

2011

FI\$CAL FACT\$



VERMONT LEGISLATIVE
JOINT FISCAL OFFICE

Legislative Joint Fiscal Committee

2011 - 2012 Legislative Session

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FISCAL FACTS

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Note: Unless otherwise noted, all dollar amounts are nominal figures and are not adjusted for inflation.

PART I – OVERVIEW OF STATE FINANCES

OVERVIEW OF STATE FINANCES

There are three major components to any government's finances. The first is **revenue** – funds coming into government coffers. The second is **debt** – most governments borrow to finance some of their activities e.g., major capital expenditures such as construction projects. The third is **expenditures** – how the government spends its money. The appropriation process provides authority for expenditures. The table below shows all appropriations. It is important to recognize that in some cases, dollars are appropriated from one fund to another, and then to their ultimate destination. To provide a more accurate picture of total state spending, appropriations must be adjusted to count each dollar only once. Adjusted appropriations are shown on page 14.

Total State Budget: Fiscal Year 2011 - As passed

(See page 14 for netted appropriations)

Sources of Funds	Amount
General	1,140,777,015
Transportation	216,097,748
Transportation Infrastructure Bond	19,155,087
Education	1,314,561,077
Fish & Wildlife	17,113,525
Special	206,255,609
Federal	1,571,009,621
Federal ARRA	322,346,442
Global Commitment	1,082,843,794
State Health Care Resources	176,395,700
Catamount	21,980,586
Tobacco	42,192,434
Other	228,924,894
Total	6,359,653,532
Appropriation	Amount
General Government	190,068,094
Protection	290,020,924
Human Services	3,038,198,507
Labor	35,571,720
Education	1,861,916,435
Higher Education	84,751,353
Natural Resources	85,526,369
Commerce/Development	66,873,049
Transportation	582,498,267
Debt Service	71,576,314
Miscellaneous/Other	52,652,500
Total	6,359,653,532

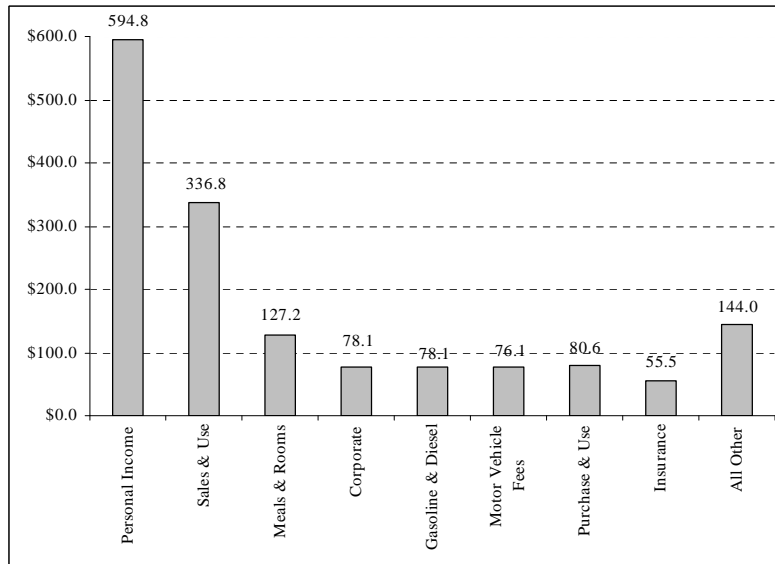
Source: Joint Fiscal Office Analysis of Act # 156 of the 2010
(Fiscal year 2010 Appropriations) & other bills with appropriations.

REVENUE

Well over 95 percent of Vermont's state revenue comes from taxes. In addition to revenue from taxes such as income, sales & use, and rooms & meals, Vermont is the only state to collect significant revenue from a statewide property tax. Revenue from this tax is estimated at \$909.3 million in state fiscal year 2012, making it the largest single source of state revenue. For historical continuity and to enable comparisons with other states, the statewide property tax is excluded from the remainder of this section.

The personal income tax accounts for about one-third of non-property-tax revenue in Vermont, followed by the sales & use and rooms & meals taxes. In addition to tax revenues, the other major source of funding for state programs is federal funds, representing about one-third of state program costs.

**Major Sources of General, Transportation & Education Fund Revenue
Fiscal Year 2012
(January 2011 forecast, \$ in millions)
Does not include Property Tax**



The first step in the creation of the annual state budget is the development of a revenue forecast. The next page contains some history and the forecast that will be used for development of the fiscal year 2012 budget.

FY 2012 STATE REVENUE FORECAST
by Fund Type & Source (\$ in millions)

Available General Fund Revenue

Source	Amount (\$)	% of Fund	% of Total
Personal Income	594.8	50%	38%
Sales and Use [1]	224.5	19%	14%
Corporate	78.1	7%	5%
Meals and Rooms	127.2	11%	8%
Liquor	15.4	1%	1%
Insurance	55.5	5%	4%
Telephone	9.3	1%	1%
Beverage	5.9	0%	0%
Electric Generating	1.4	0%	0%
Estate	18.2	2%	1%
Property Transfer	8.3	1%	1%
Bank Franchise	10.9	1%	1%
Other Tax	2.3	0%	0%
Other Revenue	32.0	3%	2%
Fund Total	1,183.9	100%	75%

Available Transportation Fund

Source	Amount (\$)	% of Fund	% of Total
Gasoline	62.2	27%	4%
Diesel	15.9	7%	1%
Purchase & Use [2]	53.7	24%	3%
Motor Vehicle Fees	76.1	34%	5%
Other Revenue	18.6	8%	1%
Fund Total	226.5	100%	14%

Available Education Fund (non-property tax revenues)

Source	Amount (\$)	% of Fund	% of Total
Sales & Use [1]	112.3	70%	7%
Lottery	21.5	13%	1%
Purchase & Use [2]	26.9	17%	2%
Interest	0.2	0%	0%
Fund Total	160.8	100%	10%

TOTAL REVENUE **\$1,571.2** **100%**

Source: Emergency Board Consensus Forecast, January 2011

[1] Sales & Use Tax is allocated between General and Education Funds. Total FY2011 revenue is \$323.3 million.

[2] Purchase & Use Tax is allocated between Transportation and Education Funds. Total FY2011 revenue is \$69.4 million.

AVAILABLE GENERAL FUND FORECASTS
(\$ in millions)

	FY 2010	FY 2011	FY 2012	FY 2013
Revenue Source	<i>(Actual)</i>	<i>(Forecast)</i>	<i>(Forecast)</i>	<i>(Forecast)</i>
Personal Income	498.0	534.3	594.8	641.4
Sales and Use	207.4	215.5	224.5	233.2
Corporate	62.8	80.6	78.1	81.2
Meals and Rooms	118.0	122.8	127.2	131.5
Liquor	14.9	15.0	15.4	15.8
Insurance	53.3	54.4	55.5	56.7
Telephone	7.9	9.4	9.3	9.2
Beverage	5.7	5.8	5.9	6.0
Electric Generating	2.9	2.9	1.4	0.0
Estate	14.2	21.0	18.2	18.9
Property Transfer	7.8	7.8	8.3	9.0
Bank Franchise	10.4	15.8	10.9	11.1
Other Tax	3.7	2.1	2.3	2.6
Subtotal Tax Revenue	1,006.7	1,087.4	1,151.9	1,216.6
Business Licenses	3.0	3.1	3.2	3.3
Fees	19.2	19.9	20.5	21.2
Services	1.2	1.2	1.3	1.4
Fines	7.4	4.2	4.4	4.6
Interest	0.5	0.5	2.1	3.4
All Other	0.3	1.2	0.5	0.6
Subtotal Other Revenue	31.7	30.1	32.0	34.5
TOTAL GENERAL FUND	1,038.4	1,117.5	1,183.9	1,251.1

Source: Emergency Board Official Forecast, January 2011

Available Transportation Fund Forecasts
(\$ in millions)

	FY 2010	FY 2011	FY 2012	FY 2013
Revenue Source	<i>Actual</i>	<i>Forecast</i>	<i>Forecast</i>	<i>Forecast</i>
Gasoline	61.0	61.4	62.2	63.2
Diesel	15.1	15.4	15.9	16.5
Purchase & Use	46.5	49.9	53.7	55.9
Motor Vehicle Fees	72.5	73.1	76.1	77.6
Other Revenue	18.2	18.0	18.6	19.2
Total TF	213.3	217.8	226.5	232.4

Transportation Infrastructure Bond Fund Forecasts
(\$ in millions)

	FY 2010	FY 2011	FY 2012	FY 2013
Revenue Source	<i>Actual</i>	<i>Forecast</i>	<i>Forecast</i>	<i>Forecast</i>
TIB Fund gasoline	13.4	16.5	18.0	19.6
TIB Fund diesel	1.4	1.9	1.9	2.0
Total TIB	14.7	18.4	19.9	21.6

Non-Property Tax Education Fund Forecasts
(\$ in millions)

	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013
Revenue Source	<i>(Actual)</i>	<i>(Actual)</i>	<i>(Forecast)</i>	<i>(Forecast)</i>	<i>(Forecast)</i>
Sales and Use	107.1	103.7	107.8	112.3	116.6
Interest	0.3	0.1	0.1	0.2	0.2
Lottery	20.9	21.6	21.0	21.5	22.0
Purchase and Use	22.0	23.2	25.0	26.9	28.0
TOTAL EF	150.2	148.6	153.9	160.9	166.8

Source: Emergency Board Official Forecast, January 2011

Potential Revenue Sources and Options

There are three main ways to increase revenue coming into state coffers:

- 1) increase existing taxes;
- 2) expand existing tax bases; or
- 3) create new taxes.

The following estimates are examples of each of these methods to raise new state revenue. In reverse, reducing rates, creating tax exemptions, and eliminating taxes all reduce state revenue.

Preliminary Estimates Only - Subject to Revision (\$ in millions)

Tax Source	FY 2012 Revenue	Tax Rate	Unit of Tax	FY12 New Revenue[1]
<i>Increase Existing Taxes</i>				
Sales & Use	336.8	6%	@ 1%	56.1
Meals & Rooms (and Alcohol)	127.2	9% & 10%	@ 1%	14.1
Cigarette & Tobacco	70.3	\$2.24	@ penny	0.2
Liquor	15.4	25%	@ 1%	0.1
Bank Franchise	10.9	0.0096%	.0001% increase	0.1
Insurance Premiums	55.5	various	various	N/A
Gasoline	62.2	0.19	@ penny	3.3
Diesel	15.9	0.25	@ penny	0.6
Purchase & Use	80.6	6%	@ 1%	13.4
Personal Income Tax	594.8	various	1% surcharge	5.9
Corporate Income Tax	78.1	various	1% surcharge	0.8
Property Transfer Tax	25.5	various	1% surcharge	0.3

[1] These are simple yield rates and do not include price elasticity. Elasticity is the decline or increase in demand in response to the price change. This will slightly reduce the new tax revenue for most increases. Elasticity will depend upon many conditions specific to a tax source, such as tax rates in competitive jurisdictions, the size of the tax change, the prior tax level, and the nature of the economic good being taxed. Most effective tax yields fall between about 90% to 100% of an estimated simple yield.

Preliminary Estimates Only - Subject to Revision (\$ in millions)

Tax Source	Unit of Tax	Annual Revenue
<i>Expand Income Tax Base</i>		
Eliminate Capital Gains Exemption	Apply ordinary rates	18.1
Eliminate Charitable Contributions Deduction	"	9.3
Eliminate Mortgage Interest Deduction	"	23.0
Eliminate Muni Bond Income Exemption	"	5.0
Eliminate Real Estate Tax Deduction	"	14.2

Potential Revenue Sources and Options
(continued)

Preliminary Estimates Only - Subject to Revision

Sales Tax	Change	Annual Revenue (\$ Millions)
<i>Expand Sales Tax Base</i>		
Clothing & footwear	Include in Sales Tax Base	27.3
Tax Clothing > \$110	"	2.2
Soft Drinks	"	3.5
Candy	"	2.5
Lottery and Break-open Tickets	"	N/A
<i>Apply Sales Tax to Services (partial list only)</i>		
Professional, Scientific, & Technical services		
Legal services		18.3
Accounting, tax preparation, bookkeeping, & payroll services		9.8
Architectural, engineering, & related services		19.6
Specialized design services		2.9
Computer systems design & related services		20.1
Management, scientific, & technical consulting services		19.8
Scientific research & development services		4.3
Advertising & related services		6.4
Other professional, scientific, & technical services		7.7
<u>Administrative & support services</u>		
Office administrative services		2.4
Employment services		4.7
Business support services		2.9
Travel arrangement and reservation services		2.0
Investigation and security services		2.3
Services to buildings and dwellings		10.9
Other support services		2.3
Waste collection		2.6
<u>Finance, Insurance and Real Estate</u>		
Portfolio Management		7.3
Offices of real estate agents and brokers		8.5
Real estate property managers		3.3
Health care & social assistance (only those subject to federal income tax)		
Offices of physicians		29.1
Offices of dentists		15.0
Offices of other health practitioners		7.9
Offices of chiropractors		1.7
Offices of optometrists		1.8
Offices of specialty therapists		2.6
Offices of podiatrists		0.3
Offices of all other miscellaneous health practitioners		0.4
Outpatient care centers		2.8
<u>Other Services</u>		
Automotive repair and maintenance		15.1
Electronic and precision equipment repair and maintenance		0.9
Personal and household goods repair and maintenance		0.7
Personal care services		3.0
Death care services		1.7
Educational Services (subject to federal income tax)		5.5
Service Estimates from 2007 Economic Census		

STATE INDEBTEDNESS

Capital Debt Affordability Advisory Committee

The Capital Debt Affordability Advisory Committee was created by the 1990 Vermont Legislature to estimate annually the maximum amount of new long term general obligation debt that prudently may be authorized by the state for the next fiscal year. The Committee's estimate is required by law to be based on a number of considerations, historic and projected, including debt service requirements, debt service as a percent of General and Transportation Fund revenues, outstanding debt as a percent of personal income, and per capita debt ratios. As changed by the Legislature in 2008, the Committee is comprised of seven members, three of whom are ex-officio state officials and one of whom is appointed by the Governor from the private sector for a two year term. The Committee is directed by law to issue a report by September 30 of each calendar year.

In September 2009, the Committee recommended a maximum of \$71,825,000 in new debt issuance for FY 2011. In September 2010, the Committee recommended a maximum of \$76,580,000 in new debt for FY 2012. The Committee made an alternative recommendation of a two year authorization of long term debt for FY 2012 and FY 2013 not to exceed \$153,160. The two year option was designed to allow some flexibility with larger projects and an opportunity to take advantage of favorable interest rate environments.

Net Tax-Supported Debt Outstanding

The State's aggregate net tax-supported principal amount of debt increased from \$440.6 million as of June 30, 2009 to \$464.3 million as of June 30, 2010, an increase of 5.38%.

The table below sets forth the sources of the change in net tax-supported debt outstanding from the close of fiscal year 2009 to the close of fiscal year 2010 (in thousands):

Net Tax-Supported Debt as of 6/30/09	\$440,633
General Obligation New Money Bonds Issued	72,000
General Obligation Refunding Bonds issued	38,830
<u>Less: Retired G.O. Bonds</u>	<u>(48,042)</u>
Net Tax-Supported Debt as of 6/30/10	\$464,341

State Indebtedness

(continued)

Summary of Outstanding Debt

(as of 6/30/2010)

<u>Type of Debt</u>	<u>Total Outstanding Debt</u>	<u>Debt Service FY 11</u>
General Fund	\$440,430,000	\$65,805,000
Transportation Fund	20,086,000	3,478,000
Special Fund	<u>3,825,000</u>	<u>1,026,000</u>
Total	\$464,341,000	\$70,309,000

Source: Government Finance Associates, Inc., September, 2010 Report

Vermont Debt Burden Comparison

(Moody's Investor Service)

Debt as a percent of total state personal income

	2007	2008	2009	2010
Moody's VT Ratio	2.1%	2.0%	1.8%	1.8%
Moody's Median	3.2%	3.2%	3.1%	3.2%
Triple-A Mean	2.7%	2.7%	2.4%	2.6%
Vermont Rank	30	33	35	36

Debt per capita

	2007	2008	2009	2010
Moody's VT/capita	\$706	\$707	\$692	\$709
Moody's mean	\$1,101	\$1,158	\$1,195	\$1,297
Triple – A mean	\$922	\$951	\$899	\$966
Vermont Rank	28	32	34	36

State Indebtedness

(continued)

State Bond Rating

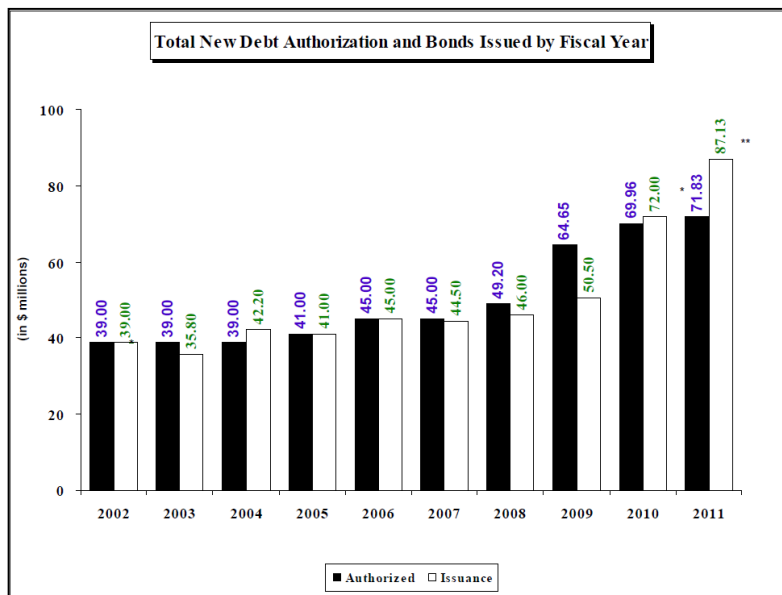
Fitch Investors Service, Inc.	AAA	(recalibrated in April 2010 from AA+)
Moody's Investors Service	AAA	(upgraded in Feb. 2007 from Aa1)
Standard and Poor's	AA+	(upgraded in 2000 from AA)

Source: Government Finance Associates, Inc., September, 2010 Report

DEBT AUTHORIZATIONS AND PROJECTION SCENARIOS

Recent Debt Authorizations

In fiscal year 2010, \$72,000,000 of new money debt was issued, representing all of the \$69,955,000 authorized for that year plus \$2,045,000 of authorized but unissued debt remaining from 2008 and 2009. During fiscal year 2011, \$87,130,000 of debt is assumed to be sold, the total amount of the original 2011 recommended authorization (\$71,825,000) plus \$15,305,000 of authorized, but unissued debt remaining from 2008 and 2009. We believe the State's historical practice to annually extinguish all or a large portion of the authorized amount of debt so that there doesn't exist a rising residual amount of authorized but unissued debt has enhanced the State's credit position with favorable responses from the rating agencies. The following chart presents the amounts of General Obligation (G.O.) debt that have been authorized and issued by the State since fiscal year 2002.



* As approved by CDAAC.

** Anticipated to be issued.

Note: Annual issuances do not include refunding bonds.

Source of this page: Government Finance Associates report of September 2010.

