



# House of Representatives

General Assembly

**File No. 595**

February Session, 2022

Substitute House Bill No. 5475

*House of Representatives, April 25, 2022*

The Committee on Finance, Revenue and Bonding reported through REP. SCANLON of the 98th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

***AN ACT CONCERNING THE LEGISLATIVE COMMISSIONERS' RECOMMENDATIONS FOR MINOR AND TECHNICAL REVISIONS TO THE TAX AND RELATED STATUTES.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (a) of section 12-35 of the general statutes is  
2 repealed and the following is substituted in lieu thereof (*Effective October*  
3 *1, 2022*):

4 (a) (1) Wherever used in this chapter, unless otherwise provided,  
5 "state collection agency" includes the Treasurer, the Commissioner of  
6 Revenue Services and any other state official, board or commission  
7 authorized by law to collect taxes payable to the state and any duly  
8 appointed deputy of any such official, board or commission; "tax"  
9 includes not only the principal of any tax but also all interest, penalties,  
10 fees and other charges added thereto by law; and "serving officer"  
11 includes any state marshal, constable or employee of such state  
12 collection agency designated for such purpose by a state collection

13 agency and any person so designated by the Labor Commissioner.

14 (2) Upon the failure of any person to pay any tax, except any tax  
15 under chapter 216, due the state within thirty days from its due date, the  
16 state collection agency charged by law with its collection shall add  
17 thereto such penalty or interest or both as are prescribed by law,  
18 provided, (A) if any statutory penalty is not specified, there may be  
19 added a penalty in the amount of ten per cent of the whole or such part  
20 of the principal of the tax as is unpaid or fifty dollars, whichever amount  
21 is greater, and [provided,] (B) if any statutory interest is not specified,  
22 there shall be added interest at the rate of one per cent of the whole or  
23 such part of the principal of the tax as is unpaid for each month or  
24 fraction thereof, from the due date of such tax to the date of payment.

25 (3) Upon the failure of any person to pay any tax, except any tax  
26 under chapter 216, due within thirty days of its due date, the state  
27 collection agency charged by law with the collection of such tax may  
28 make out and sign a warrant directed to any serving officer for distraint  
29 upon any property of such person found within the state, whether real  
30 or personal. An itemized bill shall be attached thereto, certified by the  
31 state collection agency issuing such warrant as a true statement of the  
32 amount due from such person.

33 (A) Such warrant shall have the same force and effect as an execution  
34 issued pursuant to chapter 906. Such warrant may be levied on any real  
35 property or tangible or intangible personal property of such person, and  
36 sale made pursuant to such warrant in the same manner and with the  
37 same force and effect as a levy of sale pursuant to an execution. In  
38 addition thereto, if such warrant has been issued by the Commissioner  
39 of Revenue Services, [his] the commissioner's deputy, the Labor  
40 Commissioner, the executive director of the Employment Security  
41 Division or any person in the Employment Security Division in a  
42 position equivalent to or higher than the position presently held by a  
43 revenue examiner four, [said] such serving officer shall be authorized to  
44 place a keeper in any place of business and it shall be such keeper's duty  
45 to secure the income of such business for the state and, when it is in the

46 best interest of the state, to force cessation of such business operation. In  
47 addition, the Attorney General may collect any such tax by civil action.  
48 Each serving officer so receiving a warrant shall make a return with  
49 respect to such warrant to the appropriate collection agency within a  
50 period of ten days following receipt of such warrant.

51 (B) Each serving officer shall collect from such person, in addition to  
52 the amount shown on such warrant, [his] such officer's fees and charges,  
53 which shall be twice those authorized by statute for serving officers,  
54 provided the minimum charge shall be five dollars and money collected  
55 pursuant to such warrant shall be first applied to the amount of any fees  
56 and charges of the serving officer. In the case of an employee of the state  
57 acting as a serving officer the fees and charges collected by such  
58 employee shall inure to the benefit of the state.

59 (4) For the purposes of this [section] subsection, "keeper" means a  
60 person who has been given authority by an officer authorized to serve a  
61 tax warrant to act in the state's interest to secure the income of a business  
62 for the state and, when it is in the best interest of the state, to force the  
63 cessation of such business's operation, upon the failure of such business  
64 to pay taxes owed to the state.

65 Sec. 2. Section 12-40 of the general statutes is repealed and the  
66 following is substituted in lieu thereof (*Effective October 1, 2022*):

67 The assessors in each town, except as otherwise specially provided  
68 by law, shall, on or before the fifteenth day of October annually, post on  
69 the signposts therein, if any, or at some other exterior place near the  
70 office of the town clerk, or publish in a newspaper published in such  
71 town or, if no newspaper is published in such town, then in any  
72 newspaper published in the state having a general circulation in such  
73 town, a notice requiring all persons therein liable to pay taxes to bring  
74 in a declaration of the taxable personal property belonging to them on  
75 the first day of October in that year in accordance with section [12-42]  
76 12-41 and the taxable personal property for which a declaration is  
77 required in accordance with section 12-43, as amended by this act.

78 Sec. 3. Section 12-43 of the general statutes is repealed and the  
79 following is substituted in lieu thereof (*Effective October 1, 2022*):

80 (a) Each owner of tangible personal property located in any town for  
81 three months or more during the assessment year immediately  
82 preceding any assessment day, who is a nonresident of such town, shall  
83 file a declaration of such personal property with the assessors of the  
84 town in which the same is located on such assessment day, if located in  
85 such town for three months or more in such year, otherwise, in the town  
86 in which such property is located for the three months or more in such  
87 year nearest to such assessment day, under the same provisions as apply  
88 to residents, and such personal property shall not be liable to taxation  
89 in any other town in this state. The declaration of each nonresident  
90 taxpayer shall contain the nonresident's post-office and street address.

91 (b) At least thirty days before the expiration of the time for filing such  
92 declaration, the assessors shall mail blank declaration forms to each  
93 nonresident, or to such nonresident's attorney or agent having custody  
94 of the nonresident's taxable property, or send such forms electronically  
95 to such nonresident's electronic mail address or the electronic mail  
96 address of such nonresident's attorney or agent, provided such  
97 nonresident has requested, in writing, to receive such forms  
98 electronically. If the identity or mailing address of a nonresident  
99 taxpayer is not discovered until after the expiration of time for filing a  
100 declaration, the assessor shall, not later than ten days after determining  
101 the identity or mailing address, mail a declaration form to the  
102 nonresident taxpayer. [Said] Such taxpayer shall file the declaration not  
103 later than fifteen days after the date such declaration form is sent. Each  
104 nonresident taxpayer who fails to file a declaration in accordance with  
105 the provisions of this section shall be subject to the penalty provided in  
106 subsection (e) of section 12-41.

107 (c) As used in this section, "nonresident" means a person who does  
108 not reside in the town in which such person's tangible personal property  
109 is located on the assessment day, or a company, corporation, limited  
110 liability company, partnership or any other type of business enterprise

111 that does not have an established place for conducting business in such  
112 town on the assessment day.

113 Sec. 4. Section 12-44 of the general statutes is repealed and the  
114 following is substituted in lieu thereof (*Effective October 1, 2022*):

115 Twenty-five per cent of the amount of the valuation of any property  
116 taxable by any city, borough, school district, fire district or other  
117 municipal association which bases its grand list upon that of the town  
118 in which it is situated shall be added to such amount on the assessment  
119 list of such municipal association in each case in which twenty-five per  
120 cent has been added to such amount by such town for the failure to file  
121 a list as prescribed by section [12-42] 12-41 or 12-43, as amended by this  
122 act; but such penalty shall not be in addition to that previously imposed  
123 in the town assessment.

124 Sec. 5. Section 12-54 of the general statutes is repealed and the  
125 following is substituted in lieu thereof (*Effective October 1, 2022*):

126 Each person liable to give in a declaration of such person's taxable  
127 tangible personal property and failing to do so may, within sixty days  
128 after the expiration of the time fixed by law for filing such declaration,  
129 be notified in writing by the [assessors] assessor or a majority of [them]  
130 the board of assessors to appear before them to be examined under oath  
131 as to such person's property liable to taxation and for the purpose of  
132 verifying a declaration made out by them under the provisions of  
133 section [12-42] 12-41. Any person who wilfully neglects or refuses to  
134 appear before the assessors and make oath as to such person's taxable  
135 property within ten days after having been so notified or who, having  
136 appeared, refuses to answer shall be fined not more than one thousand  
137 dollars. The assessors shall promptly notify the proper prosecuting  
138 officers of any violation of any provision of this section. Nothing in this  
139 section shall be construed to preclude the assessor from performing an  
140 audit of such person's taxable personal property, as provided in section  
141 12-53.

142 Sec. 6. Subsection (b) of section 12-57a of the general statutes is

143 repealed and the following is substituted in lieu thereof (*Effective October*  
144 *1, 2022*):

145 (b) Whenever any such lessee of personal property fails to file the  
146 information required in this section, it shall be assumed that any such  
147 property in the lessee's possession is owned by the lessee, who shall be  
148 subject to the penalty as provided in section [12-42] 12-41 in the same  
149 manner as any owner of personal property who fails to file a personal  
150 property declaration as required.

151 Sec. 7. Subsection (a) of section 12-111 of the 2022 supplement to the  
152 general statutes is repealed and the following is substituted in lieu  
153 thereof (*Effective October 1, 2022*):

154 (a) (1) Any person, including any lessee of real property whose lease  
155 has been recorded as provided in section 47-19 and who is bound under  
156 the terms of a lease to pay real property taxes and any person to whom  
157 title to such property has been transferred since the assessment date,  
158 claiming to be aggrieved by the doings of the assessors of such town  
159 may appeal therefrom to the board of assessment appeals. Such appeal  
160 shall be filed in writing or by electronic mail in a manner prescribed by  
161 such board on or before February twentieth. The appeal shall include,  
162 but is not limited to, the property owner's name, name and position of  
163 the signer, description of the property which is the subject of the appeal,  
164 name, mailing address and electronic mail address of the party to be  
165 sent all correspondence by the board of assessment appeals, reason for  
166 the appeal, appellant's estimate of value, signature of property owner,  
167 or duly authorized agent of the property owner, and date of signature.  
168 The board shall notify each aggrieved taxpayer who filed an appeal in  
169 the proper form and in a timely manner, no later than March first  
170 immediately following the assessment date, of the date, time and place  
171 of the appeal hearing. Such notice shall be sent no later than seven  
172 calendar days preceding the hearing date except that the board may  
173 elect not to conduct an appeal hearing for any commercial, industrial,  
174 utility or apartment property with an assessed value greater than one  
175 million dollars.

176       (2) The board shall, not later than March first, notify the appellant  
177 that the board has elected not to conduct an appeal hearing. An  
178 appellant whose appeal will not be heard by the board may appeal  
179 directly to the Superior Court pursuant to section 12-117a.

180       (3) The board shall determine all appeals for which the board  
181 conducts an appeal hearing and send written notification of the final  
182 determination of such appeals to each such person within one week  
183 after such determination has been made. Such written notification shall  
184 include information describing the property owner's right to appeal the  
185 determination of such board. Such board may equalize and adjust the  
186 grand list of such town and may increase or decrease the assessment of  
187 any taxable property or interest therein and may add an assessment for  
188 property omitted by the assessors which should be added thereto; and  
189 may add to the grand list the name of any person omitted by the  
190 assessors and owning taxable property in such town, placing therein all  
191 property liable to taxation which it has reason to believe is owned by  
192 such person, at the percentage of its actual valuation, as determined by  
193 the assessors in accordance with the provisions of sections 12-64 and 12-  
194 71, from the best information that it can obtain, [ and if] If such property  
195 should have been included in the declaration, as required by section [12-  
196 42] 12-41 or 12-43, as amended by this act, [it] the board shall add thereto  
197 twenty-five per cent of such assessment; but, before proceeding to  
198 increase the assessment of any person or to add to the grand list the  
199 name of any person so omitted, [it] the board shall mail to such person,  
200 postage paid, at least one week before making such increase or addition,  
201 a written or printed notice addressed to such person at the town in  
202 which such person resides, to appear before such board and show cause  
203 why such increase or addition should not be made.

204       (4) When the board increases or decreases the gross assessment of any  
205 taxable real property or interest therein, the amount of such gross  
206 assessment shall be fixed until the assessment year in which the  
207 municipality next implements a revaluation of all real property  
208 pursuant to section 12-62, unless the assessor increases or decreases the  
209 gross assessment of the property to [(1)] (A) comply with an order of a

210 court of jurisdiction, [(2)] (B) reflect an addition for new construction,  
211 [(3)] (C) reflect a reduction for damage or demolition, or [(4)] (D) correct  
212 a factual error by issuance of a certificate of correction. Notwithstanding  
213 the provisions of this subsection, if, prior to the next revaluation, the  
214 assessor increases or decreases a gross assessment established by the  
215 board for any other reason, the assessor shall submit a written  
216 explanation to the board setting forth the reason for such increase or  
217 decrease. The assessor shall also append the written explanation to the  
218 property card for the real estate parcel whose gross assessment was  
219 increased or decreased.

220 Sec. 8. Subdivision (4) of section 12-120a of the general statutes is  
221 repealed and the following is substituted in lieu thereof (*Effective October*  
222 *1, 2022*):

223 (4) (A) For purposes of taxable registered motor vehicles, such report  
224 shall include the total number of motor vehicles and the total assessed  
225 value of such motor vehicles for each of the following classifications  
226 related to use: (i) Passenger, (ii) commercial, (iii) combination, (iv) farm,  
227 and (v) any other classification; (B) for purposes of taxable vehicles  
228 which are not registered and mobile manufactured homes, such report  
229 shall include the total number of such vehicles and mobile  
230 manufactured homes and the total assessed value for each such  
231 category; (C) for purposes of all other taxable personal property, such  
232 report shall include the total value of each category of such property as  
233 contained in the tax list required pursuant to sections [12-42] 12-41 and  
234 12-43, as amended by this act.

235 Sec. 9. Subsection (a) of section 12-121f of the general statutes is  
236 repealed and the following is substituted in lieu thereof (*Effective October*  
237 *1, 2022*):

238 (a) An assessment list in any town, city or borough is not invalid as  
239 to the taxpayers of the taxing district as a whole because the assessor  
240 committed any one or more of the errors or omissions listed in  
241 subdivisions (1) to (15), inclusive, of this subsection unless an action  
242 contesting the validity of the assessment list is brought within four



243 months after the assessment date and the plaintiff establishes that the  
244 assessor's error or omission will produce a substantial injustice to the  
245 taxpayers as a whole:

246 (1) The assessor failed to give the legal notice required by section 12-  
247 40, as amended by this act, that all persons liable to pay taxes in the  
248 taxing district must, when required by law, bring in written or printed  
249 lists of the taxable property belonging to them;

250 (2) The assessor received a list that is either not sworn to or not signed  
251 by the person giving that list as required by section 12-49;

252 (3) The assessor received a list after the deadline specified by section  
253 [12-42] 12-41 but neglected to fill out a list of the property described and  
254 add to the assessment the penalty set by said section [12-42] for failing  
255 to file before the deadline;

256 (4) The assessor failed to give the notice required by subsection (c) of  
257 section 12-53 after adding property to the list of any person or  
258 corporation making a sworn list;

259 (5) The assessor failed to give the notice required by subsection (c) of  
260 section 12-53 after making out a list for a person or corporation that was  
261 liable to pay taxes and failed to give a required list;

262 (6) The assessor failed to assess and set house lots separately in lists  
263 as land as required by section [12-42] 12-63;

264 (7) The assessor failed to sign any assessment list, or did not sign the  
265 assessment list of a town, city or borough collectively but signed the  
266 assessment list individually for districts in the town, city or borough;

267 (8) The assessor failed, as required by subsection (a) of section 12-55,  
268 to arrange an assessment list in alphabetical order, or to lodge the list in  
269 the required office on or before the day designated by law, or at all;

270 (9) The assessor decreased valuations after the day on which the  
271 assessment list was lodged or was required by law to be lodged in the

272 required office, but before the date on which the abstract of such list was  
273 transmitted or was required to be transmitted to the Secretary of the  
274 Office of Policy and Management;

275 (10) The assessor failed, as required by section 12-42, to fill out a list  
276 for any person or corporation that failed to return a required list;

277 (11) The assessor incorrectly made an assessment list abstract  
278 required by subsection (a) of section 12-55;

279 (12) The assessor failed to compare, sign, return, date or make oath to  
280 an abstract of an assessment list of his or her town, as required by law,  
281 or omitted from an abstract any part of the list of any person;

282 (13) The assessor did not take the oath required by law;

283 (14) The assessor failed to return to a district clerk an assessment list  
284 of the district assessment; or

285 (15) The assessor omitted from the assessment list the taxable  
286 property of any person or corporation liable to pay taxes.

