

1 S.41

2 Introduced by Senator Ashe

3 Referred to Committee on

4 Date:

5 Subject: Corporate income taxation; eliminating deductions for settlements or  
6 judgments with a governmental entity

7 Statement of purpose of bill as introduced: This bill proposes to disallow  
8 corporate income tax deductions for the payment of compensatory and punitive  
9 damages to a government.

10 An act relating to disallowing corporate income tax deductions for the  
11 payment of compensatory and punitive damages to a government

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

13 Sec. 1. 32 V.S.A. § 5811 is amended to read:

14 § 5811. DEFINITIONS

15 The following definitions shall apply throughout this chapter unless the  
16 context requires otherwise:

17 \* \* \*

18 (18) "Vermont net income" means, for any taxable year and for any  
19 corporate taxpayer:



1       Sec. 2. EFFECTIVE DATE

2               Notwithstanding 1 V.S.A. § 214, this act shall apply retroactively to

3       January 1, 2017, and shall apply to taxable years beginning after that date.