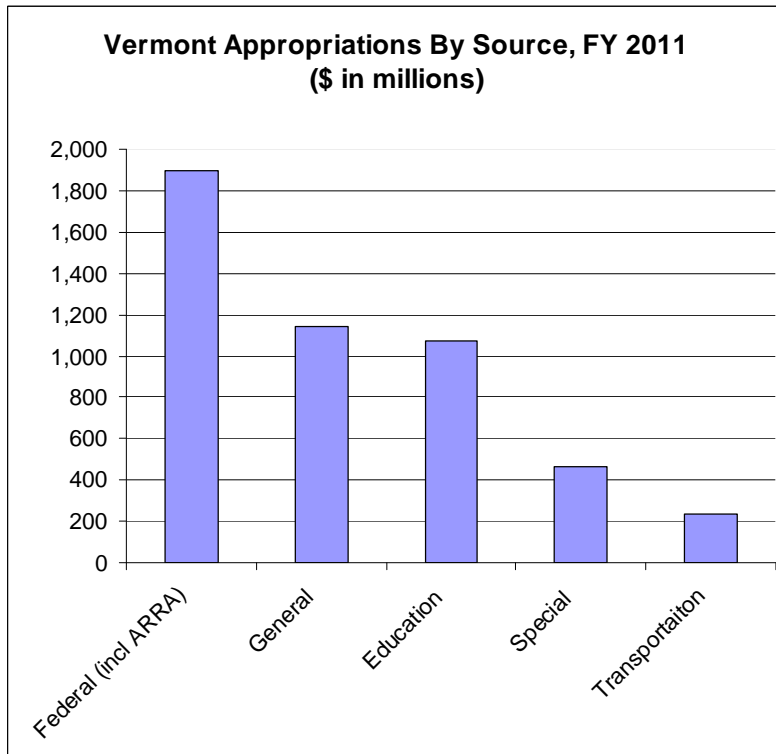
EXPENDITURES

It is important to understand that the legislature only has the power to “appropriate” money that the state raises. However, in addition to appropriations, the legislature asserts control over all other funding sources by giving departments and agencies the authority to spend money from other sources, such as grants or federal funds. Without this authority, money cannot be spent. The state’s expenditures are primarily governed by the annual appropriations act. This act includes both appropriations and spending authority, and allocates funds from 15 different sources to 11 major categories of expense.

In FY2011, the major sources include the state’s general fund (24%), federal funds - including ARRA (39%), the education fund (22%), special funds (10%), and the transportation fund (5%).

The four largest expense categories are K-12 Education (32%), Human Services including Medicaid and Corrections (40%), Transportation (12%), and Protection and Criminal Justice (6%).

(prior to budget adjustment and rescissions.)



FY 2011 Appropriations by Category & Source - Adjusted for Duplication

(prior to budget adjustment and rescissions)

The total appropriations overstate actual state spending. The tables below represent the total appropriations for FY2011 as initially passed, adjusted to exclude appropriations which are duplicative or highly restricted. What are excluded are transfers and internal service funds, as well as trust funds, enterprise funds, and local match for transportation projects.

Appropriation - Source of Funds

General Fund	\$ 1,140,777,015	23.7%
Transportation Fund & TIB Fund	\$ 235,252,835	4.9%
Education Fund	\$ 1,073,757,132	22.3%
Federal Funds	\$ 1,571,009,621	32.7%
Federal ARRA Funds	\$ 322,346,442	6.7%
Special Funds	\$ 446,794,329	9.3%
Fish & Wildlife Fund	\$ 17,113,525	0.4%
	<u>\$ 4,807,050,899</u>	100%

Appropriation Expense Category

General Government	\$ 91,329,613	1.9%
Protection to Persons & Property	\$ 274,315,718	5.7%
Human Services	\$ 1,942,897,236	40.4%
Department of Labor	\$ 34,071,719	0.7%
General K-12 Education	\$ 1,545,259,281	32.1%
Higher Education	\$ 80,339,790	1.7%
Natural Resources	\$ 82,673,194	1.7%
Commerce & Community Development	\$ 65,423,962	1.4%
Transportation	\$ 558,579,539	11.6%
Debt Service	\$ 71,576,314	1.5%
Other	\$ 60,584,533	1.3%
	<u>\$ 4,807,050,899</u>	100%

Summary of Revenue, Expenditures, and Operating Results
 General Fund Revenues and Appropriations Summary
 Fiscal Year 1999 – 2010 est., \$ millions

	2000	2001 ¹	2002 ²	2003	2004 ³	2005	2006	2007	2008	2009	2010	2011 ⁴
Total Revenue	894.17	909.80	852.97	882.11	972.39	1065.36	1131.91	1185.34	1219.53	1147.93	1075.08	1167.83
Total Appropriations	853.95	869.09	872.14	887.97	915.41	1038.21	1113.41	1175.45	1200.27	1146.28	1087.45	1152.26
Operating Surplus/Deficit	40.22	40.71	(19.17)	(5.86)	56.98	27.15	18.50	9.89	19.26	1.65	(12.37)	15.57
Net Transfers Carryforward	(40.22)	(32.31)	10.77	5.86	(41.35)	(23.14)	(16.99)	(20.17)	(11.00)	(5.93)	12.74	(30.78)
Balance	0.00	0.00	8.40	0.00	0.00	15.63	19.64	21.15	10.87	19.13	14.85	15.21
Ending Balance	0.00	8.40	0.00	0.00	15.63	19.64	21.15	10.87	19.13	14.85	15.21	0.00

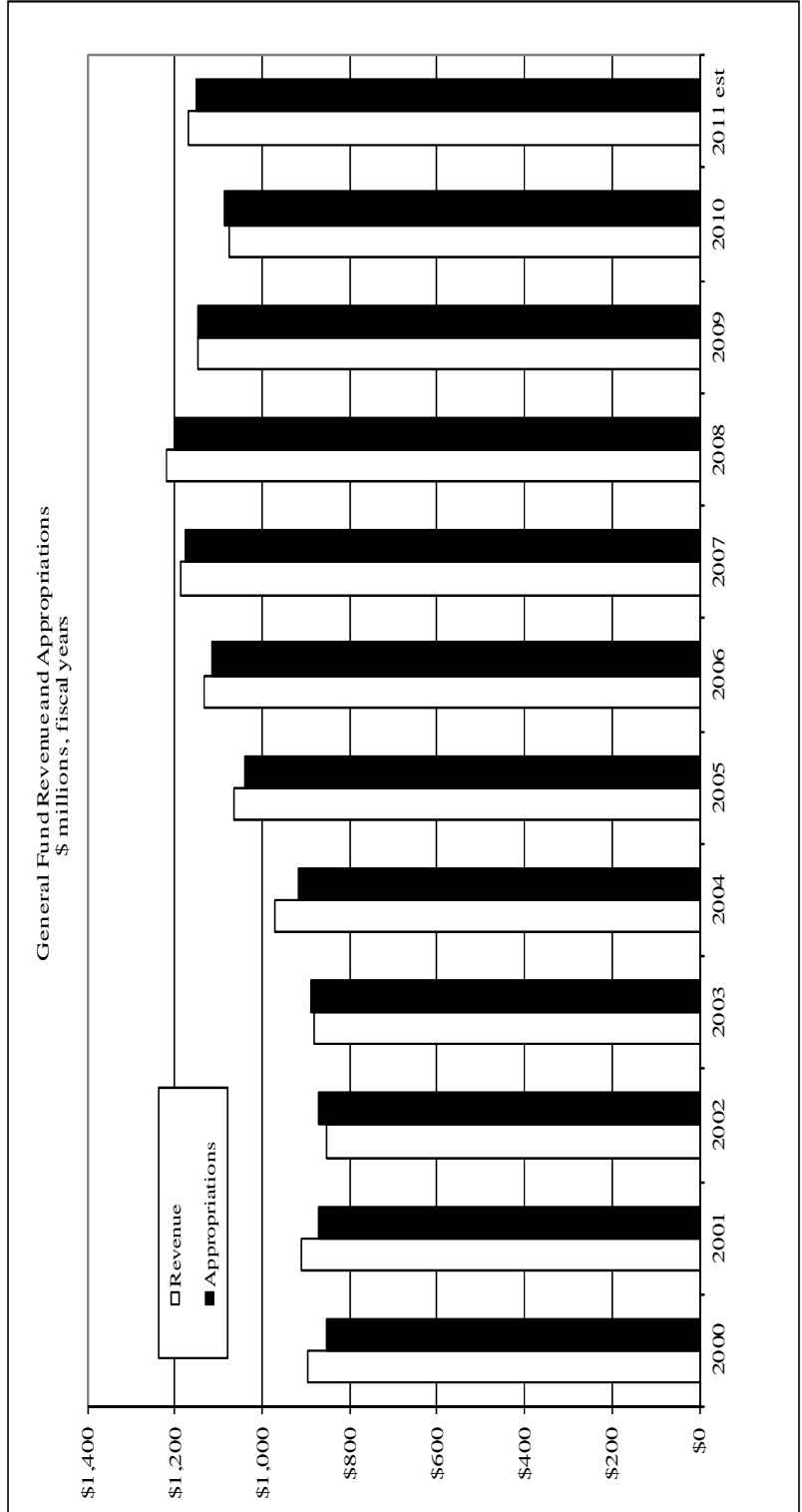
Note 1: FY01 \$12 million of debt reduction handled as a transfer instead of as an appropriation.

Note 2: FY02 utilized \$30.2 million from stabilization reserve.

Note 3: FY04 includes federal funds relief and Act 68-passed revenues.

Note 4: FY11 includes Jan. '11 revenue forecast update and proposed budget adjustment.

Source: JFO



TRANSPORTATION FUND

Summary of Revenues, Appropriations, Transfers & Fund Balance from July 1, 1975

Fiscal Year	Opening Balance July 1	+ Revenue	+ Misc. Adjustments	+ Transfer* From the General	- Transfer* to the General	- Approps.	+ Reversions	+ Transfer (to)/from TF Reserve	= Fund		Reserve Balance June 30
									Balance June	30	
1976	1,197,251	47,064,098	0	0	250,000	43,857,463	449,175	0	4,603,061	0	0
1977	4,603,061	51,127,179	20,061	0	0	52,687,560	704,962	0	3,767,703	0	0
1978	3,767,703	53,926,481	14	0	0	55,134,886	617,939	0	3,177,251	0	0
1979	3,177,251	58,151,899	994	0	0	59,092,069	678,431	0	2,916,506	0	0
1980	2,916,506	54,400,717	99,822	1,500,000	0	62,323,641	1,371,850	0	(2,034,746)	0	0
1981	(2,034,746)	57,011,051	74,052	6,781,641	0	61,769,086	892,786	0	955,698	0	0
1982	955,698	69,903,828	210,336	0	0	69,234,162	1,316,607	0	3,152,307	0	0
1983	3,152,307	72,189,848	57,083	0	0	74,270,668	793,547	0	1,922,117	0	0
1984	1,922,117	87,190,356	78,258	869,000	0	85,304,397	1,125,986	0	5,881,320	0	0
1985	5,881,320	92,411,756	39,216	0	869,000	89,213,396	1,217,063	0	9,466,959	0	0
1986	9,466,959	98,062,408	(555,989)	2,000,000	2,000,000	94,184,846	845,148	0	13,633,680	0	0
1987	13,633,680	100,704,523	(482,961)	1,307,324	0	111,675,001	1,092,944	0	4,580,509	0	0
1988	4,580,509	106,218,300	(108,198)	0	0	112,519,440	152,599	0	(1,676,230)	0	0
1989	(1,676,230)	109,108,800	(121,996)	0	0	113,272,082	118,216	0	(5,843,292)	0	0
1990	(5,843,292)	126,359,400	127,031	1,650,000	0	126,757,253	420,867	0	(4,043,247)	0	0
1991	(4,043,247)	121,742,045	83,520	1,350,000	0	123,987,766	763,418	0	(4,092,029)	0	0
1992	(4,092,029)	133,446,574	364,837	0	0	124,719,685	63,177	0	5,062,874	0	0
1993	5,062,874	138,462,397	1,166,189	0	0	121,862,851	0	(21,635,984)	1,192,625	21,635,984	0

TRANSPORTATION FUND

Summary of Revenues, Appropriations, Transfers & Fund Balance from July 1, 1975

Fiscal Year	Opening Balance July 1	+ Revenue	+ Misc. Adjustments	+ Transfer* From the General	- Transfer* to the General	- Approps.	+ Reversions	+ Transfer (to)/from Reserve	= Fund Balance June 30	Reserve Balance June 30
1994	1,192,625	144,664,007	24,010	0	21,409,195	130,590,891	1,100,000	5,019,444	0	16,616,540
1995	0	149,853,902	(241,890)	0	1,500,000	148,848,924	288,586	448,326	0	15,825,962
1996	0	155,568,442	(207,688)	0	6,650,000	157,417,030	590,980	8,115,296	0	7,710,667
1997	0	152,626,563	209,425	4,900,000	0	158,672,224	233,312	5,602,924	0	7,007,743
1998	0	160,780,230	(141,762)	1,939,836	0	161,313,539	36,656	638,415	0	8,309,164
1999	0	181,356,945	(742,678)	0	143,000	176,058,274	0	0	4,412,993	8,309,164
2000	4,412,993	193,794,708	(1,614,062)	0	0	187,517,434	0	(493,750)	8,582,455	8,802,914
2001	9,751,197	194,169,325	(6,788,741)	6,150,000	0	203,317,934	115,689	(79,536)	0	8,882,450
2002	0	206,353,600	(1,889,338)	13,850,000	0	212,914,930	1,263,311	(1,007,947)	5,654,696	9,890,397
2003	5,654,696	213,933,232	(3,160,649)	0	6,449,528	210,756,212	44,260	734,201	0	9,156,196
2004	0	218,483,080	(5,376,279)	4,773,000	0	222,135,479	5,640,294	(1,384,616)	0	10,540,812
2005	0	210,699,490	3,108,659	4,774,450	0	225,362,834	7,337,653	(557,418)	0	11,098,230
2006	0	209,819,584	(6,163,300)	10,018,030	0	220,073,685	6,345,128	54,243	0	11,043,987
2007	0	219,970,785	(2,020,000)	8,000,000	0	223,986,116	883,027	373,117	3,220,813	10,670,870
2008	3,220,813	223,080,613	(2,070,000)	0	0	228,952,079	5,873,876	(528,436)	624,787	11,199,306
2009	624,787	204,367,364	41,483	0	0	205,671,894	729,351	(91,091)	0	11,290,397
2010	0	213,339,967	(3,869,978)	0	1,713,505	208,798,086	34,800	1,006,802	0	10,283,595
Total Transfers Between Funds 1976 - 2010:				69,863,281	40,984,228					
Net Transfer General Fund to Transportation Fund 1976-2010:				28,879,053						

*Note: Limited to formal transfers. Direct appropriations of transportation funds for general government purposes, so called "JTOC" appropriations, are not included.

Education Fund Outlook
(Millions of Dollars)

Current Law as of January 2010

	FY2008	FY2009	FY2010	FY2011	FY2012
	Actual	Actual	Actual	Projected	Proposed*
a Base Homestead Tax Rate ¹	\$0.87	\$0.87	\$0.86	\$0.86	\$0.87
b Uniform Nonresidential Tax Rate ¹	\$1.36	\$1.36	\$1.35	\$1.35	\$1.36
c Base Rate on Household Income ¹	1.80%	1.80%	1.80%	1.80%	1.80%
d Education Payment Per Pupil	\$7,736	\$8,210	\$8,544	\$8,544	\$8,544
e Equalized Pupil Count	95,806	95,676	94,107	92,569	91,567
f Education Grand List Growth Rate	12.2%	9.7%	6.8%	2.1%	-1.5%
g Education Spending Growth Rate	4.1%	5.0%	2.0%	-0.1%	-0.2%

¹ Statutory base tax rates are \$1.10, \$1.59, and 2%, respectively.

Sources

1 Gross Homestead Education Tax	439.4	472.2	497.2	510.1	519.9
1a Property Tax Adjustment ²	(118.0)	(119.5)	(137.9)	(151.6)	(157.0)
2 Non-Homestead Education Tax	477.5	524.1	550.1	559.1	546.4
3 General Fund Transfer	280.2	291.8	240.8	234.8	271.9
4 Sales Taxes	139.1	129.1	126.9	132.8	139.2
5 Lottery Receipts	22.7	20.9	21.6	21.0	21.5
6 Other Sources	8.4	2.0	9.0	2.1	9.2
7 Total Sources	1,249.3	1,320.6	1,307.6	1,308.4	1,351.1

² Includes the homeowner rebate beginning in FY2008.

Education Fund Outlook (continued)

Uses	FY2008 Actual	FY2009 Actual	FY2010 Projected	FY2011 Projected	FY2012 Projected
8 Education Payment	1,058.3	1,112.3	1,098.9	1,099.6	1,135.7
9 Special Education Aid	133.6	142.5	142.5	142.5	148.6
10 Transportation Aid	14.5	15.0	15.5	15.8	16.3
11 State-Placed Students	14.8	16.4	15.6	15.3	15.0
12 Technical Education Aid	11.6	12.4	12.8	12.9	12.9
13 Small Schools Aid	6.1	6.6	7.0	7.0	7.1
14 EEE Block Grant	5.2	5.5	5.7	5.7	5.8
15 Renter Rebates	5.3	5.6	5.9	5.8	5.8
16 Other Uses	6.4	5.6	9.4	9.7	10.0
17 Total Uses	1,255.8	1,321.7	1,313.3	1,314.3	1,357.2

Allocation of Revenue Surplus/(Deficit)

18 Revenue Surplus/(Deficit) ³	(11.2)	(1.1)	(5.8)	(5.9)	(6.1)
19 Prior-Year Reversions	(2.1)	(3.6)	(3.5)	(3.3)	0.0
20 Transfer to/(from) Stabilization Reserve	1.1	1.7	(1.2)	(1.5)	(1.6)
21 Transfer to/(from) Unreserve/Unallocated	(10.3)	0.9	(1.1)	(1.1)	(4.5)

³ Adjusted for non-operating transfers and spending authority surpluses/(deficits).

Stabilization Reserve

21 Prior-Year Stabilization Reserve	28.2	29.4	31.0	29.8	28.3
22 Current-Year Stabilization Reserve	29.4	31.0	29.8	28.3	26.7
23 Percent of Prior-Year Net Appropriations	0.1	0.1	0.1	0.1	0.0
24 Maximum Reserve @ 5.0%	29.4	31.1	29.8	28.3	29.4
25 Minimum Reserve @ 3.5%	20.6	21.8	20.9	19.8	20.6

Available Funds

25 Prior-Year Unreserved/Unallocated	16.1	5.8	6.7	5.6	4.5
26 Current-Year Unreserved/Unallocated	5.8	6.7	5.6	4.5	-

Prepared by the Joint Fiscal Office/MSP/Fiscal Facts EF Outlook

How Does Vermont Compare?

Based on population, Vermont is the second smallest state in the union, so comparisons of total income tax collected or size of the General Fund are meaningless. In order to compare Vermont to other states, statistics are calculated on a per capita, or per person, basis. For example, individual income tax collections in California were approximately \$55.8 billion while Vermont's were \$623.0 million in 2008. On a per capita basis, California collected approximately \$1,517 per person while Vermont collected a comparable \$1,003 per person.

The table below shows Vermont's per capita value and rank among the 50 states for several revenue and expenditure statistics. The expenditure data and revenue data are from the U.S. Census Bureau . Both state only and state and local tax collections are shown because Vermont, unlike most other states, collects a majority of its revenue at the state level. Therefore, some of these comparisons can be misleading.