287 Sec. 10. Section 12-170aa of the 2022 supplement to the general  
288 statutes is repealed and the following is substituted in lieu thereof  
289 (*Effective October 1, 2022*):

290 (a) There is established, for the assessment year commencing October  
291 1, 1985, and each assessment year thereafter, a revised state program of  
292 property tax relief for certain elderly homeowners as determined in  
293 accordance with subsection (b) of this section, and additionally for the  
294 assessment year commencing October 1, 1986, and each assessment year  
295 thereafter, the property tax relief benefits of such program are made  
296 available to certain homeowners who are permanently and totally  
297 disabled as determined in accordance with [said] subsection (b) of this  
298 section.

299 (b) (1) The program established by this section shall provide for a  
300 reduction in property tax, except in the case of benefits payable as a

301 grant under certain circumstances in accordance with provisions in  
302 subsection (j) of this section, applicable to the assessed value of certain  
303 real property, determined in accordance with subsection (c) of this  
304 section, for any (A) owner of real property, including any owner of real  
305 property held in trust for such owner, provided such owner or such  
306 owner and such owner's spouse are the grantor and beneficiary of such  
307 trust, (B) tenant for life or tenant for a term of years liable for property  
308 tax under section 12-48, or (C) resident of a multiple-dwelling complex  
309 under certain contractual conditions as provided in [said] subsection (j)  
310 of this section, who (i) at the close of the preceding calendar year has  
311 attained age sixty-five or over, or whose spouse domiciled with such  
312 homeowner, has attained age sixty-five or over at the close of the  
313 preceding calendar year, or is fifty years of age or over and the surviving  
314 spouse of a homeowner who at the time of [his] such homeowner's  
315 death had qualified and was entitled to tax relief under this section,  
316 provided such spouse was domiciled with such homeowner at the time  
317 of [his] such homeowner's death, or (ii) at the close of the preceding  
318 calendar year has not attained age sixty-five and is eligible in accordance  
319 with applicable federal regulations to receive permanent total disability  
320 benefits under Social Security, or has not been engaged in employment  
321 covered by Social Security and accordingly has not qualified for benefits  
322 thereunder but who has become qualified for permanent total disability  
323 benefits under any federal, state or local government retirement or  
324 disability plan, including the Railroad Retirement Act and any  
325 government-related teacher's retirement plan, determined by the  
326 Secretary of the Office of Policy and Management to contain  
327 requirements in respect to qualification for such permanent total  
328 disability benefits [which] that are comparable to such requirements  
329 under Social Security; and in addition to qualification under clause (i)  
330 or (ii) [above] of this subdivision, whose taxable and nontaxable income,  
331 the total of which shall hereinafter be called "qualifying income", in the  
332 tax year of such homeowner ending immediately preceding the date of  
333 application for benefits under the program in this section, was not in  
334 excess of sixteen thousand two hundred dollars, if unmarried, or twenty  
335 thousand dollars, jointly with spouse if married, subject to adjustments

336 in accordance with subdivision (2) of this subsection, evidence of which  
337 income shall be required in the form of a signed affidavit to be submitted  
338 to the assessor in the municipality in which application for benefits  
339 under this section is filed. Such affidavit may be filed electronically, in  
340 a manner prescribed by the assessor. The amount of any Medicaid  
341 payments made on behalf of such homeowner or the spouse of such  
342 homeowner shall not constitute income. The amount of tax reduction  
343 provided under this section, determined in accordance with and subject  
344 to the variable factors in the schedule of amounts of tax reduction in  
345 subsection (c) of this section, shall be allowed only with respect to a  
346 residential dwelling owned by such qualified homeowner and used as  
347 such homeowner's primary place of residence. If title to real property or  
348 a tenancy interest liable for real property taxes is recorded in the name  
349 of such qualified homeowner or his spouse making a claim and  
350 qualifying under this section and any other person or persons, the  
351 claimant hereunder shall be entitled to pay his fractional share of the tax  
352 on such property calculated in accordance with the provisions of this  
353 section, and such other person or persons shall pay his or their fractional  
354 share of the tax without regard for the provisions of this section, unless  
355 also qualified hereunder. For the purposes of this section, a "mobile  
356 manufactured home", as defined in section 12-63a, or a dwelling on  
357 leased land, including but not limited to a modular home, shall be  
358 deemed to be real property and the word "taxes" shall not include  
359 special assessments, interest and lien fees.

360 (2) The amounts of qualifying income as provided in this section shall  
361 be adjusted annually in a uniform manner to reflect the annual inflation  
362 adjustment in Social Security income, with each such adjustment of  
363 qualifying income determined to the nearest one hundred dollars. Each  
364 such adjustment of qualifying income shall be prepared by the Secretary  
365 of the Office of Policy and Management in relation to the annual  
366 inflation adjustment in Social Security, if any, becoming effective at any  
367 time during the twelve-month period immediately preceding the first  
368 day of October each year and the amount of such adjustment shall be  
369 distributed to the assessors in each municipality not later than the thirty-  
370 first day of December next following.

371 (3) For purposes of determining qualifying income under subdivision  
 372 (1) of this subsection with respect to a married homeowner who submits  
 373 an application for tax reduction in accordance with this section, the  
 374 Social Security income of the spouse of such homeowner shall not be  
 375 included in the qualifying income of such homeowner, for purposes of  
 376 determining eligibility for benefits under this section, if such spouse is  
 377 a resident of a health care or nursing home facility in this state receiving  
 378 payment related to such spouse under the Title XIX Medicaid program.  
 379 An applicant who is legally separated pursuant to the provisions of  
 380 section 46b-40, as of the thirty-first day of December preceding the date  
 381 on which such person files an application for a grant in accordance with  
 382 subsection (a) of this section, may apply as an unmarried person and  
 383 shall be regarded as such for purposes of determining qualifying income  
 384 under said subsection.

385 (c) The amount of reduction in property tax provided under this  
 386 section shall, subject to the provisions of subsection (d) of this section,  
 387 be determined in accordance with the following schedule:

| T1  | Qualifying Income    |          | Tax Reduction   | Tax Reduction |         |
|-----|----------------------|----------|-----------------|---------------|---------|
| T2  |                      |          | As Percentage   | For Any Year  |         |
| T3  | Over                 | Not      | Of Property Tax |               |         |
| T4  | Exceeding            |          |                 |               |         |
| T5  | Married Homeowners   |          |                 | Maximum       | Minimum |
| T6  | \$ 0                 | \$11,700 | 50%             | \$1,250       | \$400   |
| T7  | 11,700               | 15,900   | 40              | 1,000         | 350     |
| T8  | 15,900               | 19,700   | 30              | 750           | 250     |
| T9  | 19,700               | 23,600   | 20              | 500           | 150     |
| T10 | 23,600               | 28,900   | 10              | 250           | 150     |
| T11 | 28,900               |          | None            |               |         |
| T12 | Unmarried Homeowners |          |                 |               |         |
| T13 | \$ 0                 | \$11,700 | 40%             | \$1,000       | \$350   |
| T14 | 11,700               | 15,900   | 30              | 750           | 250     |
| T15 | 15,900               | 19,700   | 20              | 500           | 150     |
| T16 | 19,700               | 23,600   | 10              | 250           | 150     |
| T17 | 23,600               |          | None            |               |         |

388 (d) Any homeowner qualified for tax reduction in accordance with  
389 subsection (b) of this section in an amount to be determined under the  
390 schedule of such tax reduction in subsection (c) of this section, shall in  
391 no event receive less in tax reduction than the minimum amount of such  
392 reduction applicable to the qualifying income of such homeowner  
393 according to the schedule in said subsection (c).

394 (e) (1) Any claim for tax reduction under this section shall be  
395 submitted for approval, on the application form prepared for such  
396 purpose by the Secretary of the Office of Policy and Management, in the  
397 first year claim for such tax relief is filed and biennially thereafter. Such  
398 application form may be submitted by mail or electronic mail, in a  
399 manner prescribed by the secretary. The amount of tax reduction  
400 approved shall be applied to the real property tax payable by the  
401 homeowner for the assessment year in which such application is  
402 submitted and approved. If any such homeowner has qualified for tax  
403 reduction under this section, the tax reduction determined shall, when  
404 possible, be applied and prorated uniformly over the number of  
405 installments in which the real property tax is due and payable to the  
406 municipality in which [he] such homeowner resides. In the case of any  
407 homeowner who is eligible for tax reduction under this section as a  
408 result of increases in qualifying income, [effective with respect to the  
409 assessment year commencing October 1, 1987,] under the schedule of  
410 qualifying income and tax reduction in subsection (c) of this section,  
411 exclusive of any such increases related to [social security] Social Security  
412 adjustments in accordance with subsection (b) of this section, the total  
413 amount of tax reduction to which such homeowner is entitled shall be  
414 credited and uniformly prorated against property tax installment  
415 payments applicable to such homeowner's residence [which] that  
416 become due after such homeowner's application for tax reduction under  
417 this section is accepted. In the event that a homeowner has paid in full  
418 the amount of property tax applicable to such homeowner's residence,  
419 regardless of whether the municipality requires the payment of  
420 property taxes in one or more installments, such municipality shall

421 make payment to such homeowner in the amount of the tax reduction  
422 allowed. The municipality shall be reimbursed for the amount of such  
423 payment in accordance with subsection (g) of this section.

424       (2) In respect to such application required biennially after the filing  
425 and approval for the first year, the tax assessor in each municipality  
426 shall notify each such homeowner concerning application requirements  
427 by mail or, at such homeowner's option, electronic mail, not later than  
428 February first, annually enclosing a copy of the required application  
429 form. Such homeowner may submit such application to the assessor by  
430 mail or electronic mail, in a manner prescribed by the assessor, provided  
431 it is received by the assessor not later than April fifteenth in the  
432 assessment year with respect to which such tax reduction is claimed.  
433 Not later than April thirtieth of such year the assessor shall notify, by  
434 mail evidenced by a certificate of mailing, any such homeowner for  
435 whom such application was not received by said April fifteenth  
436 concerning application requirements and such homeowner shall be  
437 required not later than May fifteenth to submit such application  
438 personally or by electronic mail, in a manner prescribed by the assessor,  
439 or, for reasonable cause, by a person acting on behalf of such taxpayer  
440 as approved by the assessor. In the year immediately following any year  
441 in which such homeowner has submitted application and qualified for  
442 tax reduction in accordance with this section, such homeowner shall be  
443 presumed, without filing application therefor, to be qualified for tax  
444 reduction in accordance with the schedule in subsection (c) of this  
445 section in the same percentage of property tax as allowed in the year  
446 immediately preceding.

447       (3) If any homeowner has qualified and received tax reduction under  
448 this section and subsequently in any calendar year has qualifying  
449 income in excess of the maximum described in this section, such  
450 homeowner shall notify the tax assessor by mail or electronic mail, in a  
451 manner prescribed by the assessor, on or before the next filing date and  
452 shall be denied tax reduction under this section for the assessment year  
453 and any subsequent year or until such homeowner has reapplied and  
454 again qualified for benefits under this section. Any such person who

455 fails to so notify the tax assessor of his disqualification shall refund all  
456 amounts of tax reduction improperly taken and be fined not more than  
457 five hundred dollars.

458 (f) (1) Any homeowner, believing such homeowner is entitled to tax  
459 reduction benefits under this section for any assessment year, shall  
460 make application as required in subsection (e) of this section, to the  
461 assessor of the municipality in which the homeowner resides, for such  
462 tax reduction at any time from February first to and including May  
463 fifteenth of the year in which tax reduction is claimed. A homeowner  
464 may make application to the secretary prior to August fifteenth of the  
465 claim year for an extension of the application period. The secretary may  
466 grant such extension in the case of extenuating circumstance due to  
467 illness or incapacitation as evidenced by a certificate signed by a  
468 physician, physician assistant or an advanced practice registered nurse  
469 to that extent, or if the secretary determines there is good cause for doing  
470 so. Such application for tax reduction benefits shall be submitted on a  
471 form prescribed and furnished by the secretary to the assessor. In  
472 making application the homeowner shall present to such assessor, in  
473 substantiation of such homeowner's application, a copy of such  
474 homeowner's federal income tax return, including a copy of the Social  
475 Security statement of earnings for such homeowner, and that of such  
476 homeowner's spouse, if filed separately, for such homeowner's taxable  
477 year ending immediately prior to the submission of such application, or  
478 if not required to file a return, such other evidence of qualifying income  
479 in respect to such taxable year as may be required by the assessor.

480 (2) When the assessor is satisfied that the applying homeowner is  
481 entitled to tax reduction in accordance with this section, such assessor  
482 shall issue a certificate of credit, in such form as the secretary may  
483 prescribe and supply showing the amount of tax reduction allowed. A  
484 duplicate of such certificate shall be delivered to the applicant and the  
485 tax collector of the municipality and the assessor shall keep the fourth  
486 copy of such certificate and a copy of the application. Any homeowner  
487 who, for the purpose of obtaining a tax reduction under this section,  
488 wilfully fails to disclose all matters related thereto or with intent to



489 defraud makes false statement shall refund all property tax credits  
490 improperly taken and shall be fined not more than five hundred dollars.

491 (3) Applications filed under this section shall not be open for public  
492 inspection.

493 (g) (1) On or before July first, annually, each municipality shall  
494 submit to the secretary a claim for the tax reductions approved under  
495 this section in relation to the assessment list of October first immediately  
496 preceding. On or after December [1, 1987] first, annually, any  
497 municipality that neglects to transmit to the secretary the claim as  
498 required by this section shall forfeit two hundred fifty dollars to the  
499 state, except that the secretary may waive such forfeiture in accordance  
500 with procedures and standards established by regulations adopted in  
501 accordance with chapter 54.

502 (2) Subject to procedures for review and approval of such data  
503 pursuant to section 12-120b, said secretary shall, on or before December  
504 fifteenth next following, certify to the Comptroller the amount due each  
505 municipality as reimbursement for loss of property tax revenue related  
506 to the tax reductions allowed under this section, except that the  
507 secretary may reduce the amount due as reimbursement under this  
508 section by up to one hundred per cent for any municipality that is not  
509 eligible for a grant under section 32-9s. The Comptroller shall draw an  
510 order on the Treasurer on or before the fifth business day following  
511 December fifteenth and the Treasurer shall pay the amount due each  
512 municipality not later than the thirty-first day of December.

