivision (2) of this subsection.
- (d) On or before January 15, 2035, the Vermont Economic Progress Council shall submit a report to the Senate Committees on Economic Development, Housing and General Affairs and on Finance and the House Committees on Commerce and Economic Development and on Ways and Means evaluating the success of the Community and Housing Infrastructure Program in achieving its purpose, as stated in section 1907 of this chapter, including by identifying the amount and kinds of housing produced through the Program and by determining whether housing development pursued through the Program meets the project criterion and location criteria of section 1910 of this chapter.

§ 1910e. AUDITING

Annually on or before April 1 until the year following the end of the period for retention of education property tax increment, a municipality with a housing infrastructure project approved under this subchapter shall ensure that the special tax increment financing account required by section 1910b of this subchapter is subject to the annual audit prescribed in section 1681 or 1690 of this title and submit a copy to the Vermont Economic Progress Council. If an account is subject only to the audit under section 1681 of this title, the Council shall ensure a process is in place to subject the account to an independent audit. Procedures for the audit must include verification of the original taxable value and annual and total municipal and education property tax increments generated, expenditures for financing and related costs, and current balance.

§ 1910f. GUIDANCE

(a) The Secretary of Commerce and Community Development, after reasonable notice to a municipality and an opportunity for a hearing, may issue decisions to a municipality on questions and inquiries concerning the administration of housing infrastructure projects, statutes, rules, noncompliance with this subchapter, and any instances of noncompliance identified in audit reports conducted pursuant to section 1910e of this subchapter.

- (b) The Vermont Economic Progress Council shall prepare recommendations for the Secretary of Commerce and Community Development prior to any decision issued pursuant to subsection (a) of this section. The Council may prepare recommendations in consultation with the Commissioner of Taxes, the Attorney General, and the State Treasurer. In preparing recommendations, the Council shall provide a municipality with a reasonable opportunity to submit written information in support of its position.
- (c) The Secretary of Commerce and Community Development shall review the recommendations of the Council and issue a final written decision on each matter within 60 days following receipt of the recommendations. The Secretary may permit an appeal to be taken by any party to a Superior Court for determination of questions of law in the same manner as the Supreme Court may by rule provide for appeals before final judgment from a Superior Court before issuing a final decision.
- (d) The Vermont Economic Progress Council may adopt rules that are reasonably necessary to implement this subchapter.

§ 1910g. COMMUNITY AND HOUSING INFRASTRUCTURE PROGRAM BOARD

- (a) Creation. There is created the Community and Housing Infrastructure Program Board to assist the Vermont Economic Progress Council with evaluating a municipality's housing infrastructure project application pursuant to subsection 1910(d) of this subchapter.
 - (b) Membership. The Board shall be composed of the following members:
 - (1) the State Treasurer, who shall serve as chair of the Board;
 - (2) the Executive Director of the Vermont Housing Finance Agency;
- (3) the Chief Executive Officer of the Vermont Economic Development Authority;
 - (4) the Executive Director of the Vermont Bond Bank; and
 - (5) the Executive Director of the Vermont League of Cities and Towns.
- (c) Duties. Upon request of the Vermont Economic Progress Council, the Board shall evaluate the housing development plan component of a municipality's housing infrastructure project application to determine whether the proposed housing development will meaningfully serve the housing needs of the community. The Board shall respond with its determination not later than 30 days following receipt of the request from the Vermont Economic Progress Council.

- (d) Assistance. The Board shall have the administrative and technical assistance of the Office of the State Treasurer.
- (e) Meetings. The Board shall meet upon request of the Vermont Economic Progress Council.
- (f) Compensation and reimbursement. Members of the Board shall be entitled to per diem compensation and reimbursement of expenses as permitted under section 1010 of this title.
- (g) Decisions not subject to review. A decision of the Board under subsection (c) of this section is an administrative decision that is not subject to the contested case hearing requirements under 3 V.S.A. chapter 25 and is not subject to judicial review.