Statistic	\$ Per Capita	VT Rank (1 is highest)
2008 Total State and Local Taxes	4,727	11
2009 Total State Taxes Only	4,030	3
2008 State and Local Sales Taxes	1,396	23
2009 State Personal Income Tax	857	20
2009 State Corporate Income Tax	140	13
2008 State and Local Property Tax	1,895	7
2008 Direct Government Expenditures [1]	9,227	13
2010 K-12 Education Spending Per Pupil	15,466	4
2007 Public Welfare Expenditures [1]	1,940	4

[1] State and local; includes federal funds

Sources:

U.S. Census Bureau
State Rankings 2010 (O'Leary, Morgan and Morgan)

2008 All State & Local Tax Revenue Per Capita

<u>State</u>	<u>Revenue</u>	<u>Rank</u>	<u>State</u>	<u>Revenue</u>	<u>Rank</u>
Alaska	14,147	1	Florida	3,981	26
New York	7,103	2	Colorado	3,979	27
Wyoming	6,930	3	New Mexico	3,899	28
Connecticut	6,599	4	Iowa	3,855	29
New Jersey	6,209	5	Michigan	3,764	30
Hawaii	5,233	6	New Hampshire	3,754	31
Massachusetts	5,196	7	Indiana	3,593	32
California	5,085	8	North Carolina	3,591	33
North Dakota	4,948	9	Montana	3,562	34
Maryland	4,887	10	Texas	3,554	35
Vermont	4,727	11	West Virginia	3,542	36
Minnesota	4,727	12	Arizona	3,538	37
Rhode Island	4,626	13	Georgia	3,468	38
Illinois	4,503	14	Utah	3,436	39
Maine	4,496	15	Oklahoma	3,379	40
Washington	4,354	16	Missouri	3,336	41
Wisconsin	4,331	17	Oregon	3,313	42
Pennsylvania	4,306	18	Kentucky	3,302	43
Kansas	4,246	19	Arkansas	3,280	44
Delaware	4,237	20	Idaho	3,234	45
Nebraska	4,213	21	Mississippi	3,133	46
Virginia	4,196	22	South Dakota	3,107	47
Nevada	4,048	23	Tennessee	3,045	48
Ohio	4,048	24	Alabama	3,002	49
Louisiana	4,032	25	South Carolina	2,923	50

U.S. Average = \$4,379 per capita

Source: U. S. Census Bureau
<http://www.census.gov/govs/estimate/>

2009 Total State Tax Revenue Per Capita

<u>State</u>	<u>Revenue</u>	<u>Rank</u>	<u>State</u>	<u>Revenue</u>	<u>Rank</u>
Alaska	7,092	1	Indiana	2,320	26
Wyoming	5,078	2	Illinois	2,267	27
Vermont	4,030	3	Kentucky	2,261	28
North Dakota	3,732	4	Louisiana	2,229	29
Connecticut	3,674	5	Nebraska	2,227	30
Hawaii	3,639	6	Oklahoma	2,213	31
New York	3,328	7	Mississippi	2,207	32
Minnesota	3,259	8	North Carolina	2,185	33
Delaware	3,170	9	Nevada	2,105	34
New Jersey	3,122	10	Ohio	2,075	35
Massachusetts	2,955	11	Virginia	2,055	36
California	2,733	12	Idaho	2,052	37
Maryland	2,654	13	Utah	1,947	38
Maine	2,647	14	Oregon	1,939	39
West Virginia	2,632	15	Alabama	1,764	40
Arkansas	2,584	16	Colorado	1,728	41
Wisconsin	2,563	17	Missouri	1,728	42
Montana	2,469	18	Florida	1,724	43
Washington	2,462	19	Arizona	1,706	44
Rhode Island	2,456	20	Tennessee	1,659	45
New Mexico	2,414	21	Texas	1,646	46
Pennsylvania	2,386	22	South Dakota	1,642	47
Kansas	2,375	23	Georgia	1,636	48
Michigan	2,363	24	New Hampshire	1,605	49
Iowa	2,322	25	South Carolina	1,567	50

U.S. Average = \$2,334 per capita

Note: Vermont collects a majority of its taxes at the state level of government, while many states collect more taxes at the local level of government. This comparison of state-level only tax collections omits all local tax collections in Vermont and other states.

Source: U. S. Census Bureau

<http://www.census.gov/govs/www/statetax09.html>

2008 State and Local Sales Tax Revenue Per Capita

<u>State</u>	<u>Revenue</u>	<u>Rank</u>	<u>State</u>	<u>Revenue</u>	<u>Rank</u>
Washington	2,727	1	Indiana	1,330	26
Hawaii	2,695	2	Rhode Island	1,324	27
Wyoming	2,584	3	Utah	1,314	28
Nevada	2,255	4	West Virginia	1,311	29
Louisiana	2,133	5	Georgia	1,305	30
Florida	1,871	6	Oklahoma	1,300	31
New Mexico	1,802	7	Maine	1,296	32
Tennessee	1,762	8	Ohio	1,275	33
New York	1,741	9	Pennsylvania	1,266	34
Arizona	1,711	10	Iowa	1,245	35
South Dakota	1,692	11	Kentucky	1,225	36
Arkansas	1,687	12	Missouri	1,223	37
Texas	1,666	13	Michigan	1,220	38
Connecticut	1,660	14	North Carolina	1,206	39
North Dakota	1,529	15	Maryland	1,203	40
Illinois	1,501	16	Wisconsin	1,189	41
Minnesota	1,474	17	Idaho	1,160	42
Mississippi	1,473	18	Virginia	1,100	43
California	1,462	19	South Carolina	1,020	44
Kansas	1,461	20	Massachusetts	951	45
New Jersey	1,459	21	Alaska	823	46
Alabama	1,407	22	New Hampshire	600	47
Vermont	1,396	23	Montana	568	48
Nebraska	1,395	24	Delaware	561	49
Colorado	1,376	25	Oregon	290	50

U.S. Average = \$1,477 per capita

Note: Data includes general and other selective sales taxes for a more accurate comparison.

Source: U. S. Census Bureau
<http://www.census.gov/govs/estimate/>

2009 State Personal Income Tax Revenue Per Capita

<u>State</u>	<u>Revenue</u>	<u>Rank</u>	<u>State</u>	<u>Revenue</u>	<u>Rank</u>
New York	1,885	1	Arkansas	775	26
Connecticut	1,813	2	Kentucky	768	27
Massachusetts	1,607	3	Idaho	761	28
Oregon	1,421	4	Pennsylvania	758	29
Minnesota	1,319	5	Ohio	721	30
New Jersey	1,225	6	Illinois	711	31
California	1,200	7	Oklahoma	690	32
Maryland	1,137	8	Indiana	672	33
Virginia	1,131	9	Louisiana	655	34
Wisconsin	1,100	10	Michigan	604	35
Maine	1,040	11	North Dakota	572	36
Hawaii	1,034	12	Alabama	565	37
Delaware	1,029	13	South Carolina	516	38
North Carolina	1,019	14	Mississippi	503	39
Kansas	969	15	New Mexico	464	40
Rhode Island	912	16	Arizona	297	41
Iowa	899	17	New Hampshire	74	42
Nebraska	892	18	Tennessee	35	43
Colorado	876	19	Alaska	N/A	
Vermont	857	20	Florida	N/A	
West Virginia	856	21	Nevada	N/A	
Montana	848	22	South Dakota	N/A	
Utah	833	23	Texas	N/A	
Missouri	797	24	Washington	N/A	
Georgia	794	25	Wyoming	N/A	

U.S. Average = \$803 per capita

Note: This is a comparison of state-level tax collections only.

Source: U. S. Census Bureau

<http://www.census.gov//govs/www/statetax09.html>

2009 State Corporate Income Tax Revenue Per Capita

<u>State</u>	<u>Revenue</u>	<u>Rank</u>	<u>State</u>	<u>Revenue</u>	<u>Rank</u>
Alaska	905	1	Alabama	105	26
New Hampshire	373	2	Rhode Island	103	27
New Jersey	275	3	New Mexico	101	28
Massachusetts	271	4	Florida	99	29
California	258	5	North Carolina	96	30
Delaware	236	6	Oklahoma	93	31
West Virginia	231	7	Idaho	92	32
New York	227	8	Kentucky	90	33
Illinois	213	9	Arizona	90	34
North Dakota	200	10	Utah	88	35
Montana	168	11	Iowa	88	36
Minnesota	148	12	Virginia	80	37
Vermont	140	13	Georgia	71	38
Pennsylvania	138	14	Oregon	68	39
Louisiana	136	15	Colorado	66	40
Kansas	132	16	Michigan	65	41
Maryland	131	17	Hawaii	61	42
Indiana	131	18	South Dakota	60	43
Tennessee	130	19	South Carolina	48	44
Connecticut	126	20	Missouri	47	45
Arkansas	120	21	Ohio	45	46
Wisconsin	111	22	Nevada	N/A	
Nebraska	110	23	Texas	N/A	
Mississippi	110	24	Washington	N/A	
Maine	109	25	Wyoming	N/A	

U.S. Average = \$131 per capita

Note: This is a comparison of state-level tax collections only.

Source: U. S. Census Bureau

<http://www.census.gov//govs/www/statetax09.html>

2008 State & Local Property Tax Revenue Per Capita

<u>State</u>	<u>Revenue</u>	<u>Rank</u>	<u>State</u>	<u>Revenue</u>	<u>Rank</u>
New Jersey	2,621	1	Washington	1,189	26
Connecticut	2,377	2	Ohio	1,177	27
Wyoming	2,364	3	Maryland	1,168	28
New Hampshire	2,313	4	North Dakota	1,154	29
New York	2,007	5	Oregon	1,125	30
Rhode Island	1,959	6	Indiana	1,086	31
Vermont	1,895	7	South Dakota	1,067	32
Massachusetts	1,783	8	Georgia	1,054	33
Illinois	1,658	9	Arizona	1,032	34
Florida	1,642	10	Hawaii	973	35
Maine	1,635	11	South Carolina	955	36
Wisconsin	1,569	12	Missouri	920	37
Alaska	1,553	13	North Carolina	851	38
California	1,442	14	Utah	813	39
Michigan	1,412	15	Mississippi	782	40
Nebraska	1,395	16	Idaho	773	41
Texas	1,380	17	Tennessee	748	42
Virginia	1,356	18	Delaware	691	43
Kansas	1,318	19	West Virginia	682	44
Minnesota	1,268	20	Kentucky	648	45
Iowa	1,242	21	Louisiana	638	46
Colorado	1,242	22	Oklahoma	580	47
Pennsylvania	1,236	23	New Mexico	566	48
Nevada	1,229	24	Arkansas	510	49
Montana	1,214	25	Alabama	493	50

U.S. Average = \$1,349 per capita

Source: U. S. Census Bureau
<http://www.census.gov/govs/estimate/>

2008 Direct Government Expenditures Per Capita

<u>State</u>	<u>Revenue</u>	<u>Rank</u>	<u>State</u>	<u>Revenue</u>	<u>Rank</u>
Alaska	18,750	1	Iowa	8,612	26
Wyoming	14,109	2	Florida	8,585	27
New York	13,532	3	Mississippi	8,561	28
California	11,357	4	Maine	8,468	29
New Jersey	10,588	5	Michigan	8,394	30
Massachusetts	10,376	6	Kansas	8,391	31
Delaware	10,353	7	Montana	8,384	32
Louisiana	10,320	8	Nevada	8,205	33
Nebraska	10,299	9	Alabama	8,167	34
Hawaii	10,264	10	Utah	8,141	35
Washington	10,157	11	Virginia	8,117	36
Rhode Island	10,039	12	Arizona	8,083	37
Connecticut	10,015	13	Georgia	8,013	38
Vermont	9,724	14	Kentucky	8,013	39
Minnesota	9,721	15	North Carolina	7,881	40
New Mexico	9,696	16	Tennessee	7,873	41
Oregon	9,136	17	Texas	7,763	42
Maryland	9,052	18	Indiana	7,712	43
Illinois	9,003	19	Missouri	7,572	44
Ohio	8,928	20	West Virginia	7,541	45
Pennsylvania	8,902	21	New Hampshire	7,541	46
South Carolina	8,825	22	Oklahoma	7,527	47
Wisconsin	8,757	23	South Dakota	7,250	48
North Dakota	8,755	24	Idaho	7,058	49
Colorado	8,619	25	Arkansas	7,034	50

U.S. Average = \$9,345 per capita

Source: U. S. Census Bureau
<http://www.census.gov/govs/estimate/>

PART II — GENERAL REFERENCE

General Fund Tax Sources

Note: The GF receives 100% of the revenue from these sources unless otherwise indicated.

Individual Income Tax

Vermont individual income tax begins at federal taxable income, which is adjusted to calculate Vermont taxable income. Vermont established five state specific tax brackets and rates beginning in 2002. Previously, state individual income tax was calculated as a percentage of federal tax liability.

Sales & Use Tax

Vermont has a 6% general tax on retail sales which is primarily directed at commodity transactions. Two-thirds of the revenue is dedicated to the General Fund and one-third is dedicated to the Education Fund. Note: Vermont allows a 1% local option sales tax in some municipalities.

Meals & Rooms Tax

A tax of 9% is imposed on taxable meals and the rent of each occupancy less than thirty days in length. The alcohol portion of the meals tax is 10%.

Corporate Income Tax

The net income of C-corporations is taxed according to the state rate and bracket schedule. The apportionment formula includes property, payroll, and is doubled-weighted for sales. Vermont requires unitary combined reporting.

<u>Income Bracket</u>	<u>Tax Rate</u>
\$3,751 – \$10,000	6.0%
\$10,000 – \$25,000	7.0%
\$25,000 – and over	8.5%

Insurance Premiums Taxes

Traditional insurance companies exempt from the corporate income tax and are taxed at a rate of 2% per annum on the gross amount of premiums written in Vermont.

Captive insurance companies are taxed on the volume of premiums written for direct premiums and assumed reinsurance premiums. The rates are below:

Captive Insurance Rates		
Volume (\$ millions)	Direct Premiums Rate (%)	Reinsurance Rate (%)
0 - 20	0.380	0.214
20 - 40	0.285	0.143
40 - 60	0.190	0.048
60 and over	0.072	0.024

Estate Tax

Transfers of estates are taxed in an amount equal to the federal credit for state estate taxes paid in 2001. The estate tax exclusion amount in VT rose from \$2.0 million to \$2.75 million in TY11 and after. Any revenue greater than 125% of the previous July forecast is dedicated to the Higher Education Trust Fund.

Liquor Tax

A tax of 25% of gross revenues is assessed on the sale of spirituous liquor.

General Fund Tax Sources (continued)

Telephone Property Tax and Telephone Co. (Gross) Receipts Tax

The telephone property tax is 2.37% of the net book value of all of personal property within VT on the preceeding December 31st.

The telephone company receipts tax is an alternative tax that may be elected in lieu of the property tax described above. Only companies with less than \$50 million in gross operating receipts may elect this tax and it is limited to those that made the election the previous year. The tax is between 2.25% and 5.25% of gross operating revenue.

Property Transfer Tax

A real property transfer tax is imposed on the transfer of deed by title to property located within the state. The revenue is distributed between the General Fund (33%), the Housing Conservation Trust Fund (50%), the Municipal Regional Planning Fund (17%) and the Tax Department (1%).

Property Transfer Tax Rates		
	First \$100K	Over \$100K
Principal Residence	0.5%	1.25%
VHFA	0	1.25%
Farm or Current Use	0.5%	
All Other	1.25%	

Bank Franchise Tax

Banks are taxed separately from other corporations. The tax rate is 0.0096% of average monthly deposits.

Beverage Taxes

Excise taxes are levied on bottlers and wholesalers of malt and vinous beverages. The beer tax rate is 26.5 cents per gallon and wine is taxed at 55 cents per gallon.

Electrical Energy Tax

Electric generating facilities with a name plate generating capacity of 200,000 kw or more are subject to this tax. This is a graduated tax based on megawatt-hour production. There is an additional Electric Generating Plant Property tax dedicated to the Education Fund structured in the same manner.

Land Gains Tax

This tax is on the gain made from the sale of land located in VT and held by the seller for less than 6 years. The rate is in inverse proportion to the holding period and between 5% and 80% of the gain.

Land Use Change Tax

This tax is assessed if land enrolled in the use value appraisal program (Current Use Program) is developed.

Railroad Tax

This tax is assessed on the appraised value of property and corporate franchise of each railroad company located in whole or part within VT. The revenue is split between the state and the town where the railroad property is located.

Brief History of Vermont Personal Income Tax Rates	
<u>Year</u>	<u>Tax Rate</u>
1980	23.0% of federal tax liability
1981	
1982	24.0%
1983	26.0%
1984	
1985	26.5%
1986	
1987	25.8%
1988	23.0%
1989	25.0%
1990	28.0%
1991	Tiers 28%; 31%; 34%
1992	
1993	
1994	25.0%
1995	
1996	
1997	
1998	
1999	24.0%
2000	
2001	Equal to 24% of pre-EGTRAA liability
2002	New System - based on Federal Taxable Income (5 Rates and Brackets) 3.6%, 7.2%, 8.5% 9.0% and 9.5%
2003	
2004	
2005	
2006	
2007	
2008	
2009	Lower Rates: 3.55%, 7.0%, 8.25%, 8.9%, 9.4%
2010	Lower Rates: 3.55%, 6.8%, 7.8%, 8.8%, 8.95%

**Federal Personal Income Tax Rates
Tax Year 2010**

Married Filing Jointly		Standard Deduction: 11,400		
Taxable Income Bracket				
over	but not over	Pay	plus % on excess	of amount over
0	16,750	\$ 0	10.0%	0
16,750	68,000	\$ 1,675	15.0%	16,750
68,000	137,300	\$ 9,363	25.0%	68,000
137,300	209,250	\$ 26,688	28.0%	137,300
209,250	373,650	\$ 46,834	33.0%	209,250
373,650	--	\$101,086	35.0%	373,650

Married Filing Separately		Standard Deduction: 5,700		
Taxable Income Bracket				
over	but not over	Pay	plus % on excess	of amount over
0	8,375	\$ 0	10.0%	0
8,375	34,000	\$ 838	15.0%	8,375
34,000	68,650	\$ 4,681	25.0%	34,000
68,650	104,625	\$ 13,344	28.0%	68,650
104,625	186,825	\$ 23,417	33.0%	104,625
186,825	--	\$ 50,543	35.0%	186,825

Single Individuals		Standard Deduction: 5,700		
Taxable Income Bracket				
over	but not over	Pay	plus % on excess	of amount over
0	8,375	\$ 0	10.0%	0
8,375	34,000	\$ 838	15.0%	8,375
34,000	82,400	\$ 4,681	25.0%	34,000
82,400	171,850	\$ 16,781	28.0%	82,400
171,850	373,650	\$ 41,827	33.0%	171,850
373,650	--	\$108,421	35.0%	373,650

Head of Household		Standard Deduction: 8,350		
Taxable Income Bracket				
over	but not over	Pay	plus % on excess	of amount over
0	11,950	\$ 0	10.0%	0
11,950	45,550	\$ 1,195	15.0%	11,950
45,550	117,650	\$ 6,235	25.0%	45,550
117,650	190,550	\$ 24,260	28.0%	117,650
190,550	373,650	\$ 44,672	33.0%	190,550
373,650	--	\$105,095	35.0%	373,650

2010 Personal Exemption: 3,650

**Vermont Personal Income Tax Rates
Tax Year 2010**

Married Filing Jointly

Taxable Income Bracket over	but not over	Pay	plus % on excess	of amount over
0	56,800	\$ 0	3.55%	0
56,800	137,300	\$ 2,016	6.80%	56,800
137,300	209,250	\$ 7,490	7.80%	137,300
209,250	373,650	\$13,130	8.80%	209,250
373,650	--	\$27,570	8.95%	373,650

Married Filing Separately

Taxable Income Bracket over	but not over	Pay	plus % on excess	of amount over
0	28,400	\$ 0	3.55%	0
28,400	68,650	\$ 1,008	6.80%	28,400
68,650	104,625	\$ 3,745	7.80%	68,650
104,625	186,825	\$ 6,551	8.80%	104,625
186,825	--	\$13,785	8.95%	186,825

Single Individuals

Taxable Income Bracket over	but not over	Pay	plus % on excess	of amount over
0	34,000	\$ 0	3.55%	0
34,000	82,400	\$ 1,207	6.80%	34,000
82,400	171,850	\$ 4,498	7.80%	82,400
171,850	373,650	\$11,475	8.80%	171,850
373,650	--	\$29,234	8.95%	373,650

