

1 Sec. X. TAX EXEMPT ORGANIZATIONS; TAX YEAR 2025

2 Notwithstanding any provision of law to the contrary, for purposes of
3 determining the tax-exempt status of an organization, Vermont tax laws for tax
4 year 2025 shall follow 26 U.S.C. §§ 501–506 and all other federal statutory
5 provisions, federal regulations, and federal case law relating to the
6 determination of an organization’s tax-exempt status for purposes of federal
7 income taxation, as in effect on April 1, 2025, regardless of any amendments
8 or other changes affecting implementation or interpretation of those sections
9 between April 1, 2025 and December 31, 2025, whether due to an act of
10 Congress, federal regulation, federal bulletin, federal guidance, presidential
11 executive order, federal administrative or judicial decision, or other federal
12 source.

13
14 **Effective date:**

15 Notwithstanding 1 V.S.A. § 214, Sec. X shall take effect retroactively on
16 January 1, 2025 and shall apply to taxable years and periods beginning on and
17 after January 1, 2025 and ending on or before December 31, 2025.