513 (3) Any claimant aggrieved by the results of the secretary's review  
514 shall have the rights of appeal as set forth in section 12-120b. The  
515 amount of the grant payable to each municipality in any year in  
516 accordance with this section shall be reduced proportionately in the  
517 event that the total of such grants in such year exceeds the amount  
518 appropriated for the purposes of this section with respect to such year.

519 (h) Any person who is the owner of a residential dwelling on leased  
520 land, including any such person who is a sublessee under terms of the

521 lease agreement applicable to such land, shall be entitled to claim tax  
522 relief under the provisions of this section, subject to all requirements  
523 therein except as provided in this [subdivision] subsection, with respect  
524 to property taxes paid by such person on the assessed value of such  
525 dwelling, provided (1) the dwelling is such person's principal place of  
526 residence, (2) such lease or sublease requires that such person as the  
527 lessee or sublessee, whichever is applicable, pay all property taxes  
528 related to the dwelling and (3) such lease or sublease is recorded in the  
529 land records of the town.

530 (i) (1) If any person with respect to whom a claim for tax reduction in  
531 accordance with this section has been approved for any assessment year  
532 transfers, assigns, grants or otherwise conveys on or after the first day  
533 of October but prior to the first day of August in such assessment year  
534 the interest in real property to which such claim for tax credit is related,  
535 regardless of whether such transfer, assignment, grant or conveyance is  
536 voluntary or involuntary, the amount of such tax credit shall be a pro  
537 rata portion of the amount otherwise applicable in such assessment year  
538 to be determined by a fraction the numerator of which shall be the  
539 number of full months from the first day of October in such assessment  
540 year to the date of such conveyance and the denominator of which shall  
541 be twelve. If such conveyance occurs in the month of October the  
542 grantor shall be disqualified for tax credit in such assessment year. The  
543 grantee shall be required within a period not exceeding ten days  
544 immediately following the date of such conveyance to notify the  
545 assessor thereof by mail or electronic mail, in a manner prescribed by  
546 the assessor, or in the absence of such notice, upon determination by the  
547 assessor that such transfer, assignment, grant or conveyance has  
548 occurred, the assessor shall ~~[(1)]~~ (A) determine the amount of tax  
549 reduction to which the grantor is entitled for such assessment year with  
550 respect to the interest in real property conveyed and notify the tax  
551 collector of the reduced amount of tax reduction applicable to such  
552 interest, and ~~[(2)]~~ (B) notify the Secretary of the Office of Policy and  
553 Management on or before the October first immediately following the  
554 end of the assessment year in which such conveyance occurs of the  
555 reduction in such tax reduction for purposes of a corresponding

556 adjustment in the amount of state payment to the municipality next  
557 following as reimbursement for the revenue loss related to such tax  
558 reductions. On or after December [1, 1987] first, annually, any  
559 municipality [which] that neglects to transmit to the Secretary of the  
560 Office of Policy and Management the claim as required by this section  
561 shall forfeit two hundred fifty dollars to the state, [provided] except that  
562 the secretary may waive such forfeiture in accordance with procedures  
563 and standards established by regulations adopted in accordance with  
564 chapter 54.

565 (2) Upon receipt of such notice from the assessor, the tax collector  
566 shall, if such notice is received after the tax due date in the municipality,  
567 within ten days thereafter mail, hand or deliver by electronic mail, at the  
568 grantee's option, a bill to the grantee stating the additional amount of  
569 tax due as determined by the assessor. Such tax shall be due and payable  
570 and collectible as other property taxes and subject to the same liens and  
571 processes of collection, provided such tax shall be due and payable in  
572 an initial or single installment not sooner than thirty days after the date  
573 such bill is mailed or handed to the grantee and in equal amounts in any  
574 remaining, regular installments as the same are due and payable.

575 (j) (1) Notwithstanding the intent in subsections (a) to (i), inclusive,  
576 of this section to provide for benefits in the form of property tax  
577 reduction applicable to persons liable for payment of such property tax  
578 and qualified in accordance with requirements related to age and  
579 income as provided in subsection (b) of this section, a certain annual  
580 benefit, determined in amount under the provisions of subsections (c)  
581 and (d) of this section but payable in a manner as prescribed in this  
582 subsection, shall be provided with respect to any person who (A) is  
583 qualified in accordance with said requirements related to age and  
584 income as provided in subsection (b) of this section, including  
585 provisions concerning such person's spouse, and (B) is a resident of a  
586 dwelling unit within a multiple-dwelling complex containing dwelling  
587 units for occupancy by certain elderly persons under terms of a contract  
588 between such resident and the owner of such complex, in accordance  
589 with which contract such resident occupies a certain dwelling unit

590 subject to the express provision that such resident has no legal title,  
591 interest or leasehold estate in the real or personal property of such  
592 complex, and under the terms of which contract such resident agrees to  
593 pay the owner of the complex a fee, as a condition precedent to  
594 occupancy and a monthly or other such periodic fee thereafter as a  
595 condition of continued occupancy. In no event shall any such resident  
596 be qualified for benefits payable in accordance with this subsection if, as  
597 determined by the assessor in the municipality in which such complex  
598 is situated, such resident's contract with the owner of such complex, or  
599 occupancy by such resident (i) confers upon such resident any  
600 ownership interest in the dwelling unit occupied or in such complex, or  
601 (ii) establishes a contract of lease of any type for the dwelling unit  
602 occupied by such resident.

603 (2) The amount of annual benefit payable in accordance with this  
604 subsection to any such resident, qualified as provided in subdivision (1)  
605 of this subsection, shall be determined in relation to an assumed amount  
606 of property tax liability applicable to the assessed value for the dwelling  
607 unit which such resident occupies, as determined by the assessor in the  
608 municipality in which such complex is situated. Annually, not later than  
609 the first day of June, the assessor in such municipality, upon receipt of  
610 an application for such benefit submitted in accordance with this  
611 subsection by mail or electronic mail, in a manner prescribed by the  
612 assessor, by any such resident, shall determine, with respect to the  
613 assessment list in such municipality for the assessment year  
614 commencing October first immediately preceding, the portion of the  
615 assessed value of the entire complex, as included in such assessment list,  
616 attributable to the dwelling unit occupied by such resident. The  
617 assumed property tax liability for purposes of this subsection shall be  
618 the product of such assessed value and the mill rate in such municipality  
619 as determined for purposes of property tax imposed on said assessment  
620 list for the assessment year commencing October first immediately  
621 preceding. The amount of benefit to which such resident shall be  
622 entitled for such assessment year shall be equivalent to the amount of  
623 tax reduction for which such resident would qualify, considering such  
624 assumed property tax liability to be the actual property tax applicable

625 to such resident's dwelling unit and such resident as liable for the  
626 payment of such tax, in accordance with the schedule of qualifying  
627 income and tax reduction as provided in subsection (c) of this section,  
628 subject to provisions concerning maximum allowable benefit for any  
629 assessment year under subsections (c) and (d) of this section. The  
630 amount of benefit as determined for such resident in respect to any  
631 assessment year shall be payable by the state as a grant to such resident  
632 equivalent to the amount of property tax reduction to which such  
633 resident would be entitled under subsections (a) to (i), inclusive, of this  
634 section if such resident were the owner of such dwelling unit and  
635 qualified for tax reduction benefits under said subsections (a) to (i),  
636 inclusive.

637 (3) Any such resident entitled to a grant as provided in subdivision  
638 (2) of this subsection shall be required to submit an application to the  
639 assessor in the municipality in which such resident resides for such  
640 grant by mail or electronic mail, in a manner prescribed by the assessor,  
641 at any time from February first to and including the fifteenth day of May  
642 in the year in which such grant is claimed, on a form prescribed and  
643 furnished for such purpose by the Secretary of the Office of Policy and  
644 Management. Any such resident submitting an application for such  
645 grant shall be required to present to the assessor, in substantiation of  
646 such application, a copy of such resident's federal income tax return,  
647 and if not required to file a federal income tax return, such other  
648 evidence of qualifying income, receipts for money received or cancelled  
649 checks, or copies thereof, and any other evidence the assessor may  
650 require. Not later than the first day of July in such year, the assessor shall  
651 submit to the Secretary of the Office of Policy and Management (A) a  
652 copy of the application prepared by such resident, together with such  
653 resident's federal income tax return, if required to file such a return, and  
654 any other information submitted in relation thereto, (B) determinations  
655 of the assessor concerning the assessed value of the dwelling unit in  
656 such complex occupied by such resident, and (C) the amount of such  
657 grant approved by the assessor. Said secretary, upon approving such  
658 grant, shall certify the amount thereof and not later than the fifteenth  
659 day of September immediately following submit approval for payment

660 of such grant to the State Comptroller. Not later than five business days  
661 immediately following receipt of such approval for payment, the State  
662 Comptroller shall draw [his or her] an order [upon] on the State  
663 Treasurer and the Treasurer shall pay the amount of the grant to such  
664 resident not later than the first day of October immediately following.

665 (k) If the Secretary of the Office of Policy and Management makes any  
666 adjustments to the grants for tax reductions or assumed amounts of  
667 property tax liability claimed under this section subsequent to the  
668 [Comptroller the] State Comptroller's order of payment of [said] such  
669 grants in any year, the amount of such adjustment shall be reflected in  
670 the next payment the Treasurer shall make to such municipality  
671 pursuant to this section.

672 Sec. 11. Subsection (a) of section 12-208 of the general statutes is  
673 repealed and the following is substituted in lieu thereof (*Effective October*  
674 *1, 2022*):

675 (a) Any company subject to any tax or charge under this chapter that  
676 is aggrieved by the action of the commissioner or the commissioner's  
677 authorized agent in fixing the amount of any tax, penalty, interest or  
678 charge provided for by this chapter may apply to the commissioner, in  
679 writing, not later than sixty days after the notice of such action is  
680 delivered or mailed to the company, for a hearing and a correction of  
681 the amount of such tax, penalty, interest or charge, so fixed, setting forth  
682 the reasons why such hearing should be granted and the amount in  
683 which such tax, penalty, interest or charge should be reduced. The  
684 commissioner shall promptly consider each such application and may  
685 grant or deny the hearing requested. If the hearing is denied, the  
686 applicant shall be notified forthwith. If it is granted, the commissioner  
687 shall notify the applicant of the time and place fixed for such hearing.  
688 After such hearing the commissioner may make such order in the  
689 premises as appears to [him] the commissioner just and lawful and shall  
690 furnish a copy of such order to the applicant. The commissioner may,  
691 by notice in writing, at any time within three years after the date when  
692 any return of any such person has been due, order a hearing on [his] the

693 commissioner's own initiative and require such person or any other  
694 individual whom the commissioner believes to be in possession of  
695 relevant information concerning such person to appear before the  
696 commissioner or the commissioner's authorized agent with any  
697 specified books of account, papers or other documents, for examination  
698 under oath.

699 Sec. 12. Subsection (b) of section 12-214 of the 2022 supplement to the  
700 general statutes is repealed and the following is substituted in lieu  
701 thereof (*Effective October 1, 2022*):

702 [(b) (1) With respect to income years commencing on or after January  
703 1, 1989, and prior to January 1, 1992, any company subject to the tax  
704 imposed in accordance with subsection (a) of this section shall pay, for  
705 each such income year, an additional tax in an amount equal to twenty  
706 per cent of the tax calculated under said subsection (a) for such income  
707 year, without reduction of the tax so calculated by the amount of any  
708 credit against such tax. The additional amount of tax determined under  
709 this subsection for any income year shall constitute a part of the tax  
710 imposed by the provisions of said subsection (a) and shall become due  
711 and be paid, collected and enforced as provided in this chapter.

712 (2) With respect to income years commencing on or after January 1,  
713 1992, and prior to January 1, 1993, any company subject to the tax  
714 imposed in accordance with subsection (a) of this section shall pay, for  
715 each such income year, an additional tax in an amount equal to ten per  
716 cent of the tax calculated under said subsection (a) for such income year,  
717 without reduction of the tax so calculated by the amount of any credit  
718 against such tax. The additional amount of tax determined under this  
719 subsection for any income year shall constitute a part of the tax imposed  
720 by the provisions of said subsection (a) and shall become due and be  
721 paid, collected and enforced as provided in this chapter.

722 (3) With respect to income years commencing on or after January 1,  
723 2003, and prior to January 1, 2004, any company subject to the tax  
724 imposed in accordance with subsection (a) of this section shall pay, for  
725 each such income year, an additional tax in an amount equal to twenty

726 per cent of the tax calculated under said subsection (a) for such income  
727 year, without reduction of the tax so calculated by the amount of any  
728 credit against such tax. The additional amount of tax determined under  
729 this subsection for any income year shall constitute a part of the tax  
730 imposed by the provisions of said subsection (a) and shall become due  
731 and be paid, collected and enforced as provided in this chapter.

732 (4) With respect to income years commencing on or after January 1,  
733 2004, and prior to January 1, 2005, any company subject to the tax  
734 imposed in accordance with subsection (a) of this section shall pay, for  
735 each such income year, an additional tax in an amount equal to twenty-  
736 five per cent of the tax calculated under said subsection (a) for such  
737 income year, without reduction of the tax so calculated by the amount  
738 of any credit against such tax, except that any company that pays the  
739 minimum tax of two hundred fifty dollars under section 12-219 or 12-  
740 223c for such income year shall not be subject to the additional tax  
741 imposed by this subdivision. The additional amount of tax determined  
742 under this subdivision for any income year shall constitute a part of the  
743 tax imposed by the provisions of said subsection (a) and shall become  
744 due and be paid, collected and enforced as provided in this chapter.]

745 [(5)] (b) (1) With respect to income years commencing on or after  
746 January 1, 2006, and prior to January 1, 2007, any company subject to the  
747 tax imposed in accordance with subsection (a) of this section shall pay,  
748 except when the tax so calculated is equal to two hundred fifty dollars,  
749 for each such income year, an additional tax in an amount equal to  
750 twenty per cent of the tax calculated under said subsection (a) for such  
751 income year, without reduction of the tax so calculated by the amount  
752 of any credit against such tax. The additional amount of tax determined  
753 under this subsection for any income year shall constitute a part of the  
754 tax imposed by the provisions of said subsection (a) and shall become  
755 due and be paid, collected and enforced as provided in this chapter.

756 [(6)] (2) (A) With respect to income years commencing on or after  
757 January 1, 2009, and prior to January 1, 2012, any company subject to the  
758 tax imposed in accordance with subsection (a) of this section shall pay,



759 for each such income year, except when the tax so calculated is equal to  
760 two hundred fifty dollars, an additional tax in an amount equal to ten  
761 per cent of the tax calculated under said subsection (a) for such income  
762 year, without reduction of the tax so calculated by the amount of any  
763 credit against such tax. The additional amount of tax determined under  
764 this subsection for any income year shall constitute a part of the tax  
765 imposed by the provisions of said subsection (a) and shall become due  
766 and be paid, collected and enforced as provided in this chapter.

767 (B) Any company whose gross income for the income year was less  
768 than one hundred million dollars shall not be subject to the additional  
769 tax imposed under subparagraph (A) of this subdivision. This exception  
770 shall not apply to companies filing a combined return for the income  
771 year under section 12-223a or a unitary return under subsection (d) of  
772 section 12-218d.

773 ~~[(7)]~~ (3) (A) With respect to income years commencing on or after  
774 January 1, 2012, and prior to January 1, 2018, any company subject to the  
775 tax imposed in accordance with subsection (a) of this section shall pay,  
776 for each such income year, except when the tax so calculated is equal to  
777 two hundred fifty dollars, an additional tax in an amount equal to  
778 twenty per cent of the tax calculated under said subsection (a) for such  
779 income year, without reduction of the tax so calculated by the amount  
780 of any credit against such tax. The additional amount of tax determined  
781 under this subsection for any income year shall constitute a part of the  
782 tax imposed by the provisions of said subsection (a) and shall become  
783 due and be paid, collected and enforced as provided in this chapter.

