



VERMONT LEGISLATIVE  
**Joint Fiscal Office**

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## Fiscal Note

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### **H.556 (Act 90) – An act relating to exempting property owned by Vermont-recognized Native American tribes from property tax**

**As passed by the General Assembly**

URL: <https://legislature.vermont.gov/Documents/2022/Docs/ACTS/ACT090/ACT090%20As%20Enacted.pdf>

#### **Bill Summary**

This bill exempts all property owned by Native American tribes or owned by nonprofit organization organized for the benefit of those tribes from statewide education property tax and municipal property tax. To be eligible for the exemption, the property may not be leased or rented for profit and must be used for purposes of the tribe.

#### **Fiscal impact**

In Fiscal Year 2023, JFO estimates this bill will reduce Education Fund revenues by approximately \$7,000.

#### **Details and analysis**

Based upon information from Vermont's four officially recognized Native American tribes, there are a total of four properties in Vermont which are owned by tribes or by eligible nonprofit organizations and would thus be eligible for exemption through this bill. The fiscal impact assumes that these four properties are the only properties eligible for exemption under H.556.

JFO assumes the universe of eligible parcels would not be expanded with the passage of the bill. This estimate also assumes that no additional non-profits whose mission includes the benefits of Vermont's Native American tribes and are controlled by the tribe will be created or will use this exemption. The fiscal impact also assumes the bill would not incentivize the transfer of property ownership from private ownership to tribe or non-profit ownership. As the fiscal impact directly corresponds with eligible properties, an increase in eligible non-profits, properties and/or acreage would result in an increase of the fiscal impact.

**Sources**

Vermont Department of Taxes, 2020 Statewide Grand List Data