

1 H.397

2 Representatives Kornheiser of Brattleboro and Waszazak of Barre City  
3 move that the bill be amended by striking out Sec. 14, [Deleted.], in its entirety  
4 and inserting in lieu thereof a new reader assistance heading and Secs. 14  
5 through 14c to read as follows:

6 \* \* \* Municipal Charters; Local Option Tax Revenue Share \* \* \*

7 Sec. 14. 24 App. V.S.A. chapter 3, § 102d is amended to read:

8 § 102d. LOCAL OPTION SALES TAX AUTHORITY

9 The Burlington City Council is authorized to impose a one percent sales tax  
10 upon sales within the City that are subject to the State of Vermont sales tax  
11 with the same exemptions as the State sales tax. The City sales tax shall be  
12 effective beginning on the next tax quarter following 30 days' notice in 2006 to  
13 the Department of Taxes, or shall be effective on the next tax quarter following  
14 90 days' notice to the Department of Taxes if notice is given in 2007 or after.

15 Any tax imposed under the authority of this section shall be collected and  
16 administered by the Vermont Department of Taxes in accordance with State  
17 law governing the State sales tax. ~~Seventy percent of the~~ The taxes collected  
18 shall be paid to the City, ~~and the remaining amount of the taxes collected shall~~  
19 ~~be remitted to the State Treasurer for deposit in the PILOT Special Fund first~~  
20 ~~established in 1997 Acts and Resolves No. 60, Sec. 89. The cost of~~  
21 ~~administration and collection of this tax shall be paid 70 percent by the City~~

1 ~~and 30 percent by the State from the PILOT Special Fund pursuant to 24~~  
2 ~~V.S.A. § 138. The tax to be paid to the City, less its obligation for 70 percent~~  
3 ~~of the costs of administration and collection, pursuant to 24 V.S.A. § 138 shall~~  
4 ~~be paid to the City on a quarterly basis and may be expended by the City for~~  
5 ~~municipal services only and not for education expenditures.~~

6 Sec. 14a. 24 App. V.S.A. chapter 5, § 1214 is amended to read:

7 § 1214. LOCAL OPTION TAXES

8 Local option taxes are authorized under this section for the purpose of  
9 affording the City an alternative method of raising municipal revenues.

10 Accordingly:

11 \* \* \*

12 (3) ~~Of the taxes reported under this section, 70 percent shall be paid to~~  
13 ~~the City for calendar years thereafter. Such revenues~~ The City's local option  
14 tax revenue may be expended by the City for municipal services only and not  
15 for educational expenditures. The remaining amount of the taxes reported  
16 shall be remitted monthly to the State Treasurer for deposit in the PILOT  
17 Special Fund set forth in 32 V.S.A. § 3709. Taxes due to the City under this  
18 section shall be paid by the State on a quarterly basis.

1 Sec. 14b. 24 App. V.S.A. chapter 127, § 1308a is amended to read:

2 § 1308a. SALES, ROOMS, MEALS, AND ALCOHOLIC BEVERAGES

3 TAX

4 \* \* \*

5 (d) ~~Of the taxes collected under this section, 70 percent~~ The share of taxes  
6 due to the Town pursuant to 24 V.S.A. § 138 shall be paid to the Town on a  
7 quarterly basis ~~to the Town~~ after reduction for the costs of administration and  
8 collection under subsection (c) of this section. Revenues received by the Town  
9 may be expended for municipal services only and not for education  
10 expenditures. Any remaining revenues shall be deposited in the PILOT  
11 Special Fund established by 32 V.S.A. § 3709.

12 Sec. 14c. 24 App. V.S.A. chapter 171, § 18 is amended to read:

13 § 18. LOCAL OPTIONS TAX

14 The Selectboard is authorized to impose a one percent sales tax, a one  
15 percent meals and alcoholic beverages tax, and a one percent rooms tax upon  
16 sales within the Town that are subject to the State of Vermont tax on sales,  
17 meals, alcoholic beverages, and rooms. The Town tax shall be implemented in  
18 the event the State local options tax as provided for in 24 V.S.A. § 138 is  
19 repealed or the 70-percent allocation to the town is reduced. A tax imposed  
20 under the authority of this section shall be collected and administered by the  
21 Vermont Department of Taxes in accordance with State law governing the

1 State tax on sales, meals, alcoholic beverages, and rooms. The ~~amount of 70~~  
2 ~~percent of the taxes collected shall be paid to the Town, and the remaining~~  
3 ~~amount of the taxes collected shall be remitted to the State Treasurer for~~  
4 ~~deposit in the Pilot Special Fund first established in 1997 Acts and Resolves~~  
5 ~~No. 60, § 89 pursuant to 24 V.S.A. § 138.~~ The cost of administration and  
6 collection of this tax shall be paid 70 percent by the Town and 30 percent by  
7 ~~the State from the Pilot Special Fund pursuant to 24 V.S.A. § 138.~~ The tax to  
8 be paid to the Town, ~~less its obligation for the 70 percent of the costs of~~  
9 ~~administration and collection, pursuant to 24 V.S.A. § 138~~ shall be paid to the  
10 Town on a quarterly basis and may be expended by the Town for municipal  
11 services only and not for education expenditures. The Town may repeal the  
12 local option taxes by Australian ballot vote.