

1 H.177

2 Introduced by Representatives Fisher of Lincoln, Donovan of Burlington,
3 Edwards of Brattleboro, Emmons of Springfield, French of
4 Randolph, Haas of Rochester, Jerman of Essex, Lippert of
5 Hinesburg, Macaig of Williston, Maier of Middlebury, Masland
6 of Thetford, McCullough of Williston, Minter of Waterbury,
7 Mrowicki of Putney, Nuovo of Middlebury, Peltz of Woodbury,
8 Poirier of Barre City, Ram of Burlington, Shand of
9 Weathersfield, Sharpe of Bristol, Zenie of Colchester and
10 Zuckerman of Burlington

11 Referred to Committee on

12 Date:

13 Subject: Taxation; income taxes; tax on income of individuals, estates, and
14 trusts; temporary rate increase

15 Statement of purpose: This bill proposes to temporarily increase income tax
16 rates.

17 An act relating to income tax surcharges

18 It is hereby enacted by the General Assembly of the State of Vermont:

19 Sec. 1. SHORT TITLE

20 This bill shall be known as the "Snelling Surcharge."

1 Sec. 2. SURTAX RATES

2 (a) For taxable years beginning between January 1, 2009 and December 31,
3 2011, there is imposed a surtax on the amount of tax imposed under section
4 5822 of Title 32, determined without regard to any available income tax
5 credits, as follows: a surtax of three percent of the taxpayer's state tax liability
6 if the taxpayer's taxable income is between \$46,700.00 and \$171,950.00,
7 inclusive; a surtax of six percent of the taxpayer's state tax liability if the
8 taxpayer's taxable income is between \$171,950.01 and \$307,050.00, inclusive;
9 and a surtax of nine percent of the taxpayer's state tax liability if the taxpayer's
10 taxable income is greater than \$307,050.00; provided, however, that these
11 dollar amounts shall be adjusted each year in accordance with the provisions of
12 32 V.S.A. § 5822(b)(2).

13 (b) Of the revenue collected pursuant to this surtax, the first \$20 million
14 collected in each tax year shall be deposited into the revenue shortfall reserve
15 established by 32 V.S.A. § 308d.

16 Sec. 3. EFFECTIVE DATE

17 This act shall take effect upon passage.