784 (B) Any company whose gross income for the income year was less  
785 than one hundred million dollars shall not be subject to the additional  
786 tax imposed under subparagraph (A) of this subdivision. With respect  
787 to income years commencing on or after January 1, 2012, and prior to  
788 January 1, 2016, this exception shall not apply to companies filing a  
789 combined return for the income year under section 12-223a or a unitary  
790 return under subsection (d) of section 12-218d. With respect to income  
791 years commencing on or after January 1, 2016, and prior to January 1,

792 2018, this exception shall not apply to taxable members of a combined  
793 group that files a combined unitary tax return.

794 [(8)] (4) (A) With respect to income years commencing on or after  
795 January 1, 2018, and prior to January 1, 2023, any company subject to the  
796 tax imposed in accordance with subsection (a) of this section shall pay,  
797 for such income year, except when the tax so calculated is equal to two  
798 hundred fifty dollars, an additional tax in an amount equal to ten per  
799 cent of the tax calculated under said subsection (a) for such income year,  
800 without reduction of the tax so calculated by the amount of any credit  
801 against such tax. The additional amount of tax determined under this  
802 subsection for any income year shall constitute a part of the tax imposed  
803 by the provisions of said subsection (a) and shall become due and be  
804 paid, collected and enforced as provided in this chapter.

805 (B) Any company whose gross income for the income year was less  
806 than one hundred million dollars shall not be subject to the additional  
807 tax imposed under subparagraph (A) of this subdivision. This exception  
808 shall not apply to taxable members of a combined group that files a  
809 combined unitary tax return.

810 Sec. 13. Subsection (b) of section 12-219 of the 2022 supplement to the  
811 general statutes is repealed and the following is substituted in lieu  
812 thereof (*Effective October 1, 2022*):

813 [(b) (1) With respect to income years commencing on or after January  
814 1, 1989, and prior to January 1, 1992, the additional tax imposed on any  
815 company and calculated in accordance with subsection (a) of this section  
816 shall, for each such income year, except when the tax so calculated is  
817 equal to two hundred fifty dollars, be increased by adding thereto an  
818 amount equal to twenty per cent of the additional tax so calculated for  
819 such income year, without reduction of the additional tax so calculated  
820 by the amount of any credit against such tax. The increased amount of  
821 tax payable by any company under this section, as determined in  
822 accordance with this subsection, shall become due and be paid, collected  
823 and enforced as provided in this chapter.

824 (2) With respect to income years commencing on or after January 1,  
825 1992, and prior to January 1, 1993, the additional tax imposed on any  
826 company and calculated in accordance with subsection (a) of this section  
827 shall, for each such income year, except when the tax so calculated is  
828 equal to two hundred fifty dollars, be increased by adding thereto an  
829 amount equal to ten per cent of the additional tax so calculated for such  
830 income year, without reduction of the tax so calculated by the amount  
831 of any credit against such tax. The increased amount of tax payable by  
832 any company under this section, as determined in accordance with this  
833 subsection, shall become due and be paid, collected and enforced as  
834 provided in this chapter.

835 (3) With respect to income years commencing on or after January 1,  
836 2003, and prior to January 1, 2004, the additional tax imposed on any  
837 company and calculated in accordance with subsection (a) of this section  
838 shall, for each such income year, be increased by adding thereto an  
839 amount equal to twenty per cent of the additional tax so calculated for  
840 such income year, without reduction of the tax so calculated by the  
841 amount of any credit against such tax. The increased amount of tax  
842 payable by any company under this section, as determined in  
843 accordance with this subsection, shall become due and be paid, collected  
844 and enforced as provided in this chapter.

845 (4) With respect to income years commencing on or after January 1,  
846 2004, and prior to January 1, 2005, the additional tax imposed on any  
847 company and calculated in accordance with subsection (a) of this section  
848 shall, for each such income year, be increased by adding thereto an  
849 amount equal to twenty-five per cent of the additional tax so calculated  
850 for such income year, without reduction of the tax so calculated by the  
851 amount of any credit against such tax, except that any company that  
852 pays the minimum tax of two hundred fifty dollars under this section or  
853 section 12-223c for such income year shall not be subject to such  
854 additional tax. The increased amount of tax payable by any company  
855 under this subdivision, as determined in accordance with this  
856 subsection, shall become due and be paid, collected and enforced as  
857 provided in this chapter.]

858        [(5)] (b) (1) With respect to income years commencing on or after  
859        January 1, 2006, and prior to January 1, 2007, the additional tax imposed  
860        on any company and calculated in accordance with subsection (a) of this  
861        section shall, for each such income year, except when the tax so  
862        calculated is equal to two hundred fifty dollars, be increased by adding  
863        thereto an amount equal to twenty per cent of the additional tax so  
864        calculated for such income year, without reduction of the tax so  
865        calculated by the amount of any credit against such tax. The increased  
866        amount of tax payable by any company under this section, as  
867        determined in accordance with this subsection, shall become due and be  
868        paid, collected and enforced as provided in this chapter.

869        [(6)] (2) (A) With respect to income years commencing on or after  
870        January 1, 2009, and prior to January 1, 2012, the additional tax imposed  
871        on any company and calculated in accordance with subsection (a) of this  
872        section shall, for each such income year, except when the tax so  
873        calculated is equal to two hundred fifty dollars, be increased by adding  
874        thereto an amount equal to ten per cent of the additional tax so  
875        calculated for such income year, without reduction of the tax so  
876        calculated by the amount of any credit against such tax. The increased  
877        amount of tax payable by any company under this section, as  
878        determined in accordance with this subsection, shall become due and be  
879        paid, collected and enforced as provided in this chapter.

880        (B) Any company whose gross income for the income year was less  
881        than one hundred million dollars shall not be subject to the additional  
882        tax imposed under subparagraph (A) of this subdivision. This exception  
883        shall not apply to companies filing a combined return for the income  
884        year under section 12-223a or a unitary return under subsection (d) of  
885        section 12-218d.

886        [(7)] (3) (A) With respect to income years commencing on or after  
887        January 1, 2012, and prior to January 1, 2018, the additional tax imposed  
888        on any company and calculated in accordance with subsection (a) of this  
889        section shall, for each such income year, except when the tax so  
890        calculated is equal to two hundred fifty dollars, be increased by adding

891 thereto an amount equal to twenty per cent of the additional tax so  
892 calculated for such income year, without reduction of the tax so  
893 calculated by the amount of any credit against such tax. The increased  
894 amount of tax payable by any company under this section, as  
895 determined in accordance with this subsection, shall become due and be  
896 paid, collected and enforced as provided in this chapter.

897 (B) Any company whose gross income for the income year was less  
898 than one hundred million dollars shall not be subject to the additional  
899 tax imposed under subparagraph (A) of this subdivision. With respect  
900 to income years commencing on or after January 1, 2012, and prior to  
901 January 1, 2016, this exception shall not apply to companies filing a  
902 combined return for the income year under section 12-223a or a unitary  
903 return under subsection (d) of section 12-218d. With respect to income  
904 years commencing on or after January 1, 2016, and prior to January 1,  
905 2018, this exception shall not apply to taxable members of a combined  
906 group that files a combined unitary tax return.

907 ~~[(8)]~~ (4) (A) With respect to income years commencing on or after  
908 January 1, 2018, and prior to January 1, 2023, the additional tax imposed  
909 on any company and calculated in accordance with subsection (a) of this  
910 section shall, for such income year, except when the tax so calculated is  
911 equal to two hundred fifty dollars, be increased by adding thereto an  
912 amount equal to ten per cent of the additional tax so calculated for such  
913 income year, without reduction of the tax so calculated by the amount  
914 of any credit against such tax. The increased amount of tax payable by  
915 any company under this section, as determined in accordance with this  
916 subsection, shall become due and be paid, collected and enforced as  
917 provided in this chapter.

918 (B) Any company whose gross income for the income year was less  
919 than one hundred million dollars shall not be subject to the additional  
920 tax imposed under subparagraph (A) of this subdivision. This exception  
921 shall not apply to taxable members of a combined group that files a  
922 combined unitary tax return.

923 Sec. 14. Subdivision (3) of subsection (a) of section 12-217 of the

924 general statutes is repealed and the following is substituted in lieu  
925 thereof (*Effective October 1, 2022*):

926 (3) Notwithstanding any provision of this section to the contrary, no  
927 dividend received from a real estate investment trust shall be deductible  
928 under this section by the recipient unless the dividend is: (A) Deductible  
929 under Section 243 of the Internal Revenue Code; (B) received by a  
930 qualified dividend recipient from a qualified real estate investment trust  
931 and, as of the last day of the period for which such dividend is paid,  
932 persons, not including the qualified dividend recipient or any person  
933 that is either a related person to, or an employee or director of, the  
934 qualified dividend recipient, have outstanding cash capital  
935 contributions to the qualified real estate investment trust that, in the  
936 aggregate, exceed five per cent of the fair market value of the aggregate  
937 real estate assets, valued as of the last day of the period for which such  
938 dividend is paid, then held by the qualified real estate investment trust;  
939 or (C) received from a captive real estate investment trust that is subject  
940 to the tax imposed under this chapter. For purposes of this section, [a]  
941 "related person" [is as defined in subdivision (7) of subsection (a) of  
942 section 12-217m] has the same meaning as provided in section 12-217ii,  
943 "real estate assets" [is as defined] has the same meaning as provided in  
944 Section 856 of the Internal Revenue Code, [a] "qualified dividend  
945 recipient" means a dividend recipient who has invested in a qualified  
946 real estate investment trust prior to April 1, 1997, and [a] "qualified real  
947 estate investment trust" means an entity that both was incorporated and  
948 had contributed to it a minimum of five hundred million dollars' worth  
949 of real estate assets prior to April 1, 1997, and that elects to be a real  
950 estate investment trust under Section 856 of the Internal Revenue Code  
951 prior to April 1, 1998.

952 Sec. 15. Subsection (c) of section 12-391 of the general statutes is  
953 amended by adding subdivision (4) as follows (*Effective October 1, 2022*):

954 (NEW) (4) "Federal basic exclusion amount" means the dollar amount  
955 published annually by the Internal Revenue Service at which a decedent  
956 would be required to file a federal estate tax return based on the value

957 of the decedent's gross estate and federally taxable gifts.

958 Sec. 16. Subparagraph (J) of subdivision (3) of subsection (b) of section  
959 12-392 of the general statutes is repealed and the following is substituted  
960 in lieu thereof (*Effective October 1, 2022*):

961 (J) A tax return shall be filed, in the case of every decedent who dies  
962 on or after January 1, 2023, and at the time of death was (i) a resident of  
963 this state, or (ii) a nonresident of this state whose gross estate includes  
964 any real property situated in this state or tangible personal property  
965 having an actual situs in this state. If the decedent's Connecticut taxable  
966 estate is over [five million four hundred ninety thousand dollars] the  
967 federal basic exclusion amount, such tax return shall be filed with the  
968 Commissioner of Revenue Services and a copy of such return shall be  
969 filed with the court of probate for the district within which the decedent  
970 resided at the date of his or her death or, if the decedent died a  
971 nonresident of this state, the court of probate for the district within  
972 which such real property or tangible personal property is situated. If the  
973 decedent's Connecticut taxable estate is equal to or less than [five million  
974 four hundred ninety thousand dollars] the federal basic exclusion  
975 amount, such return shall be filed with the court of probate for the  
976 district within which the decedent resided at the date of his or her death  
977 or, if the decedent died a nonresident of this state, the court of probate  
978 for the district within which such real property or tangible personal  
979 property is situated, and no such return shall be filed with the  
980 Commissioner of Revenue Services. The judge of probate for the district  
981 in which such return is filed shall review each such return and shall  
982 issue a written opinion to the estate representative in each case in which  
983 the judge determines that the estate is not subject to tax under this  
984 chapter.

985 Sec. 17. Section 12-643 of the general statutes is amended by adding  
986 subdivision (4) as follows (*Effective October 1, 2022*):

987 (NEW) (4) "Federal basic exclusion amount" means the dollar amount  
988 published annually by the Internal Revenue Service over which a donor  
989 would owe federal gift tax based on the value of the donor's federally

990 taxable gifts.

991 Sec. 18. Subsection (b) of section 12-408h of the general statutes is  
992 repealed and the following is substituted in lieu thereof (*Effective October*  
993 *1, 2022*):

994 (b) A short-term rental facilitator shall be required to obtain a permit  
995 to collect the tax set forth in subparagraph (B) of subdivision (1) of  
996 section 12-408 and shall be considered the retailer for each retail sale of  
997 a short-term rental that such facilitator facilitates on its platform for a  
998 short-term rental operator. Each short-term rental facilitator shall (1) be  
999 required to collect and remit for each such sale any tax imposed under  
1000 section 12-408, (2) be responsible for all obligations imposed under this  
1001 chapter as if such short-term rental facilitator was the operator of such  
1002 [lodging house] short-term rental and retailer for such sale, and (3) keep  
1003 such records and information as may be required by the Commissioner  
1004 of Revenue Services to ensure proper collection and remittance of such  
1005 tax.

1006 Sec. 19. Section 12-410 of the general statutes is repealed and the  
1007 following is substituted in lieu thereof (*Effective October 1, 2022*):

1008 [(1)] (a) For the purpose of the proper administration of this chapter  
1009 and to prevent evasion of the sales tax it shall be presumed that all  
1010 receipts are gross receipts that are subject to the tax until the contrary is  
1011 established. The burden of proving that a sale of tangible personal  
1012 property or service constituting a sale in accordance with subdivision  
1013 (2) of subsection (a) of section 12-407 is not a sale at retail is upon the  
1014 person who makes the sale unless such person takes in good faith from  
1015 the purchaser a certificate to the effect that the property or service is  
1016 purchased for resale.

1017 [(2)] (b) The certificate relieves the seller from the burden of proof  
1018 only if taken in good faith from a person who is engaged in the business  
1019 of selling tangible personal property or services constituting a sale in  
1020 accordance with subdivision (2) of subsection (a) of section 12-407 and  
1021 who holds the permit provided for in section 12-409 and who, at the



1022 time of purchasing the tangible personal property or service: [(A)] (1)  
1023 Intends to sell it in the regular course of business; [(B)] (2) intends to  
1024 utilize such personal property in the delivery of landscaping or  
1025 horticulture services, provided the total sale price of all such  
1026 landscaping and horticulture services are taxable under this chapter; or  
1027 [(C)] (3) is unable to ascertain at the time of purchase whether the  
1028 property or service will be sold or will be used for some other purpose.  
1029 The burden of establishing that a certificate is taken in good faith is on  
1030 the seller. A certificate to the effect that property or service is purchased  
1031 for resale taken from the purchaser by the seller shall be deemed to be  
1032 taken in good faith if the tangible personal property or service  
1033 purchased is similar to or of the same general character as property or  
1034 service which the seller could reasonably assume would be sold by the  
1035 purchaser in the regular course of business.

1036 [(3)] (c) The certificate shall be signed by and bear the name and  
1037 address of the purchaser, shall indicate the number of the permit issued  
1038 to the purchaser and shall indicate the general character of the tangible  
1039 personal property or service sold by the purchaser in the regular course  
1040 of business. The certificate shall be substantially in such form as the  
1041 commissioner prescribes.