Sec. 26. 24 V.S.A. § 1910(e) is amended to read:

- (e) Location criteria. The Vermont Economic Progress Council shall review a municipality's housing infrastructure project application to determine whether the housing development site is located within one of the following areas, provided that a housing development for which all permits required pursuant to 10 V.S.A. chapter 151 (State land use and development plans) have been secured as of the time of application shall be deemed to have satisfied the location criteria of this subsection:
- (1) an area designated Tier 1A or Tier 1B pursuant to 10 V.S.A. chapter 151 (State land use and development plans) or an area exempt from the provisions of that chapter pursuant to 10 V.S.A. § 6081(dd) (interim housing exemptions); or
- (2) an existing settlement or an area within one-half mile of an existing settlement, as that term is defined in 10 V.S.A. § 6001(16); or
- (3) an area located in Tier 2 pursuant to 10 V.S.A chapter 151 (State land use and development plans) that has permanent zoning and subdivision bylaws and where the project site would be eligible to become Tier 1 when the improvements funded in the housing infrastructure project are complete; or
- (4) an area located in Tier 2 pursuant to 10 V.S.A chapter 151 (State and use and development plans) that has permanent zoning and subdivision bylaws and has been delineated as a Transition or Infill area on the regional plan future land use map pursuant to 24 V.S.A. § 4348.

^{* * *} Smoke and Carbon Monoxide Alarms * * *

Sec. 27. 9 V.S.A. chapter 77 is amended to read:

CHAPTER 77. SMOKE DETECTORS <u>ALARMS</u> AND CARBON MONOXIDE DETECTORS ALARMS

§ 2881. DEFINITIONS

As used in this chapter:

* * *

- (2) "Smoke detector <u>alarm</u>" means a device that detects visible or invisible particles of combustion and sounds a warning alarm, is operated from a power supply within the unit or wired to it from an outside source, and is approved or listed for the purpose by Underwriters Laboratory or by another nationally recognized independent testing laboratory.
- (3) "Carbon monoxide detector alarm" means a device with an assembly that incorporates a sensor control component and an alarm notification that detects elevations in carbon monoxide levels and sounds a warning alarm, is operated from a power supply within the unit or wired to it from an outside source, and is approved or listed for the purpose by Underwriters Laboratory or by another nationally recognized independent testing laboratory.

§ 2882. INSTALLATION

- (a) A person who constructs a single-family dwelling shall install photoelectric-only-type photoelectric-type or UL 217 compliant smoke detectors alarms in the vicinity of any bedrooms and on each level of the dwelling, and one or more carbon monoxide detectors alarms in the vicinity of any bedrooms in the dwelling in accordance with the manufacturer's instructions. In a dwelling provided with electrical power, detectors alarms shall be powered by the electrical service in the building and by battery.
- (b) Any single-family dwelling when transferred by sale or exchange shall contain photoelectric-only-type photoelectric-type or UL 217 compliant smoke detectors alarms in the vicinity of any bedrooms and on each level of the dwelling installed in accordance with the manufacturer's instructions and one or more carbon monoxide detectors alarms installed in accordance with the manufacturer's instructions. A single-family dwelling constructed before January 1, 1994 may contain smoke detectors alarms powered by the electrical service in the building or by battery, or by a combination of both. In a single-family dwelling newly constructed after January 1, 1994 that is provided with electrical power, smoke detectors alarms shall be powered by the electrical service in the building and by battery. In a single-family dwelling newly constructed after July 1, 2005 that is provided with electrical power, carbon

monoxide detectors alarms shall be powered by the electrical service in the building and by battery.

(c) Nothing in this section shall require an owner or occupant of a single-family dwelling to maintain or use a smoke detector alarm or a carbon monoxide detector alarm after installation.

§ 2883. REQUIREMENTS FOR TRANSFER OF DWELLING

- (a) The seller of a single-family dwelling, including one constructed for first occupancy, whether the transfer is by sale or exchange, shall certify to the buyer at the closing of the transaction that the dwelling is provided with photoelectric-only-type photoelectric-type or UL 217 compliant smoke detectors alarms and carbon monoxide detectors alarms in accordance with this chapter. This certification shall be signed and dated by the seller.
- (b) If the buyer notifies the seller within 10 days by certified mail from the date of conveyance of the dwelling that the dwelling lacks any photoelectric-only-type photoelectric-type or UL 217 compliant smoke detectors alarms, or any carbon monoxide detectors alarms, or that any detector alarm is not operable, the seller shall comply with this chapter within 10 days after notification.