Head of Household

Taxable Income Bracket over	but not over	Pay	plus % on excess	of amount over
0	45,550	\$ 0	3.55%	0
45,550	117,650	\$ 1,617	6.80%	45,550
117,650	190,550	\$ 6,520	7.80%	117,650
190,550	373,650	\$12,206	8.80%	190,550
373,650	--	\$28,319	8.95%	373,650

2009 Vermont Income Tax Statistics by Adjusted Gross Income (AGI) Class						
(Details are for Resident Taxpayers Only)						
AGI Income Class	# Returns	Federal AGI	Net VT Tax [1]	VT EITC [2]	Average Tax Paid [3]	Effective Rate [4]
Negative	5,147	-232,167,698	153,971	17,941	26	N/A
None/Missing	180	0	955	621	2	N/A
0.01 - 4,999	27,230	69,825,789	85,920	842,637	-28	-1.1%
5,000 - 9,999	26,800	199,388,161	427,717	3,245,851	-105	-1.4%
10,000 - 14,999	23,558	293,818,157	1,718,263	5,015,250	-140	-1.1%
15,000 - 19,999	22,468	392,734,843	3,856,005	5,312,985	-65	-0.4%
20,000 - 24,999	21,043	472,882,451	6,310,883	4,475,814	87	0.4%
25,000 - 29,999	19,466	534,574,943	8,652,717	3,187,204	281	1.0%
30,000 - 34,999	17,216	558,754,493	10,029,441	1,797,161	478	1.5%
35,000 - 39,999	15,026	562,626,115	10,888,478	823,763	670	1.8%
40,000 - 44,999	12,853	545,179,771	10,978,633	284,271	832	2.0%
45,000 - 49,999	11,285	535,560,169	11,458,569	21,333	1,013	2.1%
50,000 - 59,999	19,915	1,092,334,891	25,124,585	0	1,262	2.3%
60,000 - 74,999	23,743	1,595,458,164	38,778,654	0	1,633	2.4%
75,000 - 99,999	26,601	2,293,368,052	62,089,725	0	2,334	2.7%
100,000 - 124,999	13,691	1,518,913,207	49,569,131	0	3,621	3.3%
125,000 - 149,999	6,605	900,065,728	33,182,422	0	5,024	3.7%
150,000 - 199,999	5,939	1,013,730,927	41,766,556	0	7,033	4.1%

2009 Vermont Income Tax Statistics by Adjusted Gross Income (AGI) Class (continued)						
AGI Income Class	# Returns	Federal AGI	Net VT Tax [1]	VT EITC [2]	Average Tax Paid [3]	Effective Rate [4]
200,000 - 299,999	3,544	846,093,530	41,048,024	0	11,582	4.9%
300,000 - 499,999	1,582	597,044,646	33,866,934	0	21,408	5.7%
500,000 - 999,999	676	449,821,911	28,725,703	0	42,494	6.4%
1,000,000 +	292	821,518,800	52,949,909	0	181,335	6.4%
State Total	304,860	15,061,527,050	471,663,194	25,024,831	1,465	3.0%
Out of State	47,998	17,116,414,762	35,861,762	281,762	741	0.2%
All Returns	352,858	32,177,941,812	507,524,956	25,306,593	1,367	1.5%
[1] Net of Adjustments and Credits						
[2] Vermont Earned Income Tax Credit						
[3] Net VT Tax less VT EITC divided by # Returns						
[4] Net VT Tax less VT EITC divided by Federal AGI						
Source: Vermont Department of Taxes						

Brief History of the Sales & Use Tax

1969	New tax based on 3.0% of retail sale
1982	Increased to 4.0%
1991	Increased to 5.0%; tax extended to wine and tobacco products; 4.0% effective 7/1/93
1993	5.0% rate extended to 6/30/95
1995	5.0% rate extended to 6/30/96
1996	5.0% rate extended to 6/30/97; tax on energy used in manufacturing reduced from 2.0% to 0.0% effective 7/1/96
1997	Sunset repealed; tax rate = 5.0%; 1.0% local option authorized; sale of fresh-cut flowers by charitable organizations exempt
1998	Recycled construction materials exempt; railroad construction materials exempt
1999	Articles of clothing valued at less than \$110 each are exempt effective 12/1/99; footwear valued at less than \$110 exempt effective 7/1/2000
2002	Steel-toed work boots are exempt regardless of value effective 1/1/2003. Building materials temporarily stored in Vermont are exempt from the Use Tax effective 7/1/2002. Repealed the exemption for fertilizer and pesticides unless used in agriculture effective 7/1/2002
2003	Rate increased from 5% to 6%. In addition, telecommunications tax rate increased from 4.36% to 6.0%. Both effective 10/1/2003. A Use Tax reporting table equal to 0.04% of adjusted gross income will be included in tax year 2004 returns.
2004	Changed the earliest date of membership in the Streamlined Sales & Use Tax Agreement from 1/1/2005 to 4/1/2005. Passed additional technical amendments to comply with streamlined.
2005	The maximum tax on tracked vehicles is increased from \$900 to \$1,100 effective 7/1/2005.
2007	The Streamlined Sales and Use Tax Agreement (SSTA) begins in Vermont. The exemption for aircraft parts, machinery, and equipment is broadened to include parts installed on private aircraft.
2008	Two-day sales tax holiday on items of \$2,000 or less, one-week sales tax holiday on Energy Star appliances. Sunset on airplane parts, machinery, and equipment is extended from 2011 to 2018.
2009	Tax extended to digital downloads and spirituous liquor. Two one-day sales tax holidays enacted.

Sources: Vermont Department of Taxes, Vermont Statutes Annotated

Brief History of the Rooms & Meals Tax

1959	New tax based on 3.0% of gross receipts
1968	Increased to 4.0%
1969	Increased to 5.0%
1984	Increased to 6.0%
1989	Alcoholic beverage component increased to 10.0%
1990	Rooms and meals Increased to 7.0%
1991	Rooms and meals Increased to 8.0% - 8.0% - 10.0%; effective 7/1/93, 7.0% - 7.0% - 10.0%; effective 7/1/94, 6.0% - 6.0% - 10.0%
1993	Rooms and meals decreased to 6.0%
1994	Rooms and meals increased to 7.0%
1997	Rooms and meals increased to 9.0% ; Limited 1.0% local option authorized

Brief Corporate Income Tax History

1931	New franchise tax based on 2.0% of net income
1947	Tax rate increased to 4.0%; \$25 minimum tax
1955	Tax rate increased to 5.0%
1965	Restructured from franchise tax to income tax
1969	6.0% corporate income tax
1974	Restructured to a range of 5.0% to 7.5%; \$50 minimum
1984	6.0% - 9.0%; \$75 minimum until 12/31/87; 5.5% - 8.25%; \$75 minimum effective 1/1/88
1991	Minimum tax increased to \$150; NOL refunds eliminated
1997	7.0 % - 9.75%; minimum \$250
1998	Small investment companies exempt from minimum tax
2002	The federal accelerated ("bonus") depreciation allowance is disallowed. Effective 1/1/2001
2004	<p>Unitary combined reporting is required for all C-corporations with income attributable to Vermont beginning in tax year 2006.</p> <p>Reduced corporate income tax rates in two phases beginning in tax year 2006 and continuing in 2007.</p> <p>Changed the apportionment formula for determining corporate income that is allocable to VT from an equal weighted 3-factor formula (property, payroll, and sales) to a formula in which the sales factor is double-weighted beginning in tax year 2006.</p>
2006	Vermont adopted a new net operating loss (NOL) rule that will allow corporate taxpayers to carry forward all Vermont losses for 10 years regardless of whether the federal loss is carried back. There is a transition period between 2007 and 2009.
2009	Adopted the federal treatment of unrelated business income of nonprofits beginning TY10. Added new digital corporations franchise tax.

Sources: Vermont Department of Taxes, Vermont Statutes Annotated

Major Special Fund Tax Sources

Cigarette and Tobacco Products Taxes

The tax on all cigarettes is \$2.24 per pack effective 7/1/2009.

The tax on tobacco products is at a rate of 92% of the wholesale price, except snuff and new smokeless tobacco which is \$1.66 per ounce (see history for details).

The revenue from these excise taxes is dedicated to health care. Both cigarettes and other tobacco products are additionally subject to the sales tax.

Cigarette and Tobacco Products Tax History

1937	New tax; 1.5 cents per pack of 20 cigarettes
1946	Tax rate increased to 2.0 cents per pack
1949	Tax rate increased to 3.0 cents per pack
1950	Tax rate increased to 4.0 cents per pack
1957	Tax rate increased to 5.0 cents per pack
1959	Tax rate increased to 7.0 cents per pack
1963	Tax rate increased to 9.0 cents per pack
1965	Tax rate increased to 10.0 cents per pack
1969	Tax rate increased to 12.0 cents per pack
1983	Tax rate increased to 17.0 cents per pack
1991	Tax rate increased to 18.0 cents 7/1/91
1992	Tax rate increased to 19.0 cents 1/1/92 and tax rate increased to 20.0 cents 7/1/92
1995	Increased to 44.0 cents per pack effective 7/1/95
2002	Tax rate increased to 93 cents per pack effective 7/1/2002; \$1.19 per pack effective 7/1/2003
2006	Tax rate increased to \$1.79 per pack effective 7/1/2006; tax rate scheduled to increase to \$1.99 effective 7/1/2008. "Little cigars" (cigars weighing 3 lbs per 1000 or less) and roll-your-own (RYO) tobacco tax as cigarettes, instead of other tobacco products effective 7/1/2006. Snuff will be taxed at \$1.49 per ounce effective 7/1/2006 and \$1.66 per ounce effective 7/1/2008. Previously, snuff was taxed at 41% of wholesale.
2009	Tax rate increased to \$2.24 per pack effective 7/1/09.

The wholesale price for tobacco products was increased from 41% to 92% of the wholesale price.

New smokeless tobacco was added to the definitions and is taxed at the same rate as snuff or \$1.66 per ounce but no less than \$1.99 per package if it contains less than 1.2 ounces.

Sources: Vermont Department of Taxes, Vermont Statutes Annotated

Fuel Gross Receipts Tax

A tax of 0.5% on fuel, including heating oil and kerosene, propane, natural gas, electricity and coal. This revenue is dedicated to the Home Weatherization Trust Fund.

Petroleum Distributor Licensing Fee

A fee of 1-cent per gallon of motor fuel sold by a distributor or dealer is assessed (see gasoline and diesel tax descriptions). A tax of 1/2 cent per gallon is assessed on heating oil or kerosene effective 7/1/04. The revenue is dedicated to the Petroleum Cleanup Fund.

Education Fund Revenue Sources (Non Property Tax)

General Fund Transfer

By statute the Education Fund receives a transfer from the General Fund. The FY2008 base General Fund transfer of \$280.2 million increases annually based on an inflationary adjustment in addition to other changes that the legislature makes on an annual basis. The transfers projected for FY2012 based on current law would be \$295.1 million with an administration proposal of \$271.9 million.

Lottery Transfer

All profits from the state lottery are transferred to the education fund. The state lottery was created in 1978. The Tri-State Lottery was introduced in 1986, and Powerball was introduced in 2004.

Electric Generating Plant Education Property Tax

All revenue from the education property tax on electric generating plants is dedicated to the education fund. Vermont Yankee is the only plant currently subject to this tax, which is based on megawatt-hour production.

Purchase & Use Tax

One-third of the revenue from the purchase & use tax is dedicated to the education fund. (See the description of transportation fund revenue sources.)

Sales & Use Tax

One-third of the revenue from the sales & use tax is dedicated to the education fund. (See the description of general fund revenue sources.)

Medicaid Transfer

A portion of the federal Medicaid reimbursements received by the state for medically-related services provided to students who are Medicaid-eligible is transferred to the education fund.

Source: 16 V.S.A. § 4025

Description of Transportation Fund Sources

The Transportation Fund has 6 sources of revenue: (1) gasoline tax, (2) diesel fuel tax, (3) gasoline and diesel fuel assessments, (4) motor vehicle purchase & use tax, (5) motor vehicle fees and (6) “other revenue”, namely other, small revenue generating, transportation related taxes and fees.

Gasoline tax

For practical purposes, the gasoline tax is a fixed 20 cents per gallon. Technically, however, this consists of (1) a 19 cent per gallon tax which is allocated among the Transportation Fund, the DUI Fund and the Fish & Wildlife Fund and (2) a 1 cent per gallon fee which is dedicated to the Petroleum Cleanup Fund. The 20 cents per gallon total is allocated as follows:

Allocation of Gasoline Tax and Fee

Fund	Cents per gallon FY10
Transportation Fund	18.245
DUI Fund	0.380
Fish & Wildlife Fund	0.375
Petroleum Cleanup Fund	1.000
Total	20.000

Diesel fuel tax

For practical purposes, the diesel fuel tax is a fixed 26 cents per gallon. Like the gasoline tax, this technically consists of (1) a 25 cent per gallon tax which is allocated to the Transportation Fund and (2) a 1 cent per gallon fee which is dedicated to the Petroleum Cleanup Fund.

Gasoline and diesel fuel assessments

A 2% assessment on the retail price of gasoline and 3 cent-per-gallon assessment on diesel fuel went into effect in FY 2010. The assessment revenue is dedicated to the Transportation Infrastructure Bond Fund, a sub-fund of the transportation fund, and can only be used to directly pay the cost of transportation capital projects or to pay the principle and interest on bonds issued to finance such projects.

Transportation Fund Sources (continued)

Motor Vehicle Purchase and Use Tax

The motor vehicle purchase & use tax applies to (1) motor vehicle sale transactions and (2) where a sale is not involved, to an owner's initial registration of a vehicle in the state. For sale transactions, the tax is assessed on the vehicle's purchase price less the value of any trade-in which is credited against the purchase price. For non-sale transactions, the tax is assessed on the vehicle's current market value at the time of registration. Sale taxes paid by the owner in another jurisdiction are credited against the tax due. In both cases the tax rate is 6%. For trucks over 10,099 pounds, the tax is capped at \$1,850.

Vehicles purchased for the short term rental market are exempt from the purchase tax but each rental transaction is subject to a rental tax equal to 9% of the rental charge.

Revenue from the purchase & use tax and short term rental tax is allocated 2/3 to the Transportation Fund and 1/3 to the Education Fund.

Motor Vehicle Fees

This category covers a range of fees collected by DMV of which the most important are registration fees and driver license fees. A registration fee is collected on all motor vehicles and trailers. The fee varies depending upon the vehicle type, size, weight and purpose. All motor vehicle fees are deposited in the Transportation Fund.

Relative Contribution to the Transportation Fund

The above sources made the following relative contributions to Transportation Fund revenue from FY-06 through FY-09:

Transportation Fund Sources				
Source	FY-07	FY-08	FY-09	FY-10
Gasoline tax	28.9%	28.1%	29.8%	28.6%
Diesel tax	8.2%	7.4%	7.6%	7.1%
Purchase & Use tax	24.4%	23.6%	21.6%	21.8%
Motor vehicle fees	29.7%	30.3%	32.2%	34.0%
Other revenue	8.7%	10.6%	8.8%	8.6%
Total	100.0%	100.0%	100.0%	100.0%

Highlights of Recent Tax Legislation

2008

Income Tax	VT decoupled from bonus depreciation; the capital gains exclusion may not exceed 40% of federal taxable income; 100% pass-through of the VT-property portion of the federal business solar energy investment tax credit; wood products manufacturer tax credit sunset extended from 2008 to 2011; and the affordable housing tax credit was expanded.
Sales & Use Tax	Exemption for aircraft parts, machinery, and equipment is broadened to include parts installed on private aircraft. Local option tax authority for the City of South Burlington and the Town of Middlebury.
Tax Credits	Downtown Tax Credit Allocation increased from \$1.5 to \$1.6 million.
Other Incentives	An enhanced VEGI growth incentive was added for environmental technology businesses, along with other modifications. Tax Increment Financing (TIF) statutes substantially changed; allows for 6 new districts in a 5-year period beginning 7/1/2008.

2009

Amnesty	Vermont provided a 6-week tax amnesty between 7/20 and 8/31.
Individual Income Tax	Rates were lowered in two-phases in TY09 and TY10. The pass-through of the state and local income tax deduction was capped at \$5,000 for itemizers. The 40% capital gains exclusion is converted to a flat \$2,500 exemption in TY09 and TY10 increasing to \$5,000 in TY11. Farm and timber sales retain the 40% exclusion. Taxpayers >70 choose between the 40% exclusion or the flat exemption. Prevented the pass-through of the temporary federal new vehicle deduction.
Estate Tax	Vermont froze the exclusion at \$2 million, while the federal amount increased to \$3.5 million in TY09.
Corporate Income Tax	Adopted the federal treatment of unrelated business income of nonprofits beginning TY10. Added new digital corporations franchise tax.
Sales & Use Tax	Tax extended to digital downloads and spirituous liquor. Two one-day sales tax holidays enacted.
Motor Fuels Taxes	A 2% assessment on the retail price of gasoline and a 3-cent-per-gallon assessment on diesel fuel were added. These are dedicated to the Transportation Infrastructure Bond fund or TIB.
Tax Credits	Downtown Credit Award Cap increased from \$1.6 to \$1.7 million in TY10. Investment Tax Credit limited to VT-property portion of the investment. New research and development credit authorized beginning TY11. Seed Capital Fund renamed Entrepreneur's Seed Capital Fund with capitalization increased from \$5 million to \$7.15 million. Credit also applied against captive insurance taxes. Business solar tax credit rules clarified.
Other Incentives	Special TIF provisions were enacted for Burlington and Milton. VEGI modifications enacted.