1042 [(4) (A)] (d) (1) If a purchaser who gives a certificate makes any use  
1043 of the service or property other than retention, demonstration or display  
1044 while holding it for sale in the regular course of business, the use shall  
1045 be deemed a retail sale by the purchaser as of the time the service or  
1046 property is first used by the purchaser, and the cost of the service or  
1047 property to the purchaser shall be deemed the gross receipts from such  
1048 retail sale.

1049 [(B)] (2) Notwithstanding the provisions of [subparagraph (A) of this]  
1050 subdivision (1) of this subsection, any use by a certificated air carrier of  
1051 an aircraft for purposes other than retention, demonstration or display  
1052 while holding it for sale in the regular course of business shall not be  
1053 deemed a retail sale by such carrier as of the time the aircraft is first used  
1054 by such carrier, irrespective of the classification of such aircraft on the

1055 balance sheet of such carrier for accounting and tax purposes.

1056        [(5) (A)] ~~(e) (1)~~ For the purpose of the proper administration of this  
1057 chapter and to prevent evasion of the sales tax, a sale of any service  
1058 described in subdivision (37) of subsection (a) of section 12-407 shall be  
1059 considered a sale for resale only if the service to be resold is an integral,  
1060 inseparable component part of a service described in said subdivision  
1061 that is to be subsequently sold by the purchaser to an ultimate  
1062 consumer. The purchaser of the service for resale shall maintain, in such  
1063 form as the commissioner requires, records that substantiate: [(i)] ~~(A)~~  
1064 From whom the service was purchased and to whom the service was  
1065 sold, [(ii)] ~~(B)~~ the purchase price of the service, and [(iii)] ~~(C)~~ the nature  
1066 of the service to demonstrate that the services were an integral,  
1067 inseparable component part of a service described in subdivision (37) of  
1068 subsection (a) of section 12-407 that was subsequently sold to a  
1069 consumer.

1070        [(B)] ~~(2)~~ Notwithstanding the provisions of [subparagraph (A) of this]  
1071 subdivision ~~(1) of this subsection~~, no sale of a service described in  
1072 subdivision (37) of subsection (a) of section 12-407 by a seller shall be  
1073 considered a sale for resale if such service is to be subsequently sold by  
1074 the purchaser to an ultimate consumer that is affiliated with the  
1075 purchaser in the manner described in subparagraph (A) of subdivision  
1076 (62) of section 12-412.

1077        [(C)] ~~(3)~~ For purposes of [subparagraph (A) of this] subdivision ~~(1) of~~  
1078 ~~this subsection~~, the sale of canned or prewritten computer software shall  
1079 be considered a sale for resale if such software is subsequently sold,  
1080 licensed or leased unaltered by the purchaser to an ultimate consumer.  
1081 The purchaser of the software for resale shall maintain, in such form as  
1082 the commissioner requires, records that substantiate: [(i)] ~~(A)~~ From  
1083 whom the software was purchased and to whom the software was sold,  
1084 licensed or leased, [(ii)] ~~(B)~~ the purchase price of the software, and [(iii)]  
1085 ~~(C)~~ the nature of the transaction with the ultimate consumer to  
1086 demonstrate that the same software was provided unaltered to the  
1087 ultimate consumer.

1088        [(D)] (4) For purposes of [subparagraph (A) of this] subdivision (1) of  
1089 this subsection, the sale of digital goods shall be considered a sale for  
1090 resale if the digital goods are subsequently sold, licensed, leased,  
1091 broadcast, transmitted, or distributed, in whole or in part, as an integral,  
1092 inseparable component part of a digital good or service described in  
1093 subdivision (26), (27), (37) or (39) of subsection (a) of section 12-407 by  
1094 the purchaser of the digital goods to an ultimate consumer. The  
1095 purchaser of the digital goods for resale shall maintain, in such form as  
1096 the commissioner requires, records that substantiate: [(i)] (A) From  
1097 whom the digital goods were purchased and to whom the services  
1098 described in subdivision (26), (27), (37) or (39) of subsection (a) of section  
1099 12-407 was sold, licensed, leased, broadcast, transmitted, or distributed,  
1100 in whole or in part, [(ii)] (B) the purchase price of the digital goods, and  
1101 [(iii)] (C) the nature of the transaction with the ultimate consumer.

1102        [(E)] (5) For purposes of [subparagraph (A) of this] subdivision (1) of  
1103 this subsection, the sale of services described in subdivision (37) of  
1104 subsection (a) of section 12-407 shall be considered a sale for resale if  
1105 such services are subsequently resold as an integral inseparable  
1106 component part of digital goods sold by the purchaser of the services to  
1107 an ultimate consumer of the digital goods. The purchaser of the services  
1108 described in subdivision (37) of subsection (a) of section 12-407 for resale  
1109 shall maintain, in such form as the commissioner requires, records that  
1110 substantiate: [(i)] (A) From whom the services described in subdivision  
1111 (37) of subsection (a) of section 12-407 were purchases and to whom the  
1112 digital goods were sold, licensed, or leased, [(ii)] (B) the purchase prices  
1113 of the services described in subdivision (37) of subsection (a) of section  
1114 12-407, and [(iii)] (C) the nature of the transaction with the ultimate  
1115 consumer.

1116        [(6)] (f) For the purpose of the proper administration of this chapter  
1117 and to prevent evasion of the sales tax, no sale of any service by a seller  
1118 shall be considered a sale for resale if such service is to be subsequently  
1119 sold by the purchaser, without change, to an ultimate consumer that is  
1120 affiliated with the purchaser in the manner described in subparagraph  
1121 (A) of subdivision (62) of section 12-412.

1122 Sec. 20. Subsection (c) of section 12-414 of the general statutes is  
1123 repealed and the following is substituted in lieu thereof (*Effective October*  
1124 *1, 2022*):

1125 (c) (1) For purposes of the sales tax, the return shall show the gross  
1126 receipts of the seller during the preceding reporting period. For  
1127 purposes of the use tax, ~~[(1)]~~ (A) in case of a return filed by a retailer, the  
1128 return shall show the total sales price of the services or property sold by  
1129 the retailer, the storage, acceptance, consumption or other use of which  
1130 became subject to the use tax during the preceding reporting period, and  
1131 ~~[(2)]~~ (B) in case of a return filed by a purchaser, the return shall show the  
1132 total sales price of the service or property purchased by the purchaser,  
1133 the storage, acceptance, consumption or other use of which became  
1134 subject to the use tax during the preceding reporting period. The return  
1135 shall also show the amount of the taxes for the period covered by the  
1136 return in such manner as the commissioner may require and such other  
1137 information as the commissioner deems necessary for the proper  
1138 administration of this chapter.

1139 (2) The Commissioner of Revenue Services is authorized, [in his or  
1140 her discretion,] for purposes of expediency, to permit returns to be filed  
1141 in an alternative form wherein the person filing the return may elect (A)  
1142 to report his or her gross receipts, including the tax reimbursement to  
1143 be collected as provided for in this section, as a part of such gross  
1144 receipts, or (B) to report his or her gross receipts exclusive of the tax  
1145 collected in such cases where the gross receipts from sales have been  
1146 segregated from tax collections. In the case of [the former] a return filed  
1147 in accordance with the provisions of subparagraph (A) of this  
1148 subdivision, the percentage of such tax-included gross receipts that may  
1149 be considered to be the gross receipts from sales exclusive of the taxes  
1150 collected thereon shall be computed by dividing the numeral one by the  
1151 sum of the rate of tax provided in section 12-408, expressed as a decimal,  
1152 and the numeral one.

1153 Sec. 21. Section 12-433 of the general statutes is repealed and the  
1154 following is substituted in lieu thereof (*Effective October 1, 2022*):

1155       Wherever used in this chapter, unless the context otherwise requires:

1156       (1) "Alcoholic beverage" and "beverage" include wine, beer and  
1157       liquor; [as defined in this section; "absolute alcohol"]

1158       (2) "Absolute alcohol" means dehydrated alcohol containing not less  
1159       than ninety-nine per cent by weight of ethyl alcohol; ["beer"]

1160       (3) "Beer" means any beverage obtained by the alcoholic fermentation  
1161       of an infusion or decoction of barley, malt and hops in drinking water  
1162       and containing more than one-half of one per cent of absolute alcohol  
1163       by volume; ["wine"]

1164       (4) "Wine" means any alcoholic beverage obtained by the  
1165       fermentation of natural sugar contents of fruits or other agricultural  
1166       products containing sugar; ["still wine"]

1167       (5) "Still wine" means any wine that contains not more than three  
1168       hundred ninety-two one thousandths (0.392) of a gram of carbon  
1169       dioxide per hundred milliliters of wine, and shall include any fortified  
1170       wine, cider that is made from the alcoholic fermentation of the juice of  
1171       apples, vermouth and any artificial or imitation wine or compound sold  
1172       as "still wine" containing not less than three and two-tenths per cent of  
1173       absolute alcohol by volume; ["sparkling wine"]

1174       (6) "Sparkling wine" means champagne and any other effervescent  
1175       wine charged with more than three hundred ninety-two one  
1176       thousandths (0.392) of a gram of carbon dioxide per hundred milliliters  
1177       of wine, whether artificially or as a result of secondary fermentation of  
1178       the wine within the container; ["fortified wine"]

1179       (7) "Fortified wine" means any wine, the alcoholic contents of which  
1180       have been increased, by whatever process, beyond that produced by  
1181       natural fermentation; ["liquor"]

1182       (8) "Liquor" means any beverage [which] that contains alcohol  
1183       obtained by distillation mixed with drinkable water and other  
1184       substances in solution; ["liquor cooler"]

1185 (9) "Liquor cooler" means any liquid combined with liquor [, as  
1186 defined in this section,] containing not more than seven per cent of  
1187 alcohol by volume; ["gallon"]

1188 (10) "Gallon" or "wine gallon" means one hundred twenty-eight fluid  
1189 ounces; ["proof gallon"]

1190 (11) "Proof gallon" means the equivalent of one wine gallon at 100  
1191 proof; ["proof spirit"]

1192 (12) "Proof spirit" or "proof" [shall be held to be that] means alcoholic  
1193 liquor [which] that contains one-half by volume of alcohol of a specific  
1194 gravity of seventy-nine hundred and thirty-nine ten-thousandths  
1195 (0.7939) at 60° F; ["alcohol"]

1196 (13) "Alcohol" means ethyl alcohol, hydrated oxide of ethyl or spirit  
1197 of wine, from whatever source or by whatever process produced;  
1198 ["person"]

1199 (14) "Person" means any individual, firm, fiduciary, partnership,  
1200 corporation, limited liability company, trust or association, however  
1201 formed; ["taxpayer"]

1202 (15) "Taxpayer" means any person liable to taxation under this  
1203 chapter except railroad and airline companies so far as they conduct  
1204 such beverage business in cars or passenger trains or on airplanes;  
1205 ["distributor"]

1206 (16) "Distributor" means any person, wherever resident or located,  
1207 [who] that holds a wholesaler's or manufacturer's permit or wholesaler  
1208 or manufacturer permit for beer only issued under chapter 545, or [his]  
1209 such person's backer, if any; ["licensed distributor"]

1210 (17) "Licensed distributor" means a distributor holding a license  
1211 issued by the Commissioner of Revenue Services under the provisions  
1212 of this chapter; ["tax period"]

1213 (18) "Tax period" means any period of one calendar month, or any

1214 part thereof; ["barrel"]

1215 (19) "Barrel" means not less than twenty-eight nor more than thirty-  
1216 one gallons; ["half barrel"]

1217 (20) "Half barrel" means not less than fourteen nor more than fifteen  
1218 and one-half gallons; ["quarter barrel"]

1219 (21) "Quarter barrel" means not less than seven nor more than seven  
1220 and three-quarters gallons; ["sell"]

1221 (22) "Sell" or "sale" includes and applies to gifts, exchanges and barter  
1222 and includes any alcoholic beverages coming into the possession of a  
1223 distributor [which] that cannot be satisfactorily accounted for by the  
1224 distributor to the Commissioner of Revenue Services.

1225 Sec. 22. Section 12-438 of the general statutes is repealed and the  
1226 following is substituted in lieu thereof (*Effective October 1, 2022*):

1227 Any person who applies for a cancellation of [his] such person's  
1228 distributor's license shall take an inventory at the beginning of business  
1229 on the first day of the following month showing the number of gallons  
1230 of each kind of alcoholic beverage mentioned in section 12-435 owned  
1231 by [him] such person and held within the state. Each such person shall,  
1232 [within] not later than fifteen days after taking such inventory, file a  
1233 copy of such inventory with the commissioner, on forms prescribed and  
1234 furnished by [him] the commissioner, and shall pay a tax on such  
1235 inventory at the rates specified in said section 12-435. Each return filed  
1236 under the provisions of this section shall give such additional  
1237 information as the commissioner requires and shall include a statement  
1238 of the amount of tax due under such return.

1239 Sec. 23. Subsection (c) of section 12-458 of the general statutes is  
1240 repealed and the following is substituted in lieu thereof (*Effective October*  
1241 *1, 2022*):

1242 (c) Any person who owns or operates a vehicle that runs only upon  
1243 rails or tracks and that is properly registered with the federal

1244 government, in accordance with the provisions of Section 4222 of the  
1245 Internal Revenue Code of 1986, or any subsequent corresponding  
1246 internal revenue code of the United States, as amended from time to  
1247 time, shall be exempt from paying to a distributor the motor fuels tax  
1248 imposed pursuant to this section for use in such vehicle.

1249 Sec. 24. Section 12-587 of the general statutes is repealed and the  
1250 following is substituted in lieu thereof (*Effective October 1, 2022*):

1251 (a) (1) As used in this chapter: (A) "Company" includes a corporation,  
1252 partnership, limited partnership, limited liability company, limited  
1253 liability partnership, association, individual or any fiduciary thereof; (B)  
1254 "quarterly period" means a period of three calendar months  
1255 commencing on the first day of January, April, July or October and  
1256 ending on the last day of March, June, September or December,  
1257 respectively; (C) except as provided in subdivision (2) of this subsection,  
1258 "gross earnings" means all consideration received from the first sale  
1259 within this state of a petroleum product; (D) "petroleum products"  
1260 means those products which contain or are made from petroleum or a  
1261 petroleum derivative; (E) "first sale of petroleum products within this  
1262 state" means the initial sale of a petroleum product delivered to a  
1263 location in this state; (F) "export" or "exportation" means the conveyance  
1264 of petroleum products from within this state to a location outside this  
1265 state for the purpose of sale or use outside this state; and (G) "sale for  
1266 exportation" means a sale of petroleum products to a purchaser which  
1267 itself exports such products.

1268 (2) For purposes of this chapter, "gross earnings" means gross  
1269 earnings as defined in subdivision (1) of this subsection, except, with  
1270 respect to the first sale of gasoline or gasohol within this state, if the  
1271 consideration received from such first sale reflects a price of gasoline or  
1272 gasohol sold or used in this state in excess of three dollars per gallon,  
1273 gross earnings from such first sale shall be deemed to be three dollars  
1274 per gallon, and any consideration received that is derived from that  
1275 portion of the price of such gasoline or gasohol in excess of three dollars  
1276 per gallon shall be disregarded in the calculation of gross earnings.



1277 Notwithstanding the provisions of this chapter, the Commissioner of  
1278 Revenue Services may suspend enforcement activities with respect to  
1279 this subdivision until all policies and procedures necessary to  
1280 implement the provision of this subdivision are in place, but in no event  
1281 shall such suspension extend beyond April 15, 2012.