* * *

Sec. 28. 20 V.S.A. § 2731 is amended to read:

§ 2731. RULES; INSPECTIONS; VARIANCES

* * *

(j) Detectors <u>Alarms</u>. Rules adopted under this section shall require that information written, approved, and distributed by the Commissioner on the type, placement, and installation of photoelectric photoelectric-type or UL 217 compliant smoke detectors <u>alarms</u> and carbon monoxide detectors <u>alarms</u> be conspicuously posted in the retail sales area where the detectors <u>alarms</u> are sold.

* * *

* * * VHFA Off-Site Construction * * *

Sec. 29. VHFA OFF-SITE CONSTRUCTION REPORT

Provided there are sufficient resources, the Vermont Housing Finance Agency shall issue a report by December 15, 2026 that, at a minimum:

(1) identifies and recommends a set of State policy objectives and priorities related to off-site housing construction;

- (2) defines the structure and relevant actors for using bulk purchases of single- and multi-family homes produced through off-site construction to achieve lower construction costs;
- (3) gathers input from potential manufacturers about how to best achieve cost savings through a bulk purchase program;
- (4) determines any business planning support needed for existing Vermont businesses seeking to develop or expand off-site construction;
- (5) explores creating a working group of neighboring states that considers a regional market and shared approach; and
- (6) prepares an analysis of the funding and structure needed to support greater development of off-site homes.

* * * Effective Dates * * *

Sec. 30. EFFECTIVE DATES

This act shall take effect on July 1, 2025, except that:

- (1) Secs. 4 (Rental Housing Revolving Loan Program), Sec. 5 (Universal Design Study Committee), and Sec. 8 (repeal, Act 181 prospective landlord certificate changes) and this section shall take effect on passage; and
 - (2) Sec. 26 (24 V.S.A. § 1910(e)) shall take effect on January 1, 2028.

(Committee vote: 10-1-0)

Favorable

S. 44

An act relating to authorization to enter into certain immigration agreements

Rep. Arsenault of Williston, for the Committee on Judiciary, recommends that the bill ought to pass in concurrence.

(Committee Vote: 11-0-0)

For Informational Purposes

H.C.R. REQUEST DEADLINE

All requests for a 2025 House Concurrent Resolution should be submitted to Michael Chernick in the Office of Legislative Counsel by noon on **Friday, April 25, 2025.**

CROSSOVER DATES

The Joint Rules Committee established the following crossover dates:

- (1) All **Senate/House** bills must be reported out of the last committee of reference (including the Committees on Appropriations and Finance/Ways and Means, except as provided below in (2) and the exceptions listed below) on or before **Friday, March 14, 2025**, and filed with the Secretary/Clerk so they may be placed on the Calendar for Notice the next legislative day Committee bills must be voted out of Committee by **Friday, March 14, 2025**.
- (2) All **Senate/House** bills referred pursuant to Senate Rule 31 or House Rule 35(a) to the Committees on Appropriations and Finance/Ways and Means must be reported out by the last of those committees on or before **Friday**, **March 21**, **2025**, and filed with the Secretary/Clerk so they may be placed on the Calendar for Notice the next legislative day.

Exceptions to the foregoing deadlines include the major money bills (the general Appropriations bill ("The Big Bill"), the Transportation Capital bill, the Capital Construction bill, and the Fee/Revenue bills).