2010**Highlights of Recent Tax Legislation (continued)**

Income Tax	<p>Vermont's treatment of capital gains is changed again effective for taxable years 2011 and after. Individuals may reduce taxable income by either: (1) the first \$5000 of adjusted net capital gain income or (2) 40 percent of adjusted net capital income from the sale of assets held by the taxpayer for more than 3 years except from sale of the following: any real estate or portion of real estate used by the taxpayer as a primary or non-primary residence depreciable personal property other than farm property and standing timber</p> <p>Stocks or bonds publicly traded or traded on an exchange or any other financial instruments. As under current and prior law, the total amount of decrease due to capital gains exclusions cannot exceed 40 percent of federal taxable income.</p>
Tax Credits	<p>Certain deadlines pertaining to investments that qualify for solar tax credits were amended. The credits, which may be taken against the individual and corporate income taxes, must be certified by the Clean Energy Development Board to the Department of Taxes. The Board cannot certify more than \$9.4 million in total and no taxpayer's award can exceed the amount awarded as the federal credit amount.</p>
Machinery & Equipment Tax Credit	<p>A credit against corporate income tax is available to a manufacturer of tangible personal property operating as a C corporation that: was in business on January 1, 2010 in a Rural Economic Area Partnership (REAP) zone in Vermont; employed at least 200 people in full-time jobs; and proposes to make at least \$20 million of qualified capital expenditures in a REAP zone that will contribute substantially to the REAP zone's economy. The credit equals 10 percent of the total qualified tax expenditures up to \$1 million a year and a total of \$8 million. The credit applies to taxable years beginning on and after January 1, 2012 and is repealed July 1, 2026</p>
Sales & Use Tax	<p>Individuals must report either the actual amount of their use tax or a percentage of their Vermont adjusted gross income as use tax on the Vermont income tax return. Effective for taxable years beginning on or after 2010, the percentage increases from 0.04 to 0.08.</p> <p>When schools or municipalities hold events such as ski and skate sales, vendors who are required to register with the commissioner under 32 V.S.A. § 9707 and who receive a share of the proceeds from the sale of property must collect and remit tax on the total sale price regardless of who is the direct recipient of the payment.</p> <p>Effective for charges made on or after April 1, 2011, the law which required 501(c)(3) organizations to collect sales tax on performances that are jointly produced or presented with another person or entity is repealed and replaced with a rule that requires collection of the tax if the organization's gross sales of entertainment charges in the prior calendar year exceeded \$50,000.00. Such organizations do not have to collect tax on charges for performances that are jointly produced or presented which occur after December 31, 2009 and before April 1, 2011, or which arise out of a written contract offer, or contract entered into after December 31, 2009 and before June 1, 2010. Taxes, interest and penalties assessed after January 1, 2010 under the joint production rule are legislatively abated.</p>
Tobacco Tax	<p>The amount of roll-your-own tobacco that constitutes a cigarette for purposes of paying the cigarette tax is changed from 0.09 ounces to 0.0325 ounces effective July 1, 2010. On July 1, 2010, the tax on snuff increases from \$1.66 to \$1.87 per ounce; and the tax on new smokeless tobacco increases to the greater of \$1.87 per ounce or, if packaged to contain less than 1.2 ounces, the rate of \$2.24 per package (up from \$1.99 per package). A separate tax scheme on cigars is imposed as follows: If the whole sale price of the cigar is \$1.08 or less, the tax will continue to be 92 percent of the whole sale price. If the wholesale price of the cigar is greater than \$1.08 and less than \$10.00, the tax is \$2.00. If the wholesale price of the cigar is more than \$10.00, the tax is \$4.00.</p>

Source: Vermont Department of Taxes

Tax Credits by Date of Enactment

- 1967 Credit for the Elderly or Disabled
Investment Tax Credit
- 1976 Credit for Child and Dependent Care
- 1988 Earned Income Tax Credit
Alternative Minimum Tax Credit
- 1990 Charitable Housing Tax Credit
- 1996 Financial Services Tax Credit (Expired in 2007)
- 1998 Economic Advancement Tax Incentive (EATI)
EATI Payroll Tax Credit
EATI Research and Development Tax Credit
EATI Capital Investment Tax Credit
EATI Workforce Development Tax Credit
EATI Export Tax Credit

Commercial Film Production Credit
Qualified Sale of Mobile Home Park Credit
Employee Training Credit
Rehabilitation of Certified Historic Buildings Credit
Older or Historic Building Rehabilitation Credit
- 2000 Affordable Housing Tax Credit
- 2002 Low Income Child and Dependent Care Credit
EATI High-Tech Business Credit
Platform Lifts, Elevators and Sprinkler System Credit
Commercial Code Improvement Credit
Vermont Farm Income Averaging
- 2003 EATI Sustainable Technology R&D Credit
EATI Sustainable Technology Export Credit
Angel Venture Capital Deferral
- 2005 Wood Products Manufacturer Tax Credit
- 2006 Angel Venture Capital Deferral changed to a Tax Credit
- 2007 Vermont Economic Growth Incentive (VEGI) Payroll Incentive
Downtown Credit allocation increased from \$1.5 to \$1.6 million
- 2008 Substantial modifications to Tax Increment Financing
Business Solar Energy Credit
Wood Products Manufacturer Tax Credit sunset extended
Affordable Housing Tax Credit expanded
Enhanced VEGI incentive for environmental technology businesses
- 2009 Downtown Credit allocation increased from \$1.5 to \$1.6 million
Investment Tax Credit limited to VT-property portion of the investment
Research and Development Tax Credit - effective TY11
Seed Capital Tax Credit modified
Business Solar Energy Tax Credit clarified
- 2010 Machinery and Equipment Tax Credit created
Business Solar Energy Tax Credit modified

STATE TEACHERS' RETIREMENT SYSTEM

Fiscal Year	Final Actuarial Request*	Actual Funding	Percent of Request	Market Value of Assets	Actuarial Value of Assets (AV)	AV % of Mkt Value	Pension Benefit Obligation	Actuarial Liability (AAL)	% Funded Market Value/PBO (MKT/PBO)	% Funded Actuarial value GASB 25 (AV/AAL)
2011	\$48,826,531									
2010	\$41,503,002	\$41,920,603	101.0%	\$1,305,250,049	\$1,410,368,434	108.1%	\$2,008,325,065	\$2,122,191,000	65.0%	66.5%
2009	\$39,616,990	\$37,049,000	93.5%	\$1,145,066,114	\$1,374,079,337	120.0%	\$1,991,892,119	\$2,101,838,000	57.5%	65.4%
2008	\$41,204,051	\$40,749,097	98.9%	\$1,501,320,179	\$1,605,461,728	106.9%	\$1,869,805,187	\$1,984,967,000	80.3%	80.9%
2007	\$38,929,729	\$38,446,000	98.8%	\$1,647,057,577	\$1,541,859,000	93.6%	\$1,734,182,847	\$1,816,650,000	95.0%	84.9%
2006	\$56,627,046	\$24,446,282	43.2%	\$1,430,282,999	\$1,427,393,070	99.8%	\$1,603,243,522	\$1,686,502,000	89.2%	84.6%
2005	\$47,714,318	\$24,446,282	51.2%	\$1,333,532,418	\$1,354,006,143	101.5%	\$1,551,210,118	\$1,492,150,000	86.0%	90.7%
2004	\$41,658,946	\$24,446,282	58.7%	\$1,245,650,105	\$1,284,832,664	103.1%	\$1,431,107,667	\$1,424,662,000	87.0%	90.2%
2003	\$28,279,810	\$20,446,282	72.3%	\$1,099,109,824	\$1,218,000,794	110.8%	\$1,306,864,372	\$1,358,822,000	84.1%	89.6%
2002	\$22,146,880	\$20,446,282	92.3%	\$1,065,978,943	\$1,169,294,000	109.7%	\$1,178,063,357	\$1,307,202,000	90.5%	89.5%
2001	\$20,970,278	\$19,143,827	91.3%	\$1,138,548,007	\$1,116,846,000	98.1%	\$1,087,419,007	\$1,254,341,000	104.7%	89.0%
2000	\$19,936,345	\$18,586,240	93.2%	\$1,190,498,179	\$1,037,465,880	87.1%	\$1,014,994,651	\$1,174,087,000	117.3%	88.4%
1999	\$20,723,874	\$18,080,000	87.2%	\$1,110,214,000	\$931,056,000	83.9%	\$935,311,000	\$1,066,400,000	118.7%	87.3%
1998	\$26,927,205	\$18,106,000	67.2%	\$1,006,493,000	\$821,977,000	81.7%	\$842,124,000	\$955,694,000	119.5%	86.0%
1997	\$30,721,768	\$18,080,000	58.9%	\$865,856,000	\$717,396,000	82.9%	\$802,481,000	\$849,179,000	107.9%	84.5%
1996	\$28,711,597	\$11,480,000	40.0%	\$703,392,000	\$570,776,000	81.1%	\$710,049,000	\$700,377,000	99.1%	81.5%
1995	\$27,451,926	\$18,080,000	65.9%	\$601,100,000	\$520,850,000	86.6%	\$630,889,000	\$648,052,000	95.3%	80.4%

*FY 2011 is an actuarial projection

STATE EMPLOYEES' RETIREMENT SYSTEM

Fiscal year	Actuarial Request	Actual Funding	Percent of Request	Market Value of Assets	Actuarial Value of Assets (AV)	AV% of Mkt Value	Pension Benefit Obligation	Actuarial Accrued Liability (AAL)	% Funded Market Value (MKT/PRO)	% Funded Actuarial value (AV/AAL)
2012	\$36,587,864									
2011	\$34,935,790									
2010	\$37,417,824	\$31,468,885	84.1%	\$1,169,844,902	\$1,265,404,195	108.2%	\$1,509,383,905	\$1,559,324,000	77.5%	81.2%
2009	\$28,997,554	\$25,134,235	86.7%	\$1,014,697,982	\$1,217,637,578	120.0%	\$1,506,490,361	\$1,544,144,000	67.4%	78.9%
2008	\$42,375,068	\$39,193,942	92.5%	\$1,282,493,872	\$1,377,101,471	107.4%	\$1,438,415,791	\$1,464,202,000	89.2%	94.1%
2007	\$40,189,812	\$39,297,002	97.8%	\$1,392,327,467	\$1,318,686,844	94.7%	\$1,284,274,919	\$1,307,643,000	108.4%	100.8%
2006	\$38,214,704	\$36,866,451	96.5%	\$1,219,616,872	\$1,223,322,954	100.3%	\$1,201,278,850	\$1,232,367,000	101.5%	99.3%
2005	\$36,019,056	\$36,493,435	101.3%	\$1,120,247,149	\$1,148,907,597	102.6%	\$1,123,617,264	\$1,174,796,000	99.7%	97.8%
2004	\$29,023,431	\$26,645,619	91.8%	\$1,040,927,987	\$1,081,358,637	103.9%	\$1,034,491,775	\$1,107,634,000	100.6%	97.6%
2003	\$24,715,309	\$24,394,934	98.7%	\$917,711,810	\$1,025,469,088	111.7%	\$968,014,164	\$1,052,004,000	94.8%	97.5%
2002	\$24,189,000	\$23,788,282	98.3%	\$892,221,769	\$990,450,000	111.0%	\$893,863,866	\$1,017,129,000	99.8%	97.4%
2001	\$19,679,398	\$19,548,598	99.3%	\$962,944,449	\$954,821,000	99.2%	\$882,725,301	\$1,026,993,000	109.1%	93.0%
2000	\$19,548,817	\$19,012,608	97.3%	\$1,058,889,568	\$895,150,880	84.5%	\$835,491,792	\$967,064,000	126.7%	92.6%
1999	\$23,268,000	\$22,956,000	98.7%	\$963,971,000	\$804,970,000	83.5%	\$745,531,000	\$876,412,000	129.3%	91.8%
1998	\$22,598,000	\$23,426,000	103.7%	\$914,960,000	\$733,716,000	80.2%	\$679,751,000	\$804,501,000	134.6%	91.2%
1997	\$24,098,000	\$23,973,000	99.5%	\$779,308,000	\$639,128,000	82.0%	\$634,794,000	\$753,883,000	122.8%	84.8%
1996	\$24,222,000	\$21,442,000	88.5%	\$638,674,000	\$560,659,000	87.8%	\$578,158,000	\$664,173,000	110.5%	84.4%
1995	\$29,245,000	\$20,383,000	69.7%	\$538,671,000	\$480,049,000	89.1%	\$541,597,000	\$679,427,000	99.5%	70.7%

Overview of Medicaid

The Medicaid program was created by Congress in 1965. Medicaid is structured as a partnership between individual states and the federal government. The rules of this partnership address eligibility (who is covered), services (what is covered) and financing (how funding is shared). At the federal level, Medicaid is administered by the Centers for Medicare and Medicaid Services (CMS). In Vermont, the Medicaid program is administered by the Office of Vermont Health Access (OVHA), part of the Agency of Human Services.

Medicaid funding is shared between the states and the federal government through what is known as the *Federal Medical Assistance Percentage* or *FMAP*. In Vermont, for every state or local dollar spent, the state traditionally received approximately 58 cents from the federal government. Since July 2009, the state has received an enhanced FMAP of between 64 to 70cents for every dollar spent as a result of the American Recovery and Reinvestment Act of 2009 (ARRA). This enhanced FMAP is slated to expire June 30, 2011.

The original Medicaid program was designed for two groups: “aged, blind, and disabled” (ABD) and low income families. ABD eligibility was extended to those receiving supplemental social security. Low income families were receiving “aid for needy families with children” (ANFC). These are referred to as categorical eligibles. Within basic Medicaid law, there are mandatory populations (primarily the two groups above) and optional populations. Optional eligibility factors usually are age (e.g. covering older children) or income (e.g. covering to a higher percent of poverty). There is also an eligibility category called spend-down. Spend-down occurs when people who do not otherwise qualify have their incomes reduced by high medical expenses.

In Vermont, Medicaid eligibility has been expanded three ways. The first is the State Children’s Health Insurance Program” (SCHIP) program (1998). This was a Congressional initiative to encourage states to expand eligibility for children. Under SCHIP, states receive a higher match rate than under regular Medicaid. The Children’s Health Insurance Program Reauthorization Act of 2009 (CHIPRA) reauthorized this program (now known as CHIP) through federal fiscal year 2013. The second is an “1115 waiver” (1115 refers to a section of the Social Security Act). Under 1115 waivers, CMS is permitted to waive certain Medicaid requirements in the interests of expanding coverage. The Vermont Health Access Plan (VHAP) program, which provides full coverage for uninsured low-income adults and pharmacy coverage for low-income Medicare beneficiaries, is the result of an 1115 waiver.

Finally, Catamount Health was designed to help provide coverage for the uninsured above Medicaid eligibility and has two main parts: a specified private health insurance product offered by private health insurers, and a premium assistance program. Enrollment for Catamount began October 1, 2007.

During state fiscal year 2007, there were two major changes to Vermont’s Medicaid program. The first was a result of the federal Medicare Modernization Act (MMA). Medicare is the national health care program that provides coverage for people over 65. MMA expanded Medicare benefits to include pharmacy coverage. Prior to MMA, the state Medicaid program paid for pharmacy coverage for low-income seniors. The state continues to provide coverage that supplements the federal program.

Overview of Medicaid (continued)

The second major change was the implementation of the state's "Global Commitment for Health" waiver. Global Commitment substantially restructured the financing and organization of the state's Medicaid program. Most notably, it turned the Office of Vermont Health Access (now called the Department of Vermont Health Access) into a public managed care organization. While there have been no substantial changes in benefits received, a goal of this model is to improve coordination of care received by Medicaid beneficiaries.

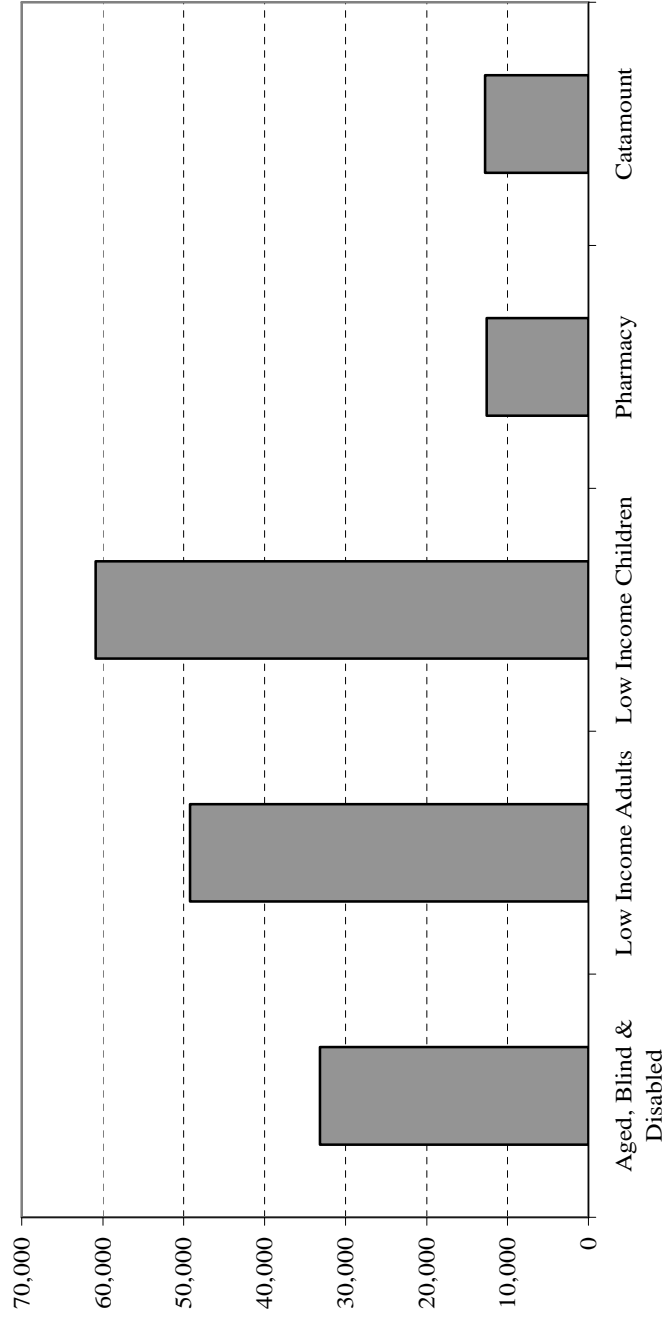
In March 2010, the President signed the Patient Protection and Affordable Care Act (PPACA). The PPACA includes major expansions of Medicaid which are expected to increase enrollment and expenditures in the Medicaid program. Most of these provisions won't take effect until January 2014. The Joint Fiscal Office is working with the administration to estimate both the programmatic and fiscal impacts of the law.

Figures

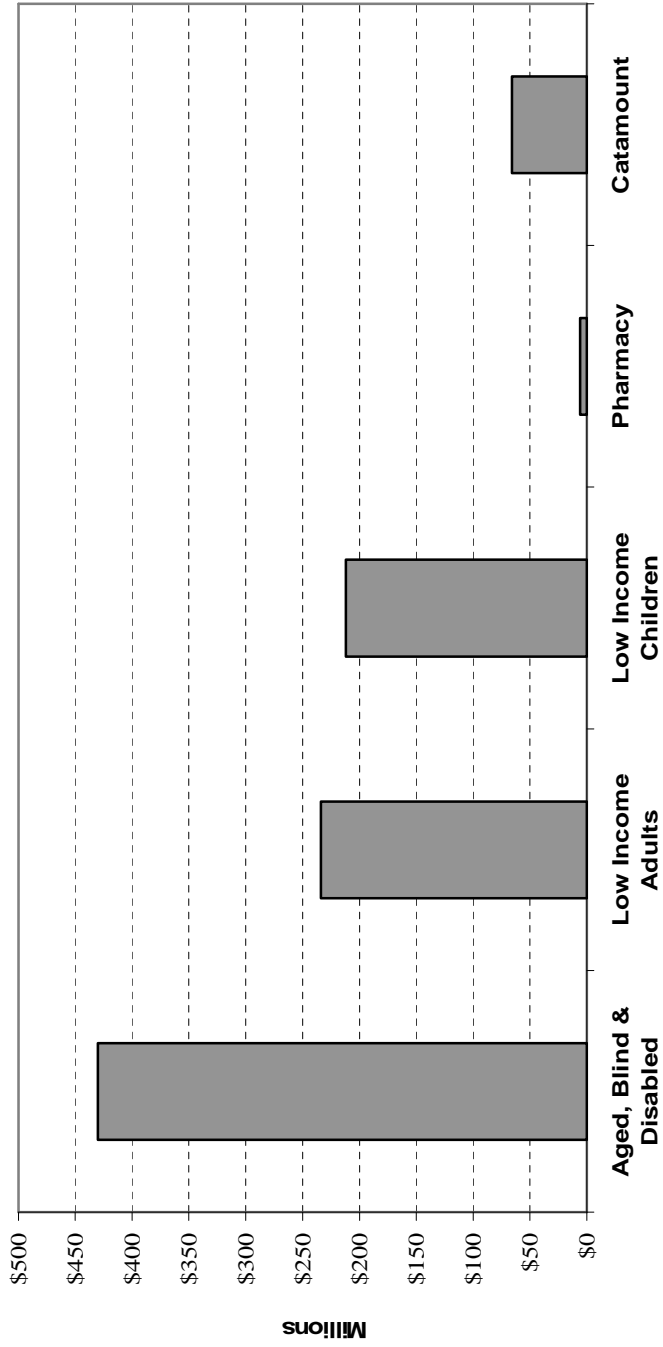
The tables on the next several pages analyze Vermont's Medicaid program in two different ways. One way to look at Medicaid is by eligibility category. Information is presented on estimated enrollment, total spending, and spending per person per month (PMPM) in five large categories: Aged, Blind, and Disabled (ABD); Low-income children; Low-income adults; Pharmacy programs; and Catamount Health. ABD primarily includes individuals who have qualified for Medicaid as a result of having a serious illness or other health condition. Low-income children, including Dr. Dynasaur and the State Children's Health Insurance Program, are children whose eligibility is a function of their family income. Low-income adults, including the Vermont Health Access Plan (VHAP) are adults who qualify on the basis of income. Pharmacy programs include individuals who qualify for limited benefits. This category includes such programs as VPharm and the Healthy Vermonters Plan. Finally, Catamount Health includes uninsured adults, who do not otherwise qualify for Medicaid. The benefits are administered through private insurers and premiums are based on income.