1282 (b) (1) Except as otherwise provided in subdivision (2) of this  
1283 subsection, any company [which] that is engaged in the refining or  
1284 distribution, or both, of petroleum products and which distributes such  
1285 products in this state shall pay a quarterly tax on its gross earnings  
1286 derived from the first sale of petroleum products within this state. Each  
1287 company shall on or before the last day of the month next succeeding  
1288 each quarterly period render to the commissioner a return on forms  
1289 prescribed or furnished by the commissioner and signed by the person  
1290 performing the duties of treasurer or an authorized agent or officer,  
1291 including the amount of gross earnings derived from the first sale of  
1292 petroleum products within this state for the quarterly period and such  
1293 other facts as the commissioner may require for the purpose of making  
1294 any computation required by this chapter. [Except as otherwise  
1295 provided in subdivision (3) of this subsection, the] The rate of tax shall  
1296 be (A) [five per cent with respect to calendar quarters prior to July 1,  
1297 2005; (B) five and eight-tenths per cent with respect to calendar quarters  
1298 commencing on or after July 1, 2005, and prior to July 1, 2006; (C) six  
1299 and three-tenths per cent with respect to calendar quarters commencing  
1300 on or after July 1, 2006, and prior to July 1, 2007; (D)] seven per cent with  
1301 respect to calendar quarters commencing on or after July 1, 2007, and  
1302 prior to July 1, 2013; and [(E)] (B) eight and one-tenth per cent with  
1303 respect to calendar quarters commencing on or after July 1, 2013.

1304 (2) Gross earnings derived from the first sale of the following  
1305 petroleum products within this state shall be exempt from tax:

1306 (A) Any petroleum products sold for exportation from this state for  
1307 sale or use outside this state;

1308 (B) [the] The product designated by the American Society for Testing  
1309 and Materials as "Specification for Heating Oil D396-69", commonly

1310 known as number 2 heating oil, to be used exclusively for heating  
1311 purposes or to be used in a commercial fishing vessel, which vessel  
1312 qualifies for an exemption pursuant to subdivision (40) of section 12-  
1313 412;

1314 (C) [kerosene] Kerosene, commonly known as number 1 oil, to be  
1315 used exclusively for heating purposes, provided delivery is of both  
1316 number 1 and number 2 oil, and via a truck with a metered delivery  
1317 ticket to a residential dwelling or to a centrally metered system serving  
1318 a group of residential dwellings;

1319 (D) [the] The product identified as propane gas, to be used primarily  
1320 for heating purposes;

1321 (E) [bunker] Bunker fuel oil, intermediate fuel, marine diesel oil and  
1322 marine gas oil to be used in any vessel (i) having a displacement  
1323 exceeding four thousand dead weight tons, or (ii) primarily engaged in  
1324 interstate commerce;

1325 (F) [for] For any first sale occurring prior to July 1, 2008, propane gas  
1326 to be used as a fuel for a motor vehicle;

1327 (G) [for] For any first sale occurring on or after July 1, 2002, grade  
1328 number 6 fuel oil, as defined in regulations adopted pursuant to section  
1329 16a-22c, to be used exclusively by a company [which] that, in accordance  
1330 with census data contained in the Standard Industrial Classification  
1331 Manual, United States Office of Management and Budget, 1987 edition,  
1332 is included in code classifications 2000 to 3999, inclusive, or in Sector 31,  
1333 32 or 33 in the North American Industrial Classification System United  
1334 States Manual, United States Office of Management and Budget, 1997  
1335 edition;

1336 (H) [for] For any first sale occurring on or after July 1, 2002, number  
1337 2 heating oil to be used exclusively in a vessel primarily engaged in  
1338 interstate commerce, which vessel qualifies for an exemption under  
1339 subdivision (40) of section 12-412;

1340 (I) [for] For any first sale occurring on or after July 1, 2000, paraffin or

1341 microcrystalline waxes;

1342 (J) [~~for~~] For any first sale occurring prior to July 1, 2008, petroleum  
1343 products to be used as a fuel for a fuel cell, as defined in subdivision  
1344 (113) of section 12-412;

1345 (K) [a] A commercial heating oil blend containing not less than ten  
1346 per cent of alternative fuels derived from agricultural produce, food  
1347 waste, waste vegetable oil or municipal solid waste, including, but not  
1348 limited to, biodiesel or low sulfur dyed diesel fuel;

1349 (L) [~~for~~] For any first sale occurring on or after July 1, 2007, diesel fuel  
1350 other than diesel fuel to be used in an electric generating facility to  
1351 generate electricity;

1352 (M) [~~for~~] For any first sale occurring on or after July 1, 2013, cosmetic  
1353 grade mineral oil; or

1354 (N) [~~propane~~] Propane gas to be used as a fuel for a school bus.

1355 [(3) The rate of tax on gross earnings derived from the first sale of  
1356 grade number 6 fuel oil, as defined in regulations adopted pursuant to  
1357 section 16a-22c, to be used exclusively by a company which, in  
1358 accordance with census data contained in the Standard Industrial  
1359 Classification Manual, United States Office of Management and Budget,  
1360 1987 edition, is included in code classifications 2000 to 3999, inclusive,  
1361 or in Sector 31, 32 or 33 in the North American Industrial Classification  
1362 System United States Manual, United States Office of Management and  
1363 Budget, 1997 edition, or number 2 heating oil used exclusively in a  
1364 vessel primarily engaged in interstate commerce, which vessel qualifies  
1365 for an exemption under section 12-412 shall be: (A) Four per cent with  
1366 respect to calendar quarters commencing on or after July 1, 1998, and  
1367 prior to July 1, 1999; (B) three per cent with respect to calendar quarters  
1368 commencing on or after July 1, 1999, and prior to July 1, 2000; (C) two  
1369 per cent with respect to calendar quarters commencing on or after July  
1370 1, 2000, and prior to July 1, 2001; and (D) one per cent with respect to  
1371 calendar quarters commencing on or after July 1, 2001, and prior to July

1372 1, 2002.]

1373 (c) (1) Any company [which] that imports or causes to be imported  
1374 into this state petroleum products for sale, use or consumption in this  
1375 state, other than a company subject to and having paid the tax on such  
1376 company's gross earnings from first sales of petroleum products within  
1377 this state, which earnings include gross earnings attributable to such  
1378 imported or caused to be imported petroleum products, in accordance  
1379 with subsection (b) of this section, shall pay a quarterly tax on the  
1380 consideration given or contracted to be given for such petroleum  
1381 product if the consideration given or contracted to be given for all such  
1382 deliveries during the quarterly period for which such tax is to be paid  
1383 exceeds three thousand dollars. [Except as otherwise provided in  
1384 subdivision (3) of this subsection, the] The rate of tax shall be (A) [five  
1385 per cent with respect to calendar quarters commencing prior to July 1,  
1386 2005; (B) five and eight-tenths per cent with respect to calendar quarters  
1387 commencing on or after July 1, 2005, and prior to July 1, 2006; (C) six  
1388 and three-tenths per cent with respect to calendar quarters commencing  
1389 on or after July 1, 2006, and prior to July 1, 2007; (D)] seven per cent with  
1390 respect to calendar quarters commencing on or after July 1, 2007, and  
1391 prior to July 1, 2013; and [(E)] (B) eight and one-tenth per cent with  
1392 respect to calendar quarters commencing on or after July 1, 2013. Fuel in  
1393 the fuel supply tanks of a motor vehicle, which fuel tanks are directly  
1394 connected to the engine, shall not be considered a delivery for the  
1395 purposes of this subsection.

1396 (2) Consideration given or contracted to be given for petroleum  
1397 products, gross earnings from the first sale of which are exempt from  
1398 tax under subdivision (2) of subsection (b) of this section, shall be  
1399 exempt from tax.

1400 [(3) The rate of tax on consideration given or contracted to be given  
1401 for grade number 6 fuel oil, as defined in regulations adopted pursuant  
1402 to section 16a-22c, to be used exclusively by a company which, in  
1403 accordance with census data contained in the Standard Industrial  
1404 Classification Manual, United States Office of Management and Budget,

1405 1987 edition, is included in code classifications 2000 to 3999, inclusive,  
1406 or in Sector 31, 32 or 33 in the North American Industrial Classification  
1407 System United States Manual, United States Office of Management and  
1408 Budget, 1997 edition, or number 2 heating oil used exclusively in a  
1409 vessel primarily engaged in interstate commerce, which vessel qualifies  
1410 for an exemption under section 12-412 shall be: (A) Four per cent with  
1411 respect to calendar quarters commencing on or after July 1, 1998, and  
1412 prior to July 1, 1999; (B) three per cent with respect to calendar quarters  
1413 commencing on or after July 1, 1999, and prior to July 1, 2000; (C) two  
1414 per cent with respect to calendar quarters commencing on or after July  
1415 1, 2000, and prior to July 1, 2001; and (D) one per cent with respect to  
1416 calendar quarters commencing on or after July 1, 2001, and prior to July  
1417 1, 2002.]

1418 (d) The amount of tax reported to be due on such return shall be due  
1419 and payable on or before the last day of the month next succeeding the  
1420 quarterly period. The tax imposed under the provisions of this chapter  
1421 shall be in addition to any other tax imposed by this state on such  
1422 company.

1423 (e) For the purposes of this chapter, the gross earnings of any  
1424 producer or refiner of petroleum products operating a service station  
1425 along the highways or interstate highways within the state pursuant to  
1426 a contract with the Department of Transportation or operating a service  
1427 station which is used as a training or test marketing center under the  
1428 provisions of subsection (b) of section 14-344d, shall be calculated by  
1429 multiplying the volume of petroleum products delivered by any  
1430 producer or refiner to any such station by such producer's or refiner's  
1431 dealer tank wagon price or dealer wholesale price in the area of the  
1432 service station.

1433 Sec. 25. Subsection (a) of section 12-587a of the general statutes is  
1434 repealed and the following is substituted in lieu thereof (*Effective October*  
1435 *1, 2022*):

1436 (a) (1) Any company, as such term is used in section 12-587, as  
1437 amended by this act, liable for the tax imposed under subsection (b) of

1438 [said] section 12-587, as amended by this act, on gross earnings from the  
1439 first sale of petroleum products within this state, which products the  
1440 purchaser thereof subsequently sells for exportation and sale or use  
1441 outside this state, shall be allowed a credit against any tax for which  
1442 such company is liable in accordance with subsection (b) of [said]  
1443 section 12-587, as amended by this act, in the amount of tax paid to the  
1444 state with respect to the sale of such products, provided (A) such  
1445 purchaser has submitted certification to such company, in such form as  
1446 prescribed by the Commissioner of Revenue Services, that such  
1447 products were sold or used outside this state, (B) such certification and  
1448 any additional information related to such sale or use by such  
1449 purchaser, which said commissioner may request, have been submitted  
1450 to said commissioner, and (C) such company makes a payment to such  
1451 purchaser, related to such products sold or used outside this state, in the  
1452 amount equal to the tax imposed under [said] section 12-587, as  
1453 amended by this act, on gross earnings from the first sale to such  
1454 purchaser within the state.

1455 (2) The credit allowed pursuant to subdivision (1) of this subsection  
1456 may also be claimed, in the same manner as provided in said  
1457 subdivision, [(1),] by any such company when the petroleum products  
1458 sold in a first sale within this state by such company are incorporated  
1459 by the purchaser thereof into a material that is included in U.S. industry  
1460 group 3255 in the North American Industrial Classification System  
1461 United States Manual, United States Office of Management and Budget,  
1462 2007 edition, and such products are subsequently exported for sale or  
1463 use outside this state. Such company shall be allowed [said] such credit  
1464 in the amount of tax paid to the state with respect to the sale of such  
1465 products.

1466 (3) In addition, such company shall be allowed such credit when  
1467 there has been any sale of such products subsequent to the sale by such  
1468 company but prior to sale or use outside this state, provided (A) each  
1469 purchaser receives payment, related to such products sold or used  
1470 outside this state, equal to the tax imposed under [said] section 12-587,  
1471 as amended by this act, on gross earnings from the first sale of such

1472 products within this state, and (B) the purchaser selling or using such  
1473 products outside this state complies with the requirements in this  
1474 section related to a purchaser of such products from the company liable  
1475 for such tax.

1476 Sec. 26. Section 12-631 of the general statutes is repealed and the  
1477 following is substituted in lieu thereof (*Effective October 1, 2022*):

1478 As used in this chapter, the following terms have the following  
1479 meanings:

1480 [(a)] (1) "Business firm" means any business entity authorized to do  
1481 business in the state and subject to the tax due under the provisions of  
1482 chapter 207, 208, 209, 210, 211, 212 or 213a.

1483 [(b)] (2) "Community services" means any type of counseling and  
1484 advice, emergency assistance or medical care furnished to individuals  
1485 or groups in the state.

1486 [(c)] (3) "Crime prevention" means any activity which aids in the  
1487 reduction of crime in the state.

1488 [(d)] (4) "Education" means any type of scholastic instruction or  
1489 scholarship assistance to any person who resides in the state that enables  
1490 such person to prepare for better opportunities, including teaching  
1491 services donated pursuant to section 10-21c.

1492 [(e)] (5) "Job training" means any type of instruction to any person  
1493 who resides in the state that enables such person to acquire vocational  
1494 skills to become employable or seek a higher grade of employment,  
1495 including training offered pursuant to section 10-21b.

1496 [(f)] (6) "Neighborhood" means any specific geographic area, urban,  
1497 interurban, suburban, or rural, which is experiencing problems  
1498 endangering its existence as a viable and stable neighborhood.

1499 [(g)] (7) "Neighborhood assistance" means the furnishing of financial  
1500 assistance, labor, material, or technical advice to aid in the physical

1501 improvement or rehabilitation of all or any part of a neighborhood.

1502 [(h)] (8) "Neighborhood organization" means any organization  
1503 performing community services in the state [which: (1)] that: (A) Holds  
1504 a ruling from the Internal Revenue Service of the United States  
1505 Department of the Treasury that the organization is exempt from  
1506 income taxation under the provisions of the Internal Revenue Code; [,  
1507 or (2)] (B) is designated as a community development corporation by  
1508 the United States government under the provisions of Title VII of the  
1509 Economic Opportunity Act of 1964; [, or (3)] or (C) is incorporated as a  
1510 charitable corporation or trust under the provisions of chapter 598a.

1511 [(i)] (9) "Families of low and moderate income" means families  
1512 meeting the criteria for designation as families of low and moderate  
1513 income established by the Commissioner of Housing pursuant to  
1514 subsection (f) of section 8-39.

1515 Sec. 27. Subdivision (1) of subsection (a) of section 12-632 of the  
1516 general statutes is repealed and the following is substituted in lieu  
1517 thereof (*Effective October 1, 2022*):

1518 (a) (1) Except as otherwise provided in subdivision (2) of this  
1519 subsection, on or before July first of each year, any municipality desiring  
1520 to obtain benefits under the provisions of this chapter shall, after  
1521 approval by the legislative body of such municipality, submit to the  
1522 Commissioner of Revenue Services a list on a form prescribed and made  
1523 available by the commissioner of programs eligible for investment by  
1524 business firms under the provisions of this chapter. Such activities shall  
1525 consist of providing neighborhood assistance; job training or education;  
1526 community services; crime prevention; energy conservation or  
1527 construction or rehabilitation of dwelling units for families of low and  
1528 moderate income in the state; donation of money to an open space  
1529 acquisition fund of any political subdivision of the state or any nonprofit  
1530 land conservation organization, which fund qualifies under [subsection  
1531 (h)] subdivision (8) of section 12-631, as amended by this act, and is used  
1532 for the purchase of land, interest in land or permanent conservation  
1533 restriction on land [which] that is to be permanently preserved as



1534 protected open space; or any of the activities described in section 12-634,  
1535 12-635 or 12-635a. Such list shall indicate, for each program specified:  
1536 The concept of the program, the neighborhood area to be served, why  
1537 the program is needed, the estimated amount required to be invested in  
1538 the program, the suggested plan for implementing the program, the  
1539 agency designated by the municipality to oversee implementation of the  
1540 program and such other information as the commissioner may  
1541 prescribe. Each municipality shall hold at least one public hearing on  
1542 the subject of which programs shall be included on such list prior to the  
1543 submission of such list to the commissioner.

