

1 H.201

2 Introduced by Representative Komline of Dorset

3 Referred to Committee on

4 Date:

5 Subject: Taxation; homestead property tax; computation of adjustment;
6 maximum payment

7 Statement of purpose: This bill proposes to limit education property tax to a
8 maximum of ten percent of household income.

9 An act relating to ten percent household income limit on education property
10 tax

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

12 Sec. 1. 32 V.S.A. § 6066(a)(3) and (b) are amended to read:

13 (3) provided that in no event shall the credit exceed the amount of the
14 reduced property tax, a claimant ~~whose household income does not exceed~~
15 ~~\$47,000.00~~ shall also be entitled to an additional adjustment amount equal to
16 the amount by which the property taxes for the municipal fiscal year which
17 began in the taxable year upon the claimant's housesite, reduced by the
18 adjustment amount determined under subdivisions (1) and (2) of this
19 subsection, exceeds a percentage of the claimant's household income for the
20 taxable year as follows:

1	If household income (rounded to	then the taxpayer is
2	nearest dollar	entitled to credit for the
3		reduced property tax in
4		excess of this percent of
5		that income:
6	\$0 - 9,999.00	2.0
7	\$10,000.00 - 24,999.00	4.5
8	\$25,000.00 - 47,000.00	5.0
9	<u>\$47,001.00 or more</u>	<u>10.0</u>

10 In no event shall the credit exceed the amount of the reduced property tax.

11 (b) ~~An~~ Provided that in no event shall the credit exceed the amount of the
12 rent constituting property tax, an eligible claimant who rented the homestead
13 on the last day of the taxable year, ~~whose household income does not exceed~~
14 ~~\$47,000.00~~, and who submits a certificate of rent constituting property taxes
15 shall be entitled to a credit against the claimant's tax liability under chapter
16 151 of this title equal to the amount by which the rent constituting property
17 taxes upon the claimant's housesite exceeds a percentage of the claimant's
18 household income for the taxable year as follows:

1 If household income (rounded to then the taxpayer is
2 the nearest dollar) is: entitled to credit for rent
3 constituting property
4 tax paid in excess of this
5 percent of that income:

6	\$0 - 9,999.00	2.0
7	\$10,000.00 - 24,999.00	4.5
8	\$25,000.00 - 47,000.00	5.0
9	<u>\$47,001.00 or more</u>	<u>10.0</u>

10 ~~In no event shall the credit exceed the amount of the rent constituting property~~
11 ~~tax.~~

12 Sec. 2. EFFECTIVE DATE

13 This act shall apply to claims filed in 2010 and after.