HOUSE CONCURRENT RESOLUTION (H.C.R.) PROCESS

Joint Rules 16a–16d provide the procedure for the General Assembly to adopt concurrent resolutions pursuant to the Consent Calendar. Here are the steps for Representatives to introduce an H.C.R. and to have it ceremonially read during a House session:

- 1. Meet with Legislative Counselor Michael Chernick regarding your H.C.R. draft request. Come prepared with an idea and any relevant supporting documents.
- 2. Have a date in mind if you want a ceremonial reading. You should meet with Counselor Chernick at least two weeks prior to the week you want your ceremonial reading to happen.
- 3. Counselor Chernick will draft your H.C.R., and Resolutions Editor and Coordinator Jill Pralle will edit it. Upon completion of this process, a paper or electronic copy will be released to you. If a paper copy is released to you, a sponsor signout sheet will also be included.
- 4. Please submit the sponsor list to Counselor Chernick by paper *or* electronically, but not both.

- 5. The final list of sponsors needs to be submitted to Counselor Chernick <u>not</u> <u>later than 12:00 noon the Thursday of the week prior</u> to the H.C.R.'s appearance on the Consent Calendar.
- 6. The Office of Legislative Counsel will then send your H.C.R. to the House Clerk's Office for incorporation into the Consent Calendar and House Calendar Addendum for the following week.
- 7. The week that your H.C.R. is on the Consent Calendar, any presentation copies that you requested will be mailed or available for pickup on Friday, after the House and Senate adjourn, which is when your H.C.R. is adopted pursuant to Joint Rules.
- 8. Your H.C.R. can be ceremonially read during a House session once it is adopted. If you would like to schedule a ceremonial reading, contact Second Assistant Clerk Courtney Reckord to confirm your requested ceremonial reading date.

JOINT FISCAL COMMITTEE NOTICES

Grants and Positions that have been submitted to the Joint Fiscal Committee by the Administration, under 32 V.S.A. §5(b)(3)(D):

- JFO #3244: \$2,335,401.00 to the Agency of Human Services, Department of Health from the Substance Abuse and Mental Health Services Administration. Funds support continued crisis counseling assistance and training in response to the July 2024 flood event. [Received February 7, 2025]
- JFO #3245: \$250,000.00 to the Agency of Human Services, Department of Health from the National Association of State Mental Health Program Directors. Funds used to provide trainings for crisis staff and to make improvements to the State's crisis system dispatch platform. [Received February 7, 2025]
- **JFO** #3246: 125+ acre land donation valued at \$184,830.00 from Pieter Van Schaik of Cavendish, VT to the Agency of Natural Resources, Department of Forests, Parks and Recreation. The acreage will become part of the Lord State Forest. [Received March 24, 2025]

- JFO #3247: \$2,875,419.00 to the Agency of Human Services, Department for Children and Families to support families affected by the July 2024 flood event. The request includes three (3) limited-service positions. Two (2) Emergency Management Specialists to the AHS central office and one (1) Grants and Contract Manager to the Department of Children and Families Positions funded through June 30, 2027. [Received 04/10/2025, expedited review requested 04/10/2025]
- **JFO** #3248: \$35,603.00 to the Vermont Department of Libraries from the Vermont Community Foundation and the dissolution of the VT Public Library Foundation. The grant will provide modest grants to VT libraries with a preference for smaller libraries and for programs and projects that support children and diversity. [Received April 10, 2025]
- **JFO** #3249: \$22.117.00 to the Agency of Human Services, Department of Corrections to ensure compliance with the Prison Rape Elimination Act (PREA). [Received April 10, 2025]
- **JFO** #3250: \$391,666.00 to the Vermont Agency of Natural Resources, Department of Forests, Parks and Recreation from the Northern Border Regional Commission. Funds will support the Vermont Outdoor Recreation Economic Collaboration (VOREC) Program Director as well as VOREC initiatives. [Received April 11, 2025]
- **JFO** #3251: \$50,000.00 to the Agency of Human Services, Central Office from the National Governor's Association. The funds will support state-side improvements of service-to-career pathways, with a focus on emergency responders. [Received April 11, 2025]
- **JFO** #3252: \$10,000,000.00 to the Vermont Department of Libraries from the U.S. Department of Housing and Urban Development. The Public Facilities Preservation Initiative grant will provide smaller grants to rural libraries for the completion of necessary capital improvement projects. [Received April 11, 2025]