1544 Sec. 28. Subsection (c) of section 12-632 of the general statutes is  
1545 repealed and the following is substituted in lieu thereof (*Effective October*  
1546 *1, 2022*):

1547 (c) Any business firm [which] that desires to engage in any of the  
1548 activities or programs approved by any municipality pursuant to  
1549 subsection (a) of this section and listed pursuant to subsection (b) of this  
1550 section may apply to the Commissioner of Revenue Services for a tax  
1551 credit in an amount as provided in section 12-633, 12-634, 12-635 or 12-  
1552 635a. The proposal for such credit, which shall be made on a form  
1553 prescribed and made available by the commissioner, shall set forth the  
1554 program to be conducted, the neighborhood area to be invested in, the  
1555 plans for implementing the program and such other information as said  
1556 commissioner may prescribe. Such proposals shall be submitted to the  
1557 commissioner on or after September fifteenth but no later than October  
1558 first of each year. Such proposals shall be approved or disapproved by  
1559 the [Commissioner of Revenue Services] commissioner based on the  
1560 compliance of such proposal with the provisions of this chapter and  
1561 regulations adopted pursuant to this chapter. The commissioner may  
1562 only approve proposals received between September fifteenth and  
1563 October first of each year. If, in the opinion of the [Commissioner of  
1564 Revenue Services] commissioner, a business firm's investment can, for  
1565 the purposes of this chapter, be made through contributions to a  
1566 neighborhood organization as defined in [subsection (h)] subdivision (8)  
1567 of section 12-631, as amended by this act, tax credits may be allowed in

1568 amounts as provided in section 12-633, 12-634, 12-635 or 12-635a.

1569 Sec. 29. Subsection (f) of section 12-632 of the general statutes is  
1570 repealed and the following is substituted in lieu thereof (*Effective October*  
1571 *1, 2022*):

1572 (f) The sum of all tax [credit] credits granted pursuant to the  
1573 provisions of section 12-633, 12-634, 12-635 or 12-635a shall not exceed  
1574 one hundred fifty thousand dollars annually per business firm and no  
1575 tax credit shall be granted to any business firm for any individual  
1576 amount invested of less than two hundred fifty dollars.

1577 Sec. 30. Section 17b-738 of the general statutes is repealed and the  
1578 following is substituted in lieu thereof (*Effective October 1, 2022*):

1579 The Commissioner of Early Childhood shall establish and administer  
1580 a program of loans to business firms, as defined in [subsection (a) of]  
1581 section 12-631, as amended by this act, for the purpose of planning, site  
1582 preparation, construction, renovation or acquisition of facilities, within  
1583 the state, for use as licensed child care centers, family child care homes  
1584 or group child care homes to be used primarily by the children of  
1585 employees of such corporations and children of employees of the  
1586 municipalities in which such facilities are located. Such loans shall be  
1587 made in accordance with the terms and conditions as provided in  
1588 regulations adopted by the commissioner, in accordance with chapter  
1589 54, shall be made for a period not to exceed five years and shall bear  
1590 interest at a rate to be determined in accordance with subsection (t) of  
1591 section 3-20.

1592 Sec. 31. Subdivision (1) of subsection (b) of section 12-699a of the  
1593 general statutes is repealed and the following is substituted in lieu  
1594 thereof (*Effective October 1, 2022*):

1595 (b) (1) Each affected business entity required to pay the tax imposed  
1596 under section 12-699 and whose required annual payment for the  
1597 taxable year is greater than or equal to one thousand dollars shall make  
1598 the required annual payment each taxable year, in four required

1599 estimated tax installments on the following due dates: (A) For the first  
1600 required installment, the fifteenth day of the fourth month of the taxable  
1601 year; (B) for the second required installment, the fifteenth day of the  
1602 sixth month of the taxable year; (C) for the third required installment,  
1603 the fifteenth day of the ninth month of the taxable year; [ ] and (D) for  
1604 the fourth required installment, the fifteenth day of the first month of  
1605 the next succeeding taxable year. An affected business entity may elect  
1606 to pay any required installment prior to the specified due date. Except  
1607 as provided in subdivision (2) of this subsection, the amount of each  
1608 required installment shall be twenty-five per cent of the required annual  
1609 payment.

1610 Sec. 32. Subdivision (10) of subsection (a) of section 12-701 of the 2022  
1611 supplement to the general statutes is repealed and the following is  
1612 substituted in lieu thereof (*Effective October 1, 2022*):

1613 (10) "Connecticut fiduciary adjustment" means the net positive or  
1614 negative total of the following items relating to income, gain, loss or  
1615 deduction of a trust or estate:

1616 (A) There shall be added together:

1617 (i) [any] Any interest income from obligations issued by or on behalf  
1618 of any state, political subdivision thereof, or public instrumentality,  
1619 state or local authority, district or similar public entity, exclusive of such  
1620 income from obligations issued by or on behalf of the state of  
1621 Connecticut, any political subdivision thereof, or public  
1622 instrumentality, state or local authority, district or similar public entity  
1623 created under the laws of the state of Connecticut and exclusive of any  
1624 such income with respect to which taxation by any state is prohibited by  
1625 federal law; [ ]

1626 (ii) [any] Any exempt-interest dividends, as defined in Section  
1627 852(b)(5) of the Internal Revenue Code, exclusive of such exempt-  
1628 interest dividends derived from obligations issued by or on behalf of the  
1629 state of Connecticut, any political subdivision thereof, or public  
1630 instrumentality, state or local authority, district or similar public entity

1631 created under the laws of the state of Connecticut and exclusive of such  
1632 exempt-interest dividends derived from obligations, the income with  
1633 respect to which taxation by any state is prohibited by federal law; [ ]

1634 (iii) [any] Any interest or dividend income on obligations or securities  
1635 of any authority, commission or instrumentality of the United States  
1636 [which] that federal law exempts from federal income tax but does not  
1637 exempt from state income taxes; [ ]

1638 (iv) [to] To the extent properly includable in determining the net gain  
1639 or loss from the sale or other disposition of capital assets for federal  
1640 income tax purposes, any loss from the sale or exchange of obligations  
1641 issued by or on behalf of the state of Connecticut, any political  
1642 subdivision thereof, or public instrumentality, state or local authority,  
1643 district or similar public entity created under the laws of the state of  
1644 Connecticut, in the income year such loss was recognized; [ ]

1645 (v) [to] To the extent deductible in determining federal taxable  
1646 income prior to deductions relating to distributions to beneficiaries, any  
1647 income taxes imposed by this state; [ ]

1648 (vi) [to] To the extent deductible in determining federal taxable  
1649 income prior to deductions relating to distributions to beneficiaries, any  
1650 interest on indebtedness incurred or continued to purchase or carry  
1651 obligations or securities the interest on which is exempt from tax under  
1652 this chapter; [ ]

1653 (vii) [expenses] Expenses paid or incurred during the taxable year for  
1654 the production or collection of income which is exempt from tax under  
1655 this chapter, or the management, conservation or maintenance of  
1656 property held for the production of such income, and the amortizable  
1657 bond premium for the taxable year on any bond the interest on which is  
1658 exempt from taxation under this chapter, to the extent that such  
1659 expenses and premiums are deductible in determining federal taxable  
1660 income prior to deductions relating to distributions to beneficiaries; [ ]

1661 (viii) [to] To the extent deductible in determining federal taxable

1662 income prior to deductions relating to distributions to beneficiaries, the  
1663 deduction allowable as qualified domestic production activities income,  
1664 pursuant to Section 199 of the Internal Revenue Code; [ ] and

1665 (ix) [to] To the extent not includable in federal taxable income prior  
1666 to deductions relating to distributions to beneficiaries, the total amount  
1667 of a lump sum distribution for the taxable year.

1668 (B) There shall be subtracted from the sum of such items:

1669 (i) [to] To the extent properly includable in gross income for federal  
1670 income tax purposes, any income with respect to which taxation by any  
1671 state is prohibited by federal law; [ ]

1672 (ii) [to] To the extent allowable under section 12-718, exempt  
1673 dividends paid by a regulated investment company; [ ]

1674 (iii) [with] With respect to any trust or estate [which] that is a  
1675 shareholder of an S corporation which is carrying on, or [which] that has  
1676 the right to carry on, business in this state, as said term is used in section  
1677 12-214, as amended by this act, the amount of such shareholder's pro  
1678 rata share of such corporation's nonseparately computed items, as  
1679 defined in Section 1366 of the Internal Revenue Code, that is subject to  
1680 tax under chapter 208, in accordance with subsection (c) of section 12-  
1681 217 multiplied by such corporation's apportionment fraction, if any, as  
1682 determined in accordance with section 12-218; [ ]

1683 (iv) [to] To the extent properly includable in gross income for federal  
1684 income tax purposes, any interest income from obligations issued by or  
1685 on behalf of the state of Connecticut, any political subdivision thereof,  
1686 or public instrumentality, state or local authority, district or similar  
1687 public entity created under the laws of the state of Connecticut; [ ]

1688 (v) [to] To the extent properly includable in determining the net gain  
1689 or loss from the sale or other disposition of capital assets for federal  
1690 income tax purposes, any gain from the sale or exchange of obligations  
1691 issued by or on behalf of the state of Connecticut, any political  
1692 subdivision thereof, or public instrumentality, state or local authority,

1693 district or similar public entity created under the laws of the state of  
1694 Connecticut, in the income year such gain was recognized; [.]

1695 (vi) [any] Any interest on indebtedness incurred or continued to  
1696 purchase or carry obligations or securities the interest on which is  
1697 subject to tax under this chapter, but exempt from federal income tax, to  
1698 the extent that such interest on indebtedness is not deductible in  
1699 determining federal taxable income prior to deductions relating to  
1700 distributions to beneficiaries; [.]

1701 (vii) [ordinary] Ordinary and necessary expenses paid or incurred  
1702 during the taxable year for the production or collection of income  
1703 [which] that is subject to taxation under this chapter, but exempt from  
1704 federal income tax, or the management, conservation or maintenance of  
1705 property held for the production of such income, and the amortizable  
1706 bond premium for the taxable year on any bond the interest on which is  
1707 subject to tax under this chapter, but exempt from federal income tax, to  
1708 the extent that such expenses and premiums are not deductible in  
1709 determining federal taxable income prior to deductions relating to  
1710 distributions to beneficiaries; [.] and

1711 (viii) [the] The amount of any refund or credit for overpayment of  
1712 income taxes imposed by this state, to the extent properly includable in  
1713 gross income for federal income tax purposes for the taxable year and to  
1714 the extent deductible in determining federal taxable income prior to  
1715 deductions relating to distributions to beneficiaries for the preceding  
1716 taxable year.

1717 Sec. 33. Subdivisions (24) to (31), inclusive, of subsection (a) of section  
1718 12-701 of the 2022 supplement to the general statutes are repealed and  
1719 the following is substituted in lieu thereof (*Effective October 1, 2022*):

1720 (24) "Adjusted federal tentative minimum tax" of an individual  
1721 means such individual's federal tentative minimum tax or, in the case of  
1722 an individual whose Connecticut adjusted gross income includes  
1723 modifications described in subparagraph (A)(i), (A)(ii), (A)(v), (A)(vi),  
1724 (A)(vii) or (A)(viii) of subdivision (20) of this subsection [(a) of this

1725 section] or subparagraph (B)(i), (B)(ii), (B)(v), (B)(vi), (B)(vii), (B)(viii),  
1726 (B)(ix), (B)(x), (B)(xiii) or (B)(xv) of subdivision (20) of this subsection,  
1727 [(a) of this section,] the amount that would have been the federal  
1728 tentative minimum tax if such tax were calculated by including, to the  
1729 extent not includable in federal alternative minimum taxable income,  
1730 the modifications described in subparagraph (A)(i), (A)(ii), (A)(v),  
1731 (A)(vi), (A)(vii) or (A)(viii) of subdivision (20) of this subsection, [(a) of  
1732 this section,] by excluding, to the extent includable in federal alternative  
1733 minimum taxable income, the modifications described in subparagraph  
1734 (B)(i), (B)(ii), (B)(v), (B)(vi), (B)(vii), (B)(viii), (B)(ix), (B)(x), (B)(xiii) or  
1735 (B)(xv) of subdivision (20) of this subsection, [(a) of this section,] and by  
1736 excluding, to the extent includable in federal alternative minimum  
1737 taxable income, the amount of any interest income or exempt-interest  
1738 dividends, as defined in Section 852(b)(5) of the Internal Revenue Code,  
1739 from obligations that are issued by or on behalf of the state of  
1740 Connecticut, any political subdivision thereof, or public  
1741 instrumentality, state or local authority, district, or similar public entity  
1742 that is created under the laws of the state of Connecticut, or from  
1743 obligations that are issued by or on behalf of any territory or possession  
1744 of the United States, any political subdivision of such territory or  
1745 possession, or public instrumentality, authority, district or similar  
1746 public entity of such territory or possession, the income with respect to  
1747 which taxation by any state is prohibited by federal law. If such  
1748 individual is a beneficiary of a trust or estate, then, in calculating his or  
1749 her federal tentative minimum tax, his or her federal alternative taxable  
1750 income shall be increased or decreased, as the case may be, by the net  
1751 amount of such individual's proportionate share of the Connecticut  
1752 fiduciary adjustment relating to modifications that are described in, to  
1753 the extent not includable in federal alternative minimum taxable  
1754 income, subparagraph (A)(i), (A)(ii), (A)(v), (A)(vi), (A)(vii) or (A)(viii)  
1755 of subdivision (20) of this subsection [(a) of this section,] or, to the extent  
1756 includable in federal alternative minimum taxable income,  
1757 subparagraph (B)(i), (B)(ii), (B)(v), (B)(vi), (B)(vii), (B)(viii), (B)(ix), (B)(x),  
1758 (B)(xiii) or (B)(xv) of subdivision (20) of this subsection. [(a) of this  
1759 section.]

1760 (25) "Net Connecticut minimum tax" means the amount by which the  
1761 Connecticut minimum tax exceeds the income tax imposed under  
1762 section 12-700.

1763 (26) (A) "Connecticut minimum tax" of an individual means the lesser  
1764 of (i) nineteen per cent of the adjusted federal tentative minimum tax, as  
1765 defined in subdivision (24) of this subsection, [(a) of this section,] or (ii)  
1766 five and one-half per cent of the adjusted federal alternative minimum  
1767 taxable income, as defined in subdivision (30) of this subsection. (B)  
1768 "Connecticut minimum tax" of a trust or estate means the lesser of (i)  
1769 nineteen per cent of the adjusted federal tentative minimum tax, as  
1770 defined in subdivision (28) of this subsection, or (ii) five and one-half  
1771 per cent of the adjusted federal alternative minimum taxable income, as  
1772 defined in subdivision (31) of this subsection.