The second way of looking at Medicaid spending in Vermont is by Department. Several different departments are involved in the Medicaid program, including the Department of Vermont Health Access (DVHA); the Department of Disabilities, Aging, and Independent Living (DAIL); the Department for Children and Families (DCF), the Department of Health (VDH), the Department of Mental Health (DMH) and the Department of Education (DOE).

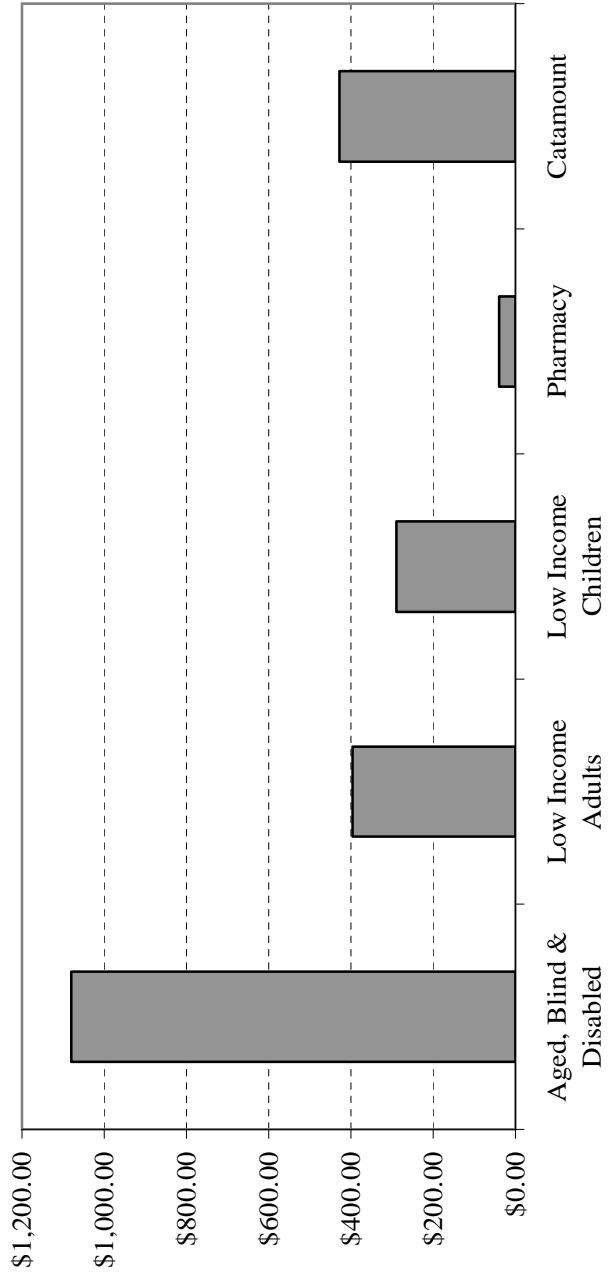
Estimated Enrollment by Eligibility Type, Vermont Medicaid, 2010



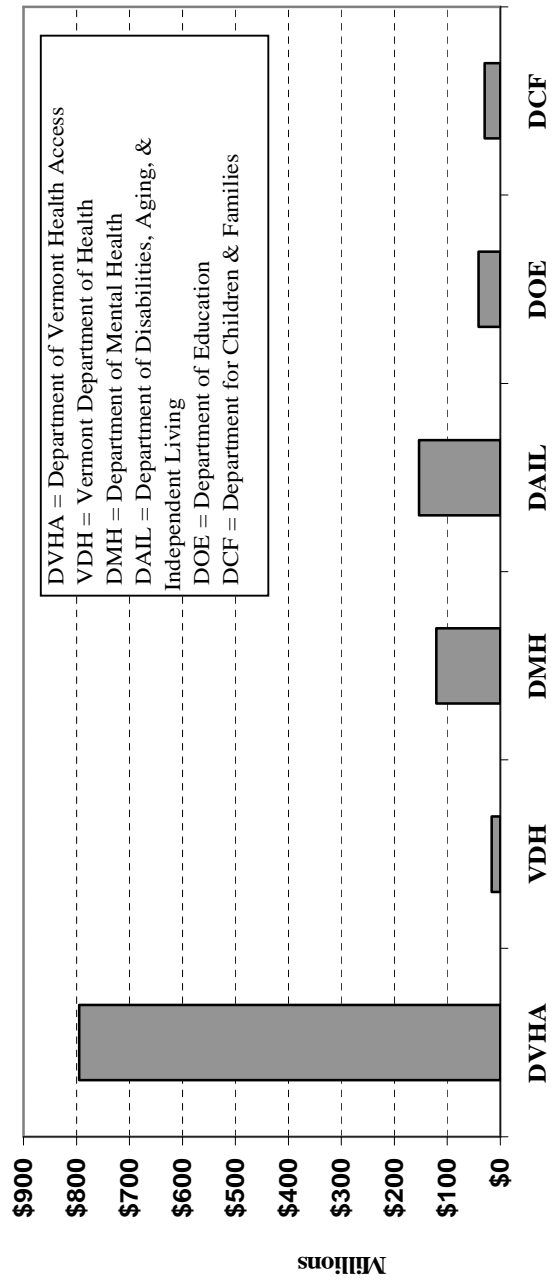
Estimated Total Spending by Eligibility Type, Vermont Medicaid, 2010



Estimated Per Member Per Month Spending by Eligibility Category, Vermont Medicaid, 2010



Estimated Spending by Department, Vermont Medicaid, 2010



A Guide to Vermont State Government Appropriations

Vermont state government is organized into nine functions of government. These are:

- General Government
- Protection to Persons and Property
- Human Services
- Labor
- General Education and Higher Education
- Natural Resources
- Commerce and Community Development
- Transportation
- Debt Service

These definitions are not unique to Vermont. All of the states use similar definitions. This makes it possible to compare apples to apples between state appropriations. Briefly, the functions of government listed above include the following activities:

General Government:

This function of government contains the Executive Branch of government, including the Secretary of Administration, Finance and Management, Personnel, Tax Department, Buildings and General Services, and the Executive Office. These departments provide centralized services to state government.

This function of government also includes the State Auditor, State Treasurer, Lieutenant Governor, Sergeant at Arms, Joint Fiscal Committee, Legislative Council, and the Legislature.

Protection to Persons and Property:

This function of government contains the appropriations relating to regulation and law enforcement. This includes the Attorney General, Department of Public Safety, the Defender General, the State's Attorneys and Sheriffs, the Agency of Agriculture, Food and Markets, Labor and Industry, Liquor Control, Secretary of State, and the Judiciary, among others.

Human Services:

This function of government contains the appropriations which provide social services. Included are the Office of Health Access, the Department of Health, the Department for Children and Families, the Department of Corrections, and the Department of Disabilities, Aging, and Independent Living.

Labor:

This function of government is primarily federally funded and is concerned with job placement for the unemployed. Also, the Department of Labor gathers vital statistics concerning employment/unemployment, average hourly wages, gross state product, etc.

General Education and Higher Education:

This function of government contains the appropriations for K-12 education, and the operation of the Department of Education. Higher Education appropriations are for the Vermont Student Assistance Corp. (VSAC), and UVM and the Vermont State Colleges.

Natural Resources:

This function of government is concerned with natural resources and includes the Department of Fish and Wildlife, the Department of Forest, Parks and Recreation, the Department of Environmental Conservation, the Environmental Board and District Commissions, and the Water Resources Board.

Commerce and Community Development:

This function of government contains appropriations relating to the promotion of economic development and the creation of affordable housing. Included in this function of government is the Department of Economic Development, the Vermont Training Program, Community Development Block Grants, Tourism and Marketing, Vermont Life, Vermont Symphony Orchestra, Vermont Historical Society, and the Vermont Housing and Conservation Board, among others.

Transportation:

This function of government contains appropriations which support the state's highway and local road infrastructure, including the Agency of Transportation with the Department of Motor Vehicles, Maintenance, Policy and Planning, rail and surface transportation activities and Town Highway grants. This includes the engineering and construction of roads and bridges.

Debt Service:

This function of government contains the appropriations necessary to make the required, annual principal and interest payments on the state's bonded indebtedness.

A function of government will contain all the appropriations for an **agency** of the executive branch, e.g., General Government contains the appropriations for the Agency of Administration. Three functions of government have no agency super structure; these are Protection, Education, and Debt Service. All other functions of government contain appropriations for an agency and miscellaneous related organizations.

Within a function/agency, appropriations are organized into **departments**. Commissioners of departments of state government, also known as the "appointing authority," have duties and powers described in Vermont Statutes. A small department of government may have a single appropriation; however, departments generally have multiple missions and responsibilities. Therefore, a department will typically have several discrete appropriations specific to each **division** of the department.

A division may operate several **programs**. The general assembly does not appropriate to the program level of government. Details of intended program expenditures are given in the Governor's budget submission to the general assembly. This submission numbers in the hundreds of pages and contains a description of each program's basis in statute, the past year's accomplishments, the upcoming year's goals, staffing levels, and expenditure targets. [A more in-depth treatment of the Governor's budget submission is beyond the scope of this discussion. The Joint Fiscal Office provides a complete set of budget documents for use by the members.] Suffice it to say that, while the Legislature does not appropriate to this level of government, it expects and requires the Executive Branch to fulfill the objectives set forth in the detailed submission.

The expenditure categories are as follows:

Personal Services:

If an appropriation supports employees who are paid through state government's payroll system, there will be a personal services expenditure category. This category will provide funding for wages and the employer's share of benefits. Also, if the department or division intends to contract for non-employee personal services, the funding will be included in this expenditure category.

Operating Expenses:

This contains funding for two basic types of expenditures: consumables such as paper, electricity, subscriptions, telephone, etc.; and durables such as computers and copy machines. The operating expense budget for each unit of government is unique to that department or division. Items included in the budget will vary greatly depending upon whether the division occupies rented quarters or a state-owned building and the condition (age) of the equipment.

Grants:

This expenditure category contains the funds that will be disbursed in pursuit of a department or division's program mission. Grants may be made to individuals, e.g., Medicaid, and general assistance, to municipalities, e.g., town highway grants and special education formula grants, or non-profit organizations.

Other:

This is an unrestricted expenditure category. As the name implies, funds contained in this category are not otherwise classifiable. Generally, the other category is used for disbursements that support a program, but which do not quite fit the grants definition. An example is the Municipal Current Use Program. Another example is the Legislature's own budget.

The sources of funds which support appropriations are:

General: Unrestricted general state revenue.

Transportation: Earmarked state revenue from specific sources.

Education: Earmarked state revenue from specific sources.

Fish and Wildlife: Earmarked state revenue from specific sources.

Federal: Federal revenue, typically distributed according to a formula and usually earmarked for specific programs.

Global Commitment: This is a specific internal service fund used to pay Medicaid expenditures of the public Managed Care Organization (MCO) under the Global Commitment Waiver in Medicaid. The revenue for the fund is provided by the Global Commitment appropriation in the Agency of Human Services.

State Health Care Resources: This is a special fund that supports the Vermont's Medicaid program. Revenues dedicated to this fund are health-care-related providers taxes, state shares of program beneficiary premiums, and most of the cigarette and tobacco products taxes.

Catamount Fund: This special fund supports the Vermont's health insurance subsidy program named the Catamount program, immunization activities and health care quality improvement through the Blueprint for Health program. Revenues dedicated to this fund include a portion of the state cigarette tax, Catamount program beneficiary premiums, and the employer assessment.

Special: State revenue, typically derived from fees and often earmarked.

Bond: State revenue derived from the issuance of general obligation bonds and restricted as to use.

Trust: Highly restricted state revenue from sources such as the state employees retirement trust fund.

Internal service: These are bookkeeping entities created to track certain kinds of costs. An example would be an internal service fund for the photocopy center of an agency. Funds are appropriated to different departments of the agency which then “purchase” photocopy services from the center as needed. The internal service fund provides an accounting mechanism for estimating for budget purposes and for keeping track of the actual costs of operating the photocopy center. Internal service funds, however, do involve a double counting of funds. In the example, the agency department spends \$1 of appropriated funds buying photocopy services which the center books as \$1 of internal service fund revenue. When the center buys supplies, the same \$1 is booked as an internal service fund expenditure.

Revolving: Funds which are not new revenue from any source. These “funds” represent an expenditure authority which may or may not be adequately financed in any given fiscal year. If successful, payments into the revolving fund will equal disbursements from the fund. In any event, expenditures in support of this unit of government may be made, up to the limit of the appropriation, even if it results in a deficit or surplus in the fund.

Enterprise: Funds that provide money for services to the general public through programs that are expected to recover their full costs, primarily through user charges. Examples include the Lottery Fund, the Liquor Control Fund, and Vermont Life Magazine.

Tobacco Litigation Settlement Fund: This is a special fund established by section 435a of Title 32. All receipts received by the state under the Master Tobacco Settlement Agreement. Funds are appropriated by the legislature for the purposes of chapter 225 of Title 18 of the Vermont Statutes Annotated.

Transfer: Funds which are not new revenue from any source. These “funds” represent a transfer from one unit of government to another. The original source may be general, transportation, federal, etc. An example is the Fire Service Training Council which receives transfer funds from the Department of Public Safety.

Direct Applications: Unanticipated funds and expenditure recoveries from other funds that are deposited to the general fund with Legislative authorization.

General Fund Appropriations: Five-Year Detailed History
FY 2011 Appropriations Act 156 of the 2010 Session (Prior to Budget Adjustment)

AGENCY/DEPARTMENT/PROGRAM	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011
Secretary's Office	984,985	920,232	747,540	676,776	658,760
General Fund Reduction	0	-155,814	0	0	0
Exempt Position Reduction & Vacancy Savings	0	-235,982	0	0	0
Information & Innovation - Communications & Information Technology	0	114,873	99,720	97,094	20,911
VT Information Technology Leaders (VITL)	0	395,000	255,730	0	0
Emergency Relief & Assistance Fund	0	0	0	0	0
In-State Travel Reduction (Executive Branch)	0	0	0	0	0
Finance & Management	1,100,479	977,919	889,480	841,780	882,783
Human Resources	2,887,442	2,460,080	2,006,125	1,888,503	1,689,278
Buildings & General Services	9,047,542	9,331,336	7,738,598	5,531,306	5,207,957
Tax Department	13,814,744	14,078,687	13,144,978	14,260,386	14,399,315
Municipal Tax Homeowner Rebate	0	11,206,140	0	0	0
Libraries	2,535,514	2,543,581	2,440,136	2,616,539	2,534,917
Auditor of Accounts	519,905	524,025	488,511	437,938	399,951
State Treasurer	1,028,043	1,143,904	1,048,372	1,086,815	1,130,500
State Labor Relations Board	198,492	205,272	186,233	198,260	194,699
Executive Office	1,426,328	1,477,957	1,340,215	1,410,315	1,366,854
National & Community Service	56,180	56,353	39,461	0	0
VOSHA Review Board	19,998	23,327	22,806	23,905	26,583
Payment in Lieu of Taxes - Montpelier	184,000	184,000	0	0	0
Payment in Lieu of Taxes - Correctional Facilities	40,000	40,000	0	0	0
Payment in Lieu of Taxes (PILOT)	400,000	50,000	0	0	0
Use Tax Reimbursement - Municipal Current Use	8,113,944	8,861,267	9,850,000	10,807,403	11,700,000
Renter Rebate	0	0	2,386,756	2,543,008	2,500,000
Homeowner Rebate	0	0	12,921,868	13,725,647	16,720,000
Lt Governor	146,747	155,032	155,113	163,634	167,212
Legislature	7,199,906	6,886,840	7,243,021	7,061,391	6,937,568
Legislative Council	2,005,212	2,125,647	2,264,917	2,342,977	2,282,993
Legislative Information Technology	585,415	623,590	880,407	885,958	880,587
Sergeant-at-Arms	600,801	617,701	609,445	609,517	559,433
Joint Fiscal Office	1,256,470	1,270,579	1,272,602	1,509,197	1,504,666
Function Total - General Government	54,152,147	66,273,342	68,032,034	68,718,349	71,764,967

General Fund Appropriations: Five-Year Detailed History
(Continued)

AGENCY/DEPARTMENT/PROGRAM	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011
Attorney General	3,248,360	4,883,914	3,900,863	3,894,689	3,785,911
Court Diversion	1,204,534	1,204,534	1,158,740	1,204,784	1,204,776
State's Attorneys	7,876,042	8,382,752	8,900,755	8,754,383	9,390,605
Sheriffs	3,093,503	3,353,439	3,419,208	3,662,987	3,545,730
Defender General	8,941,336	9,451,883	10,521,579	10,964,288	11,340,341
Military	3,270,409	3,381,936	3,319,130	3,340,462	3,402,624
Labor & Industry	0	0	0	0	0
Criminal Justice Training Council	1,339,615	1,404,264	1,364,956	1,453,753	1,592,462
Racing Commission	1,000	1,000	0	0	0
Secretary of State	672,907	1,038,479	1,507,142	1,710,918	1,741,157
Banking & Insurance	708,753	315,444	269,193	0	0
Public Safety	11,968,242	12,955,720	18,131,415	20,068,605	27,833,355
Agriculture	5,763,707	5,670,894	5,094,630	5,259,375	5,328,396
State Stipend	175,000	175,000	175,000	175,000	0
Judiciary	29,556,690	31,227,564	30,631,046	30,995,922	30,944,988
Center for Crime Victims' Services	1,125,253	1,314,809	47,165	1,119,233	1,118,448
Human Rights Commission	285,925	311,382	266,426	273,219	318,255
Function Total - Protection to Persons	79,231,276	85,073,014	88,707,248	92,877,618	101,547,048
Human Services					
Secretary's Office	3,699,368	4,015,872	4,272,481	5,333,921	4,911,040
Global Commitment	124,205,456	119,908,716	75,994,547	56,946,630	66,312,737
Appropriation and Transfer to HATF	0	0	0	0	0
Human Services Board	49,283	50,977	49,178	51,912	49,713
Office of Vermont Health Access - Administration	386,295	47,333	228,241	429,107	1,549,943
Waiver	69,092,869	77,796,413	69,199,716	61,072,899	62,936,176
Medicaid Matched Nonwaiver Expenses	24,496,854	21,516,111	15,970,521	16,976,310	17,328,535
Medicaid Program - State Only	27,249,932	32,771,132	28,509,473	28,195,859	16,296,293
Corrections Department	109,415,075	115,967,691	124,494,810	127,040,243	133,396,480
Health Department	30,118,505	29,380,281	30,223,285	12,751,017	6,676,548
Mental Health				21,179,569	23,479,457
Department for Children & Families	76,033,469	82,778,635	90,071,333	91,061,227	98,799,498
Living	18,494,612	18,505,693	18,648,538	19,254,325	19,093,931
Commission on Women	255,201	262,552	272,177	286,905	296,822
RSVP	131,096	131,096	131,096	131,096	131,096
Veterans Home	0	0	0	0	0
Function Total - Human Services	483,628,015	503,132,502	458,065,396	440,711,020	451,258,269

General Fund Appropriations: Five-Year Detailed History
(Continued)

AGENCY/DEPARTMENT/PROGRAM	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011
Labor					
Administration	190,408	221,806	176,803	531,937	272,756
Programs	2,113,276	2,131,170	1,872,302	2,058,632	2,288,674
Function Total - Labor	2,303,684	2,352,976	2,049,105	2,590,569	2,561,430
Education Department	14,244,278	13,858,936	12,290,895	11,407,559	8,696,556
Fund Appropriations & Transfers	268,720,000	280,200,000	291,127,800	240,803,944	240,803,945
Teachers Retirement	24,446,729	39,549,097	33,549,097	40,228,002	46,913,381
Renter Rebate	0	2,277,149	0	0	0
Property Tax Assistance	2,250,000	0	0	0	0
Function Total - General Education & Property Taxes	309,661,007	335,885,182	336,967,792	292,439,505	296,413,882
University of Vermont	36,971,519	38,265,688	36,740,473	36,740,473	36,740,477
Morgan Horse Farm	5,200	5,500	0	1	1
Vermont Public Television	596,785	605,737	564,620	564,620	547,683
Vermont State Colleges	23,330,193	24,146,750	23,155,213	23,155,213	23,107,247
Allied Health	641,570	664,025	663,130	663,130	711,096
Vermont Interactive Television	847,944	858,163	769,119	785,679	785,679
Vermont Student Assistance Corporation	18,481,892	19,128,758	18,363,607	18,363,607	18,363,607
New England Higher Education Compact	80,000	84,000	84,000	84,000	84,000
Function Total - Higher Education	80,955,103	83,758,621	80,340,162	80,356,723	80,339,790
Total Education & Higher Education	390,616,110	419,643,803	417,307,954	372,796,228	376,753,672
Natural Resources					
Administration	4,729,582	4,910,434	4,670,104	4,794,914	4,269,265
Connecticut River Watershed Advisory Comm.	38,000	60,000	38,000	38,000	0
State Land Local Property Tax Assessment	1,312,500	1,312,500	1,707,233	1,707,233	1,707,233
Citizens' Advisory Comm on Lake Champlain's Future	7,500	7,409	7,500	7,500	0
Forests, Parks & Recreation	6,738,787	7,020,629	6,347,952	6,219,185	5,370,370
Environmental Conservation	9,248,831	9,155,319	7,725,687	8,022,542	6,963,638
Fish & Wildlife	2,096,314	2,128,649	1,134,531	1,227,419	1,157,253
Natural Resources Board	1,052,712	1,053,106	835,230	816,942	766,716
Green - Up	6,948	5,057	5,550	0	0
Function Total - Natural Resources	25,231,174	25,653,103	22,471,787	22,833,735	20,234,475

General Fund Appropriations: Five-Year Detailed History
(Continued)

AGENCY/DEPARTMENT/PROGRAM	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011
Commerce and Community Development					
Administration	2,184,996	2,894,771	2,521,630	2,793,051	2,726,075
Historic Sites Operations	512,236	540,560	536,652	545,528	0
Housing & Community Affairs - combined in FY11	1,702,396	1,439,925	1,226,344	1,153,070	0
Economic Development / VTP/ HCA combined FY11	3,568,076	4,069,781	3,014,485	2,926,585	6,108,660
Tourism & Marketing (Travel)	4,338,938	4,108,213	3,759,688	3,622,252	3,279,810
Vermont Training Program - combined in Econ Dev FY11	1,606,509	1,607,543	1,599,431	1,668,155	0
Vermont Council on the Arts	529,618	545,618	507,607	507,607	507,607
Vermont Symphony Orchestra	118,780	122,343	113,821	113,821	113,821
VT Historical Society	733,393	828,342	770,635	795,669	795,669
VT Housing & Conservation Board	0	700,000	0	0	0
VT Council on the Humanities	180,599	185,599	172,670	172,670	172,670
Function Total - CCD	15,475,541	17,042,695	14,222,963	14,298,408	13,704,312
Transportation - Public Transit	69,000	0	0	0	0
Function Total - Transportation	69,000	0	0	0	0
Principal	64,547,179	64,205,317	67,048,726	64,743,920	65,804,622
Short-Term Borrowing	0	0	0	1,176,792	0
Function Total - Debt Service	64,547,179	64,205,317	67,048,726	65,920,712	65,804,622
AHS, Grant Reductions	0	0	0	(740,000)	0
Challenge for Changes reductions	0	0	0	0	(37,872,375)
Retirement Savings	0	0	0	(14,716,560)	(7,316,830)
FY2008 Contingent Appropriations	0	5,000,000	0	0	0
One-Time Appropriations	0	1,695,000	1,025,000	13,280,962	18,247,363
FY2009 GF Appropriations Reductions	0	0	(60,000)	0	0
Settlement Contingent Approp (Teachers' Retirement Fd)	0	0	2,300,000	0	0
FY2007 Funds Reserved for FY2008	0	2,672,000	0	0	0
FY2007 GF Balance	8,244,685	0	0	0	0
FY07 Contingent Approp, State Teachers' Retirement System	5,000,000	0	0	0	0
Corrections, Reestablish Appropriation	8,900,000	0	0	0	0
Bennington Office Building	820,717	0	0	0	0
Total - Miscellaneous	22,965,402	9,367,000	3,265,000	(2,175,598)	(26,941,842)

General Fund Appropriations: Five-Year Detailed History
(Continued)

AGENCY/DEPARTMENT/PROGRAM	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011
Higher Ed Incentives - UVM, VSC, VSAC	0	0	0	1,500,000	0
Miscellaneous Provisions, Act 2, H.442 Spec. Sess	0	0	0	4,060,000	0
Improving Vt's Sexual Abuse Response System (S.13)	0	0	0	1,650,000	0
FY 2009 One-Time Appropriations (H.232, Sec. 65a)	0	0	1,100,000	0	0
Pay Act - Contract implementation	3,800,000	0	2,128,557	7,147,978	556,500
Health Care Reform (UVM & Health Dept.)	0	0	140,000	0	250,000
Miscellaneous Tax Amendments (Tax Dept)	0	0	150,000	0	0
VT Neighborhoods (Public Safety)	0	0	30,000	0	0
Health Care Reform Health Dept.	0	100,000	0	0	0
Attorney General Legal Costs	0	900,000	0	0	0
Reestablish Corrections Services	0	6,477,655	0	0	0
VT Housing Finance Agency - Credit Counseling	0	50,000	0	0	0
Education Finance Simplification	14,742,000	0	0	0	0
Precursor Drugs of Methamphetamine	20,000	0	0	0	0
Dairy Industry Interim Assistance	3,200,000	0	0	0	0
Total - Other Bills	21,762,000	7,527,655	3,548,557	14,357,978	806,500
GRAND TOTAL - GENERAL FUNDS	1,159,912,528	1,200,271,407	1,144,718,770	1,092,929,019	1,077,493,453

Transportation Fund Appropriations: Five-Year Detailed History
FY 2011 Appropriations Act 156 of the 2010 Session (Prior to Budget Adjustment)

AGENCY/DEPARTMENT/PROGRAM	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011
Buildings & General Services - Information Centers	0	0	0	0	0
Function Total - General Government	0	0	0	0	0
Public Safety	34,944,709	34,879,736	32,725,324	28,352,807	27,635,057
Function Total - Protection to Persons & Property	34,944,709	34,879,736	32,725,324	28,352,807	27,635,057
Education Department	127,483	127,483	0	0	0
Property Tax Assistance	0	0	0	0	0
Function Total - Education	127,483	127,483	0	0	0
Debt service	2,087,951	1,996,862	1,914,650	3,560,515	4,077,902
Function Total - Debt Services	2,087,951	1,996,862	1,914,650	3,560,515	3,560,515
Transportation Fund Pay Act Repeal/ 27th pay period	0	0	0	(2,180,510)	2,288,340
Pay Act	0	0	0	0	0
Motor Vehicles, Reestablish Appropriation	1,500,000	0	0	0	0
Medical Plan Premium Savings/ Retirement savings	0	0	0	0	(686,400)
Total - Miscellaneous	1,500,000	0	0	(2,180,510)	1,601,940
Transportation and Arbitration Board	84,600	87,106	89,802	86,891	86,544
Finance & Administration	10,477,965	10,824,152	10,836,148	12,009,399	11,883,975
Interstate Rest Areas	83,117	91,760	367,300	379,740	405,144
Policy & Planning	2,584,458	2,054,198	1,857,610	2,295,512	1,986,265
Maintenance-State System	56,223,459	59,515,691	59,161,213	63,335,237	65,552,943
Buildings	637,000	1,449,000	1,246,000	1,311,500	1,517,500
Rail Program	8,599,050	8,252,309	8,518,646	10,042,149	10,026,291
Public Transit	6,055,523	6,639,462	6,618,063	6,328,234	6,842,927
Aviation Program	1,988,721	1,918,841	2,009,615	2,226,575	3,035,642
Program Development	34,781,780	35,241,175	25,738,268	20,940,808	18,937,922
Department of Motor Vehicles	19,315,280	24,588,202	22,196,373	23,597,821	23,022,730
Town Highways - Aid Program	24,982,744	24,982,744	24,982,744	24,982,744	24,982,744
Town Highways - Structures	3,494,500	3,494,500	3,494,500	3,833,500	5,833,500
Town Highways - Bridges	3,493,170	3,461,667	2,148,868	500,000	658,224
Town Highways - Emergency Fund	2,461,220	60,000	880,000	750,000	750,000
Town Highways - Class 1 Supplemental	128,750	128,750	128,750	128,750	128,750
Town highways - Class 2 Roadway Program	5,748,750	5,748,750	5,748,750	5,748,750	7,248,750
Vermont Local Roads Program	235,000	235,000	235,000	235,000	235,000
Bridge Maintenance Program	1,748,959	1,734,495	858,456	4,011,751	0
Municipal Mitigation Grant Program	196,707	247,998	247,998	247,998	247,998
Function Total - Transportation	183,320,753	190,755,800	177,364,104	182,992,359	183,382,849
MV Franchise Laws - to Transportation Board	0	0	0	50,000	0
Pay Act	2,005,219	1,192,197	841,078	2,180,510	0
Contingency GF Transfer, TF	0	0	0	0	0
Total - Other Bills	2,005,219	1,192,197	841,078	2,230,510	0
GRAND TOTAL - TRANSPORTATION FUND	223,986,115	228,952,078	212,845,156	214,955,681	216,180,361

**Transportation Infrastructure Bond ("TIB") Fund Appropriations: Five-Year Detailed History
FY 2011 Appropriations Act 156 of the 2010 Session (Prior to Budget Adjustment)**

AGENCY/DEPARTMENT/PROGRAM	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011
Interstate Rest Areas	0	0	0	0	283,800
Buildings	0	0	0	0	190,000
Rail Program	0	0	0	0	1,609,000
Aviation Program	0	0	0	0	0
Program Development	0	0	0	10,455,822	14,856,273
Town Highways - Structures	0	0	0	0	0
Town Highways - Bridges	0	0	0	1,875,976	1,616,014
Town highways - Class 2 Roadway Program	0	0	0	0	0
Bridge Maintenance Program	0	0	0	234,020	0
Function Total - Transportation	0	0	0	12,565,818	18,555,087
Debt service	0	0	0	0	600,000
Function Total - Debt Services	0	0	0	0	600,000
GRAND TOTAL - TIB FUND	0	0	0	12,565,818	19,155,087

**Education Fund Appropriations: Five-Year Detailed History
FY 2010 Appropriations from Act 1 of the Special Session 2009 (Prior to Budget Adjustment, No Rescissions)**

AGENCY/DEPARTMENT/PROGRAM	FY 2007	FY 2008	FY 2009	FY 2010 *	FY 2011 *
Department of Education	0	0	0	0	427,526
Tax Department - Property Tax Assistance	116,200,000	0	0	0	0
Tax Department - Renter Rebate	0	5,347,674	5,569,096	5,933,687	5,800,000
Tax Department - Reappraisal & Listing Payments	3,213,378	3,228,945	3,250,112	3,470,000	3,243,196
Education Programs	10,598,329	11,633,000	0	1,131,751	1,131,751
Special Education Formula Grants	125,050,000	133,564,159	142,457,975	142,457,975	142,457,975
Technical Education	0	0	12,466,259	12,800,000	12,784,382
State Placed Students	14,416,000	14,750,000	16,367,500	18,900,000	15,700,000
Adjusted Education Payment	1,018,388,625	1,058,295,808	1,112,291,525	1,097,524,964	1,099,500,000
Transportation	13,978,220	14,453,479	15,002,711	15,542,809	15,782,031
Small School Grants	5,360,000	6,093,552	6,565,714	6,977,336	7,000,000
Capital Debt Service Aid	380,000	224,407	218,540	188,000	180,000
Essential Early Education Grant	4,838,045	5,199,124	5,517,841	5,700,000	5,679,216
Adult Education & Literacy Services	1,000,000	1,750,000	2,250,000	3,000,000	4,800,000
Other Bills / Misc	0	0	0	0	75,000
GRAND TOTAL - EDUCATION FUND	1,313,422,597	1,254,540,148	1,321,957,273	1,313,626,522	1,314,561,077

* FY 2010 and FY 2011 numbers do not reflect \$38.6 million of ARRA funding.

Education Fund Appropriations: Five Year Detailed History									
FY 2011 Appropriations from Act 156 of 2010 (Prior to Budget Adjustment, No Rescissions)									
AGENCY/DEPARTMENT/PROGRAM	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011*		
Education Services									
Tax Department - Property Tax Assistance	92,311,600	108,800,000	116,200,000	-	-	1,131,751	1,131,751		
Tax Department - Renter Rebate	-	-	-	5,347,674	5,569,096	5,933,687	5,800,000		
Tax Department - Reappraisal & Listing Payments	2,266,000	3,210,000	3,213,378	3,228,945	3,250,112	3,470,000	3,243,196		
Education Programs	9,656,923	9,836,396	10,598,329	11,633,000	-	-	-		
Special Education Formula Grants	105,256,030	115,996,845	125,050,000	133,564,159	142,457,975	142,457,975	142,457,975		
Technical Education	-	-	-	-	12,466,259	12,800,000	12,784,382		
State Placed Students	11,642,880	14,400,000	14,416,000	14,750,000	16,367,500	18,900,000	15,700,000		
Adjusted Education Payment	910,971,994	966,000,000	1,018,388,625	1,058,295,808	1,112,291,525	1,097,524,964	1,099,500,000		
Transportation	13,190,788	13,496,399	13,978,220	14,453,479	15,002,711	15,542,809	15,782,031		
Small School Grants	5,213,383	5,250,000	5,360,000	6,093,552	6,565,714	6,977,336	7,000,000		
Capital Debt Service Aid	459,546	450,355	380,000	224,407	218,540	188,000	180,000		
Adult Education Literacy	499,999	250,000	-	-	-	-	-		
Essential Early Education Grant	4,273,279	4,379,337	4,838,045	5,199,124	5,517,841	5,700,000	5,679,216		
Council on Education Governance	-	75,000	-	-	-	-	-		
Education Dept., Capitol Construction Aid	932,000	-	-	-	-	-	-		
Adult Education & Literacy Services	-	-	1,000,000	1,750,000	2,250,000	3,000,000	4,800,000		
Finance & Administration, Operating Expenses							427,526		
GRAND TOTAL - EDUCATION FUND	1,156,674,422	1,242,144,332	1,313,422,597	1,254,540,148	1,321,957,273	1,313,626,522	1,314,486,077		

FISCAL YEAR 2011 APPROPRIATIONS							
All Funds, Prior to Budget Adjustment							
Appropriation Unit	General Fund	Transportation Funds	Education Fund	Federal Funds	Special Funds	All Other Funds	Total
General Government							
Secretary of Administration	658,760	0	0	0	0	0	658,760
Comm & Info Technology	20,911	0	0	0	0	10,027,065	10,047,976
Budget & Management	882,783	0	0	0	0	232,603	1,115,386
Financial Operations	0	0	0	0	0	3,026,767	3,026,767
Human resources - operations	1,689,278	0	0	0	280,835	988,079	2,958,192
Employee Benefits & Wellness	0	0	0	0	0	1,799,900	1,799,900
Libraries	2,534,917	0	0	955,372	132,656	101,776	3,724,721
Administration/Collection	14,399,315	0	0	0	1,127,901	197,000	15,724,216
BGS-Administrative Services	0	0	0	0	0	1,640,430	1,640,430
BGS-Engineering	0	0	0	0	0	2,465,785	2,465,785
BGS-Information Centers	4,379,880	0	0	0	50,000	0	4,429,880
BGS-Purchasing	792,361	0	0	0	0	0	792,361
Postal services	35,716	0	0	0	0	749,663	785,379
BGS-Copy Center	0	0	0	0	0	837,598	837,598
BGS-Fleet Management Services	0	0	0	0	0	593,524	593,524
BGS-Federal Surplus Property	0	0	0	0	0	136,377	136,377
BGS-State Surplus Property	0	0	0	0	0	166,780	166,780
BGS-Property Management	0	0	0	0	0	2,577,952	2,577,952
BGS-Workers' Comp	0	0	0	0	0	1,566,492	1,566,492
BGS-GL insurance	0	0	0	0	0	380,245	380,245
BGS-Insurance-All Other	0	0	0	0	0	70,000	70,000
BGS-Fee For Space	0	0	0	0	0	27,244,521	27,244,521
Geographic Information System	0	0	0	0	408,700	0	408,700
Governor's Office	1,366,854	0	0	0	0	193,500	1,560,354

Appropriation Unit	General Fund	Transportation Funds	Education Fund	Federal Funds	Special Funds	All Other Funds	Total
Legislative Council	2,282,993	0	0	0	0	0	2,282,993
Legislature	6,937,568	0	0	0	0	0	6,937,568
Legislative Info Technology	880,587	0	0	0	0	0	880,587
JFO	1,504,666	0	0	0	0	0	1,504,666
Sergeant at Arms	559,433	0	0	0	0	0	559,433
Lt. Governor	167,212	0	0	0	0	0	167,212
Auditor of Accounts	399,951	0	0	0	53,099	3,181,026	3,634,076
State Treasurer	1,130,500	0	0	0	1,636,099	103,593	2,870,192
Unclaimed Property	0	0	0	0	0	913,995	913,995
State Employees' Retirement	0	0	0	0	0	34,305,495	34,305,495
Municipal Employees Retirement	0	0	0	0	0	2,453,743	2,453,743
State Labor Relations Board	194,699	0	0	0	2,788	2,788	200,275
VOSHA Review Board	26,583	0	0	0	0	26,583	53,166
Municipal tax - homeowner rebate	16,720,000	0	0	0	0	0	16,720,000
Renter Rebate	2,500,000	0	5,800,000	0	0	0	8,300,000
Reappraisal and Listing Payments	0	0	3,243,196	0	0	0	3,243,196
Municipal current use	11,700,000	0	0	0	0	0	11,700,000
Lottery Commission	0	0	0	0	0	2,755,201	2,755,201
Payments in Lieu of Taxes	0	0	0	0	5,650,000	0	5,650,000
Montpelier PILOT	0	0	0	0	184,000	0	184,000
Corrections PILOT	0	0	0	0	40,000	0	40,000
TOTAL (General Government)	71,764,967	0	9,043,196	955,372	9,566,078	98,738,481	190,068,094

Appropriation Unit	General Fund	Transportation Funds	Education Fund	Federal Funds	Special Funds	All Other Funds	Total
Protection to Persons and Property							
Attorney General	3,785,911	0	0	707,526	1,615,000	1,929,127	8,037,564
Vermont Court Diversion	1,204,776	0	0	0	519,997	0	1,724,773
DG - Public Defense	8,009,107	0	0	0	513,288	0	8,522,395
DG - Assigned Counsel	3,331,234	0	0	0	125,264	0	3,456,498
Judiciary	30,944,988	0	0	1,435,418	3,145,326	2,078,135	37,603,867
State's Attorneys	8,329,655	0	0	31,000	32,775	2,142,148	10,535,578
Special investigative unit	1,060,950	0	0	0	0	0	1,060,950
Sheriffs	3,545,730	0	0	0	0	0	3,545,730
DPS-Administration	1,776,694	0	0	39,725	0	0	1,816,419
State Police	19,301,332	27,635,057	0	3,796,589	2,116,262	1,307,660	54,156,900
DPS-Criminal Justice Services	5,546,732	0	0	8,286,740	1,972,320	88,417	15,894,209
DPS-Emergency Management	63,969	0	0	4,889,332	224,014	20,000	5,197,315
DPS-Fire Safety	714,083	0	0	255,267	5,275,683	45,000	6,290,033
DPS-Homeland Security	430,545	0	0	11,881,586	0	0	12,312,131
Radiological Emerg Response Plan	0	0	0	0	1,749,576	0	1,749,576
Administration	846,575	0	0	0	0	0	846,575
Air Service Contract	468,392	0	0	5,364,894	0	0	5,833,286
Army Service Contract	112,380	0	0	12,802,939	0	0	12,915,319
Bldg Maint.	1,370,178	0	0	0	0	0	1,370,178
VETERANS AFFAIRS OFFICE	605,099	0	0	75,729	83,529	0	764,357
Center for Crime Victims' Services	1,118,448	0	0	4,582,208	5,550,448	0	11,251,104
Criminal Justice Training Council	1,592,462	0	0	0	531,285	364,508	2,488,255
AGR-Administration	1,097,260	0	0	109,904	377,465	42,000	1,626,629
AGR-Food Safety/Cons. Protection	2,147,861	0	0	502,671	3,095,426	7,000	5,752,958
AGR-Development	319,093	0	0	1,023,085	1,536,567	300,000	3,178,745
AGR-Labs, Agri Res.							
Mgmt & Envir Stewardship	1,764,182	0	0	518,072	2,148,284	184,758	4,615,296

Appropriation Unit	General Fund	Transportation Funds	Education Fund	Federal Funds	Special Funds	All Other Funds	Total
Administration	0	0	0	0	2,204,989	0	2,204,989
BISHCA-Banking	0	0	0	0	1,581,545	0	1,581,545
BISHCA-Insurance	0	0	0	0	3,201,894	0	3,201,894
BISHCA-Captive Insurance	0	0	0	0	3,676,773	0	3,676,773
BISHCA - Securities	0	0	0	0	587,779	0	587,779
BISHCA-Health Care Admin.	0	0	0	0	2,843,083	1,898,824	4,741,907
Secretary of State	1,741,157	0	0	2,000,000	4,834,524	75,000	8,650,681
Regulation & Energy	0	0	0	16,954,050	12,180,237	0	29,134,287
Public Service Board	0	0	0	265,834	2,814,863	0	3,080,697
Enhanced 911 Board	0	0	0	0	4,605,803	0	4,605,803
Human Rights Commission	318,255	0	0	170,739	0	0	488,994
LC-Administration	0	0	0	0	6,661	2,061,339	2,068,000
LC-Enforcement & Licensing	0	0	0	0	289,645	2,017,906	2,307,551
LC-Warehousing & Dist.	0	0	0	0	0	1,143,384	1,143,384
TOTAL (Protection to Persons and Property)	101,547,048	27,635,057	0	75,693,308	69,440,305	15,705,206	290,020,924
Human Services							
AHS-Secretary's Office	4,911,040	0	0	7,444,102	430,847	3,833,903	16,619,892
AHS-Global Commitment	66,312,737	0	0	760,174,858	242,718,796	357,667	1,069,564,058
AHS-Rate Setting	0	0	0	0	0	928,368	928,368
AHS-Develop Disabil. Council	0	0	0	541,685	0	0	541,685
AHS-Human Services Board	49,713	0	0	150,493	0	150,492	350,698
AHS - administrative fund	0	0	0	0	0	5,000,000	5,000,000
DVHA - Administration	1,549,943	0	0	12,883,458	3,016,174	37,417,425	54,867,000
DVHA - Medicaid Program/Global Commitment	0	0	0	0	0	632,073,546	632,073,546

Appropriation Unit	General Fund	Transportation Funds	Education Fund	Federal Funds	Special Funds	All Other Funds	Total
DVHA - Medicaid - long term care waiver	62,936,176	0	0	143,608,734	0	0	206,544,910
DVHA - State Only Medicaid	16,296,293	0	0	0	0	1,730,656	18,026,949
DVHA - Medicaid Non-Waiver Matched	17,328,535	0	0	31,039,127	0	0	48,367,662
Health-Administration	1,070,058	0	0	5,833,750	232,148	3,400,011	10,535,967
Public Health	2,677,103	0	0	30,795,573	8,461,078	26,634,271	68,568,025
Alcohol & Drug Abuse	2,929,387	0	0	8,341,315	2,614,918	17,763,430	31,649,050
Mental health - mental health	792,412	0	0	5,821,829	6,836	127,959,561	134,580,638
Vermont State Hospital	22,687,045	0	0	213,564	50,000	301,200	23,251,809
DCFS Admin & Support Services	15,044,158	0	0	13,783,952	0	17,233,385	46,061,495
DCF Family Services Roll Up	21,230,731	0	0	28,208,904	1,966,637	37,970,954	89,377,226
DCFS - Child Development	23,198,997	0	0	29,293,774	1,820,000	5,588,447	59,901,218
DCFS - Child Support Services	2,690,672	0	0	9,660,049	455,718	387,600	13,194,039
DCFS - AABD	8,789,089	0	0	0	0	3,750,000	12,539,089
DCFS - General Assistance	2,700,196	0	0	2,810,732	0	340,000	5,850,928
DCFS - Food Stamp Cashout	0	0	0	22,610,178	0	0	22,610,178
DCFS - Reach Up	19,927,750	0	0	9,010,153	19,916,856	374,400	49,229,159
DCFS - LIHEAP	0	0	0	11,612,664	0	0	11,612,664
DCFS - Ofc of Econ. Oppy	1,241,285	0	0	3,793,115	57,990	0	5,092,390
DCFS - OEO Weatherization	0	0	0	10,670,954	4,602,998	0	15,273,952
DCFS - Woodside Rehab Center	3,976,620	0	0	0	0	54,892	4,031,512
DCFS - DDS	0	0	0	5,240,792	0	246,517	5,487,309
DAIL-Admin. & Support	7,131,010	0	0	11,246,096	889,246	8,504,252	27,770,604
Advocacy & Indep Living Grants	9,908,037	0	0	8,049,317	0	4,276,262	22,233,616
DBVI Grants	364,064	0	0	648,943	223,450	245,000	1,481,457
DAIL-Vocational Rehab Grants	1,535,695	0	0	5,466,389	0	300,887	7,302,971

Appropriation Unit	General Fund	Transportation Funds	Education Fund	Federal Funds	Special Funds	All Other Funds	Total
Developmental Services Grants	155,125	0	0	359,857	15,463	149,392,028	149,922,473
DAIL-TBI & community based waiver	0	0	0	0	0	4,044,899	4,044,899
Corrections - Administration	2,199,496	0	0	0	0	0	2,199,496
Corrections - Parole Board	389,059	0	0	0	0	0	389,059
Corrections - Education	368,863	0	0	0	696,991	3,660,129	4,725,983
Correc-Correctional Services	113,305,822	0	0	170,962	571,463	3,490,459	117,538,706
Correctional Services-Out of State Beds	17,008,240	0	0	0	0	0	17,008,240
Correctional Fac - Recreation	125,000	0	0	0	692,868	0	817,868
Corrections - Vermont offender work program	0	0	0	0	0	1,540,358	1,540,358
VT VH-Care and Support Services	0	0	0	6,031,685	11,615,802	1,410,956	19,058,443
Commission on Women	296,822	0	0	0	5,000	0	301,822
Retired Senior Volunteer Program	131,096	0	0	0	0	0	131,096
TOTAL (Human Services)	451,258,269	0	0	1,185,517,004	301,061,279	1,100,361,955	3,038,198,507
Labor							
Labor - administration	272,756	0	0	2,350,609	535,875	195,000	3,354,240
Labor - programs	2,288,674	0	0	25,393,818	3,229,987	1,305,001	32,217,480
TOTAL (Labor)	2,561,430	0	0	27,744,427	3,765,862	1,500,001	35,571,720
General Education							
Finance and Administration	3,103,135	0	427,526	2,012,287	12,395,755	827,822	18,766,525
Education Services	4,805,426	0	1,131,751	172,551,743	2,061,526	24,831	180,575,277
Special Education Formula	0	0	142,457,975	0	0	230,000	142,687,975
State-Placed Students	0	0	15,700,000	0	0	0	15,700,000
Adult Education & Literacy	787,995	0	4,800,000	875,661	0	0	6,463,656

Appropriation Unit	General Fund	Transportation Funds	Education Fund	Federal Funds	Special Funds	All Other Funds	Total
Education - adjusted education payment	0	0	1,099,500,000	0	0	38,575,036	1,138,075,036
Education - transportation	0	0	15,782,031	0	0	0	15,782,031
Small School Grant	0	0	7,000,000	0	0	0	7,000,000
Capital Debt Service Aid	0	0	180,000	0	0	0	180,000
Tobacco Litigation	0	0	0	0	988,917	0	988,917
Essential Early Educ Grant	0	0	5,679,216	0	0	0	5,679,216
Education-Technical Education	0	0	12,784,382	0	0	0	12,784,382
Act 117 Cost Containment	0	0	0	0	1,282,707	0	1,282,707
General Fund Approp to Ed Fund	240,803,945	0	0	0	0	0	240,803,945
Teachers' Retirement	46,913,381	0	0	0	0	28,233,387	75,146,768
TOTAL (General Education)	296,413,882	0	1,305,442,881	175,439,691	16,728,905	67,891,076	1,861,916,435
Higher Education							
University of Vermont	36,740,477	0	0	0	0	4,006,156	40,746,633
Vermont Public Television	547,683	0	0	0	0	0	547,683
Vermont State Colleges	23,107,247	0	0	0	0	0	23,107,247
VSC - allied health	711,096	0	0	0	0	405,407	1,116,503
Vermont Interactive Television	785,679	0	0	0	0	0	785,679
Vt Student Assistance Corp	18,363,607	0	0	0	0	0	18,363,607
NE Higher Education Compact	84,000	0	0	0	0	0	84,000
UVM - Morgan Horse Farm	1	0	0	0	0	0	1
TOTAL (Higher Education)	80,339,790	0	0	0	0	4,411,563	84,751,353

Appropriation Unit	General Fund	Transportation Funds	Education Fund	Federal Funds	Special Funds	All Other Funds	Total
Natural Resources							
ANR-Administration	4,269,265	0	0	174,332	17,797	212,904	4,674,298
ANR- State Land Prop. Tax Assessment	1,707,233	0	0	0	0	421,500	2,128,733
F&W Support & Field Services	1,157,253	0	0	0	17,113,525	334,237	18,605,015
FPR-Administration	1,033,816	0	0	1,013,000	1,307,878	0	3,354,694
FPR-Forestry	3,221,738	0	0	1,512,656	679,372	130,000	5,543,766
FPR-State Parks	532,197	0	0	70,000	6,751,451	134,524	7,488,172
FPR-Lands Administration	385,374	0	0	1,050,000	179,205	45,000	1,659,579
FPR-Youth Conservation Corps	42,320	0	0	94,000	284,221	250,000	670,541
FPR-Forest Hwy Maint.	154,925	0	0	0	0	0	154,925
EC-Mgmt & Svcs.	691,248	0	0	1,397,800	2,366,427	510,110	4,965,585
EC-Air & Waste Mgmt.	560,448	0	0	4,124,122	10,909,314	305,000	15,898,884
EC-Water Programs	5,708,472	0	0	6,690,428	4,705,975	510,000	17,614,875
EC-Tax Loss-CT River Flood Ctl	3,470	0	0	0	31,230	0	34,700
Natural Resources Board	766,716	0	0	0	1,965,886	0	2,732,602
TOTAL (Natural Resources)	20,234,475	0	0	16,126,338	46,312,281	2,853,275	85,526,369
Commerce and Community Development							
ACCD - Administration	2,726,075	0	0	1,150,000	0	615,000	4,491,075
Economic, Housing & Community Develop	6,108,660	0	0	13,647,515	4,131,257	0	23,887,432
H&CA-Hist. Sites-Spec. Improve	0	0	0	40,000	20,000	20,670	80,670
H&CA-Comm. Devel. Block Grant	0	0	0	8,535,530	0	0	8,535,530
H&CA-Dwntwn Transp. & Capital Imp	0	0	0	0	400,000	0	400,000
Dept. of Tourism & Marketing	3,279,810	0	0	0	6,000	0	3,285,810
Vermont life	0	0	0	0	0	813,417	813,417
Vermont Council on the Arts	507,607	0	0	0	0	0	507,607
VSO	113,821	0	0	0	0	0	113,821

Appropriation Unit	General Fund	Transportation Funds	Education Fund	Federal Funds	Special Funds	All Other Funds	Total
VT Historical Society	795,669	0	0	0	0	0	795,669
VT Housing & Cons. Board	0	0	0	17,182,686	6,606,662	0	23,789,348
VT Humanities Council	172,670	0	0	0	0	0	172,670
TOTAL (Commerce and Community Deve	13,704,312	0	0	40,555,731	11,163,919	1,449,087	66,873,049
Transportation							
AOT-Finance & Admin.	0	11,883,975	0	959,002	0	0	12,842,977
Aviation	0	3,035,642	0	19,941,000	0	0	22,976,642
Transportation Buildings	0	1,707,500	0	760,000	0	0	2,467,500
Program Development	0	33,794,195	0	244,742,020	0	5,076,234	283,612,449
Rest Areas	0	688,944	0	4,131,056	0	0	4,820,000
Maintenance State Sys.	0	65,552,943	0	1,728,944	0	100,000	67,381,887
Planning, Outreach and Community Affairs	0	1,986,265	0	7,166,001	0	248,000	9,400,266
Rail	0	11,635,291	0	39,844,592	0	250,000	51,729,883
Public Transit	0	6,842,927	0	17,896,777	0	0	24,739,704
Central Garage	0	0	0	0	0	17,477,863	17,477,863
Department of Motor Vehicles	0	23,022,730	0	1,203,740	0	0	24,226,470
Town Highway Structures	0	5,833,500	0	0	0	0	5,833,500
Town Hwy VT Local Roads	0	235,000	0	155,000	0	0	390,000
Town Hwy Class 2 Roadway	0	7,248,750	0	0	0	0	7,248,750
Town Highway Bridge	0	2,274,238	0	16,048,471	0	766,631	19,089,340
Town Highway Aid Program	0	24,982,744	0	0	0	0	24,982,744
Town Hwy Class I Suppl.	0	128,750	0	0	0	0	128,750
Town Highway Emergency Fund	0	750,000	0	0	0	0	750,000
Municipal Mitigation Grant Program	0	247,998	0	1,865,000	0	0	2,112,998
Public Assistance Program	0	0	0	200,000	0	0	200,000
Transportation Board	0	86,544	0	0	0	0	86,544
TOTAL (Transportation)	0	201,937,936	0	356,641,603	0	23,918,728	582,498,267

Appropriation Unit	General Fund	Transportation Funds	Education Fund	Federal Funds	Special Funds	All Other Funds	Total
Debt Service							
Debt Service	65,804,622	4,077,902	0	667,565	1,026,225	0	71,576,314
TOTAL (Debt Service)	65,804,622	4,077,902	0	667,565	1,026,225	0	71,576,314
Other Miscellaneous							
FY11 Next generation appropriation	0	0	0	0	4,793,000	0	4,793,000
FY11 BR Labor contract savings	(5,548,030)	0	0	0	0	0	(5,548,030)
FY11 BR Adjustment to state employees retir	(1,768,800)	(686,400)	0	0	0	0	(2,455,200)
FY11 Server Consolidation Savings	0	0	0	0	0	0	0
FY11 Contract Implementation	556,500	0	0	0	0	0	556,500
TOTAL (Other Miscellaneous)	(6,760,330)	(686,400)	0	0	4,793,000	0	(2,653,730)
Allocations, One-Time and Contingent							
FY11 OT 27th Payday	9,485,885	2,288,340	0	0	0	0	11,774,225
FY11 OT Governor's Transition	75,000	0	0	0	0	0	75,000
FY11 OT Secretary of State election	610,000	0	0	0	0	0	610,000
FY11 OT Utilize sales tax reallocation	600,000	0	0	0	0	0	600,000
FY11 OT Geological Survey Program	125,000	0	0	0	0	0	125,000
FY11 OT Sup Assistance for Survivors	30,000	0	0	0	0	0	30,000
FY11 OT ARRA audits	351,000	0	0	0	0	0	351,000
FY11 OT University of Vermont	2,587,646	0	0	0	0	0	2,587,646

Appropriation Unit	General Fund	Transportation Funds	Education Fund	Federal Funds	Special Funds	All Other Funds	Total
FY11 OT Vermont State Colleges	1,722,837	0	0	0	0	0	1,722,837
FY11 OT Vermont Student Assistance Corp.	1,244,995	0	0	0	0	0	1,244,995
FY11 OT Tobacco Evaluation and Review Board	1,200,000	0	0	0	0	0	1,200,000
FY11 OT Tourism and Marketing	20,000	0	0	0	0	0	20,000
FY11 OT Mental Health	100,000	0	0	0	0	0	100,000
FY11 OT Secretary of State	30,000	0	0	0	0	0	30,000
FY11 OT Vermont Health Access	40,000	0	0	0	0	0	40,000
FY11 OT Agency of Commerce and Community Development	25,000	0	0	0	0	0	25,000
FY11 OT SFSF for Education	0	0	0	38,575,036	0	0	38,575,036
TOTAL (Allocations, One-Time and Contingent)	18,247,363	2,288,340	0	38,575,036	0	0	59,110,739
Other Bills							
H.783 Miscellaneous Tax	0	0	75,000	0	0	0	75,000
S.77 Electronic Waste	0	0	0	0	50,000	0	50,000
S.88 Health Care	250,000	0	0	0	0	0	250,000
S.286 Challenges for Change	(37,872,375)	0	0	0	0	0	(37,872,375)
TOTAL (Other Bills)	(37,622,375)	0	75,000	0	50,000	0	(37,497,375)
GRAND TOTAL	1,077,493,453	235,252,835	1,314,561,077	1,917,916,075	463,907,854	1,316,829,372	6,325,960,666

Note: (1) Transportation Funds include Transportation Infrastructure Bonds.
(2) Special Funds include Tobacco, Catamount, State Health Care Resources, Fish & Wildlife, and Special Funds.
(3) Federal Funds include ARRA Funds.

Useful Internet Sites

Bureau of Economic Analysis.....www.bea.doc.gov/beahome.html
Bureau of Labor Statistics.....<http://stats.bls.gov>
Federal Reserve Bank of Boston.....<http://www.frb.org/frbbos>
Federation of Tax Administrators.....http://sso.org/fta/tax_stru.html
IRS.....www.irs.ustreas.gov/prod/cover.html
National Conference of State Legislatures.....<http://www.ncsl.org>
Social Security Administration.....<http://www.ssa.gov>
State & Federal Government Pages.....<http://www.state.vt.us/govs.htm>
State of Vermont.....<http://www.vermont.gov>
TaxWeb.....<http://www.taxweb.com>
Transportation Research Board.....www.nas.edu/trb/index.html
U.S. Legislative Information.....<http://thomas.loc.gov>
U.S. Census Bureau.....<http://www.census.gov>
U.S. House of Representatives.....<http://www.house.gov>
U.S. Government Printing Office.....<http://www.access.gpo.gov>
U.S. Senate.....<http://www.senate.gov>
Vermont Department of Taxes.....<http://www.state.vt.us/tax>
Joint Fiscal Office.....<http://www.leg.state.vt.us>
Vermont State Legislature.....<http://www.leg.state.vt.us>