1773 (27) "Adjusted net Connecticut minimum tax" means (A) if the  
1774 Connecticut minimum tax is calculated under subparagraph (A)(i) or  
1775 (B)(i), as the case may be, of subdivision (26) of this subsection, the  
1776 excess, if any, of (i) the net Connecticut minimum tax, less the credit  
1777 allowed under subsection (e) of section 12-700a, over (ii) the amount that  
1778 would have been the net Connecticut minimum tax provided the  
1779 adjustments and items of preference specified in Section 53(d) of the  
1780 Internal Revenue Code had been used in determining the net  
1781 Connecticut minimum tax, less the credit that would have been allowed  
1782 under subsection (e) of section 12-700a for a similar tax determined by  
1783 using only the adjustments and items of preference specified in Section  
1784 53(d) of the Internal Revenue Code, or (B) if the Connecticut minimum  
1785 tax is calculated under subparagraph (A)(ii) or (B)(ii), as the case may  
1786 be, of subdivision (26) of this subsection, then the product of the excess  
1787 that is described in subparagraph (A) of this subdivision and that is  
1788 determined without regard to said subparagraph (A)(ii) or (B)(ii), as the  
1789 case may be, of subdivision (26) of this subsection, multiplied by a  
1790 fraction, the numerator of which is the net Connecticut minimum tax, as  
1791 if the Connecticut minimum tax were calculated under said  
1792 subparagraph (A)(ii) or (B)(ii), as the case may be, of subdivision (26) of  
1793 this subsection and the denominator of which is the net Connecticut



1794 minimum tax, as if the Connecticut minimum tax were calculated under  
1795 said subparagraph (A)(i) or (B)(i), as the case may be, of subdivision (26)  
1796 of this subsection.

1797 (28) "Adjusted federal tentative minimum tax" of a trust or estate  
1798 means its federal tentative minimum tax or, in the case of a trust or estate  
1799 whose Connecticut taxable income includes modifications described in  
1800 subparagraph (A)(i), (A)(ii), (A)(iv), (A)(v), (A)(vi) or (A)(vii) of  
1801 subdivision (10) of this subsection [(a) of this section] or subparagraph  
1802 (B)(i), (B)(ii), (B)(iii), (B)(iv), (B)(v), (B)(vi) or (B)(vii) of subdivision (10)  
1803 of this subsection, [(a) of this section,] the amount that would have been  
1804 the federal tentative minimum tax if such tax were calculated by  
1805 including, to the extent not includable in federal alternative minimum  
1806 taxable income, the modifications described in subparagraph (A)(i),  
1807 (A)(ii), (A)(iv), (A)(v), (A)(vi) or (A)(vii) of subdivision (10) of this  
1808 subsection, [(a) of this section,] by excluding, to the extent includable in  
1809 federal alternative minimum taxable income, the modifications  
1810 described in subparagraph (B)(i), (B)(ii), (B)(iii), (B)(iv), (B)(v), (B)(vi) or  
1811 (B)(vii) of subdivision (10) of this subsection, [(a) of this section,] and by  
1812 excluding, to the extent includable in federal alternative minimum  
1813 taxable income, the amount of any interest income or exempt-interest  
1814 dividends, as defined in Section 852(b)(5) of the Internal Revenue Code,  
1815 from obligations that are issued by or on behalf of the state of  
1816 Connecticut, any political subdivision thereof, or public  
1817 instrumentality, state or local authority, district, or similar public entity  
1818 that is created under the laws of the state of Connecticut, or from  
1819 obligations that are issued by or on behalf of any territory or possession  
1820 of the United States, any political subdivision of such territory or  
1821 possession, or public instrumentality, authority, district or similar  
1822 public entity of such territory or possession, the income with respect to  
1823 which taxation by any state is prohibited by federal law. If such trust or  
1824 estate is itself a beneficiary of a trust or estate, then, for purposes of  
1825 calculating its adjusted federal alternative minimum tax, its federal  
1826 alternative minimum taxable income shall also be increased or  
1827 decreased, as the case may be, by the net amount of such trust or estate's  
1828 proportionate share of the Connecticut fiduciary adjustment relating to

1829 modifications that are described, to the extent not includable in federal  
1830 alternative minimum taxable income, in subparagraph (A)(i), (A)(ii),  
1831 (A)(iv), (A)(v), (A)(vi) or (A)(vii) of subdivision (10) of this subsection  
1832 [(a) of this section] or, to the extent includable in federal alternative  
1833 minimum taxable income, subparagraph (B)(i), (B)(ii), (B)(iii), (B)(iv),  
1834 (B)(v), (B)(vi) or (B)(vii) of subdivision (10) of this subsection. [(a) of this  
1835 section.]

1836 (29) "Federal alternative minimum taxable income" means alternative  
1837 minimum taxable income, as defined in Section 55(b)(2) of the Internal  
1838 Revenue Code.

1839 (30) "Adjusted federal alternative minimum taxable income" of an  
1840 individual means his or her federal alternative minimum taxable  
1841 income or, in the case of an individual whose Connecticut adjusted  
1842 gross income includes modifications described in subparagraph (A)(i),  
1843 (A)(ii), (A)(v), (A)(vi), (A)(vii) or (A)(viii) of subdivision (20) of this  
1844 subsection [(a) of this section] or subparagraph (B)(i), (B)(ii), (B)(v),  
1845 (B)(vi), (B)(vii), (B)(viii), (B)(ix), (B)(x), (B)(xiii) or (B)(xv) of subdivision  
1846 (20) of this subsection, [(a) of this section,] the amount that would have  
1847 been the federal alternative minimum taxable income if such amount  
1848 were calculated by including, to the extent not includable in federal  
1849 alternative minimum taxable income, the modifications described in  
1850 subparagraph (A)(i), (A)(ii), (A)(v), (A)(vi), (A)(vii) or (A)(viii) of  
1851 subdivision (20) of this subsection, [(a) of this section,] by excluding, to  
1852 the extent includable in federal alternative minimum taxable income,  
1853 the modifications described in subparagraph (B)(i), (B)(ii), (B)(v), (B)(vi),  
1854 (B)(vii), (B)(viii), (B)(ix), (B)(x), (B)(xiii) or (B)(xv) of subdivision (20) of  
1855 this subsection, [(a) of this section,] and by excluding, to the extent  
1856 includable in federal alternative minimum taxable income, the amount  
1857 of any interest income or exempt-interest dividends, as defined in  
1858 Section 852(b)(5) of the Internal Revenue Code, from obligations that are  
1859 issued by or on behalf of the state of Connecticut, any political  
1860 subdivision thereof, or public instrumentality, state or local authority,  
1861 district, or similar public entity that is created under the laws of the state  
1862 of Connecticut, or from obligations that are issued by or on behalf of any

1863 territory or possession of the United States, any political subdivision of  
1864 such territory or possession, or public instrumentality, authority,  
1865 district or similar public entity of such territory or possession, the  
1866 income with respect to which taxation by any state is prohibited by  
1867 federal law. If such individual is a beneficiary of a trust or estate, then,  
1868 for purposes of calculating his or her adjusted federal alternative  
1869 minimum taxable income, his or her federal alternative minimum  
1870 taxable income shall also be increased or decreased, as the case may be,  
1871 by the net amount of such individual's proportionate share of the  
1872 Connecticut fiduciary adjustment relating to modifications to the extent  
1873 not includable in federal alternative minimum taxable income, that are  
1874 described in subparagraph (A)(i), (A)(ii), (A)(v), (A)(vi), (A)(vii) or  
1875 (A)(viii) of subdivision (20) of this subsection [(a) of this section] or, to  
1876 the extent includable in federal alternative minimum taxable income,  
1877 subparagraph (B)(i), (B)(ii), (B)(v), (B)(vi), (B)(vii), (B)(viii), (B)(ix), (B)(x),  
1878 (B)(xiii) or (B)(xv) of subdivision (20) of this subsection. [(a) of this  
1879 section.]

1880 (31) "Adjusted federal alternative minimum taxable income" of a trust  
1881 or estate means its federal alternative minimum taxable income or, in  
1882 the case of a trust or estate whose Connecticut taxable income includes  
1883 modifications described in subparagraph (A)(i), (A)(ii), (A)(iv), (A)(v),  
1884 (A)(vi) or (A)(vii) of subdivision (10) of this subsection [(a) of this  
1885 section] or subparagraph (B)(i), (B)(ii), (B)(iii), (B)(iv), (B)(v), (B)(vi) or  
1886 (B)(vii) of subdivision (10) of this subsection, [(a) of this section,] the  
1887 amount that would have been the federal alternative minimum taxable  
1888 income if such amount were calculated by including, to the extent not  
1889 includable in federal alternative minimum taxable income, the  
1890 modifications described in subparagraph (A)(i), (A)(ii), (A)(iv), (A)(v),  
1891 (A)(vi) or (A)(vii) of subdivision (10) of this subsection, [(a) of this  
1892 section,] by excluding, to the extent includable in federal alternative  
1893 minimum taxable income, the modifications described in subparagraph  
1894 (B)(i), (B)(ii), (B)(iii), (B)(iv), (B)(v), (B)(vi) or (B)(vii) of subdivision (10)  
1895 of this subsection, [(a) of this section,] and by excluding, to the extent  
1896 includable in federal alternative minimum taxable income, the amount  
1897 of any interest income or exempt-interest dividends, as defined in

1898 Section 852(b)(5) of the Internal Revenue Code, from obligations that are  
1899 issued by or on behalf of the state of Connecticut, any political  
1900 subdivision thereof, or public instrumentality, state or local authority,  
1901 district, or similar public entity that is created under the laws of the state  
1902 of Connecticut, or from obligations that are issued by or on behalf of any  
1903 territory or possession of the United States, any political subdivision of  
1904 such territory or possession, or public instrumentality, authority,  
1905 district or similar public entity of such territory or possession, the  
1906 income with respect to which taxation by any state is prohibited by  
1907 federal law. If such trust or estate is itself a beneficiary of a trust or estate,  
1908 then, for purposes of calculating its adjusted federal alternative  
1909 minimum taxable income, its federal alternative minimum taxable  
1910 income shall also be increased or decreased, as the case may be, by the  
1911 net amount of such trust or estate's proportionate share of the  
1912 Connecticut fiduciary adjustment relating to modifications that are  
1913 described, to the extent not includable in federal alternative minimum  
1914 taxable income, in subparagraph (A)(i), (A)(ii), (A)(iv), (A)(v), (A)(vi) or  
1915 (A)(vii) of subdivision (10) of this subsection [(a) of this section,] or, to  
1916 the extent includable in federal alternative minimum taxable income,  
1917 subparagraph (B)(i), (B)(ii), (B)(iii), (B)(iv), (B)(v), (B)(vi) or (B)(vii) of  
1918 subdivision (10) of this subsection. [(a) of this section.]

1919 Sec. 34. Section 12-701a of the general statutes is repealed and the  
1920 following is substituted in lieu thereof (*Effective October 1, 2022*):

1921 The maximum [annual modification] amount that may be subtracted  
1922 under subparagraph (B)(xiii) of subdivision (20) of subsection (a) of  
1923 section 12-701 shall be equal to the amount of contributions to all  
1924 accounts established pursuant to any qualified state tuition program, as  
1925 defined in Section 529(b) of the Internal Revenue Code, established and  
1926 maintained by this state or any official, agency or instrumentality of the  
1927 state, but shall not exceed five thousand dollars for each individual  
1928 taxpayer, or ten thousand dollars for taxpayers filing a joint return. Any  
1929 amount of a contribution that is not subtracted by the taxpayer in the  
1930 year for which the contribution is made, on or after January 1, 2006, may  
1931 be carried forward as a subtraction from income for the succeeding five

1932 years; provided the amount subtracted shall not exceed the maximum  
1933 allowed in each subsequent taxable year.

1934 Sec. 35. Subdivision (5) of subsection (c) of section 12-717 of the  
1935 general statutes is repealed and the following is substituted in lieu  
1936 thereof (*Effective October 1, 2022*):

1937 (5) If a trust changes its status from resident to nonresident or from  
1938 nonresident to resident, the provisions of subdivisions (1) to (4),  
1939 inclusive, of this subsection shall apply, except that the term  
1940 "individual" shall be read as "trust", reference to "items of income, gain,  
1941 loss or deduction" shall mean the trust's share of such items determined  
1942 in accordance with the methods of allocation set forth in section 12-714,  
1943 reference to "gain" shall include any modification for includable gain  
1944 under [subsection] subdivision (9) of subsection (a) of section 12-701 and  
1945 federal adjusted gross income shall be determined as if the trust were  
1946 an individual.

1947 Sec. 36. Subsection (f) of section 12-18b of the 2022 supplement to the  
1948 general statutes is repealed and the following is substituted in lieu  
1949 thereof (*Effective October 1, 2022*):

1950 (f) For purposes of this section, any real property that is owned by  
1951 [the John Dempsey Hospital] The University of Connecticut Health  
1952 Center Finance Corporation established pursuant to the provisions of  
1953 sections 10a-250 to 10a-263, inclusive, or by one or more subsidiary  
1954 corporations established pursuant to subdivision (13) of section 10a-254  
1955 and that is free from taxation pursuant to the provisions of section 10a-  
1956 259 shall be deemed to be state-owned real property.

1957 Sec. 37. Subsection (c) of section 12-19a of the 2022 supplement to the  
1958 general statutes is repealed and the following is substituted in lieu  
1959 thereof (*Effective October 1, 2022*):

1960 (c) As used in this section "total tax levied" means the total real  
1961 property tax levy in such town for the fiscal year preceding the fiscal  
1962 year in which a grant in lieu of taxes under this section is made, reduced

1963 by the Secretary of the Office of Policy and Management in an amount  
1964 equal to all reimbursements certified as payable to such town by the  
1965 secretary for real property exemptions and credits on the taxable grand  
1966 list or rate bill of such town for the assessment year that corresponds to  
1967 that for which the assessed valuation of the state-owned land and  
1968 buildings has been provided. For purposes of this section and section  
1969 12-19b, any real property which is owned by [the John Dempsey  
1970 Hospital] The University of Connecticut Health Center Finance  
1971 Corporation established pursuant to the provisions of sections 10a-250  
1972 to 10a-263, inclusive, or by one or more subsidiary corporations  
1973 established pursuant to subdivision (13) of section 10a-254 and which is  
1974 free from taxation pursuant to the provisions of subdivision (13) of  
1975 section 10a-259 shall be deemed to be state-owned real property. As  
1976 used in this section and section 12-19b, "town" includes borough.

1977 Sec. 38. Section 3-20d of the general statutes is repealed and the  
1978 following is substituted in lieu thereof (*Effective October 1, 2022*):

1979 No state officer, employee, agency, board or commission, or any  
1980 agent thereof, shall incur, for any purpose, any obligation, by order,  
1981 contract, lease purchase, installment purchase or any other means,  
1982 which anticipates that any gain therefrom or interest payable thereon by  
1983 the state or such officer, employee, agency, board or commission, or  
1984 agent thereof, shall be excludable from the taxable income of the  
1985 recipient of such payments for the purposes of federal or state income  
1986 taxation unless, prior to the execution of any such obligation by or on  
1987 behalf of the state or such officer, employee, agency, board, commission  
1988 or agent, (1) such officer, employee, agency, board or commission, or the  
1989 agent thereof, has filed with the Treasurer, and the Treasurer has  
1990 approved, documents relating to the transaction which support the  
1991 availability of such tax exclusion and which set forth such monitoring  
1992 procedures as may be necessary to ensure compliance with any  
1993 requirements of the Internal Revenue Code of 1986, as from time to time  
1994 amended, or any subsequent corresponding internal revenue code of  
1995 the United States, related to the tax-exempt status of such obligation,  
1996 and (2) such obligation contains a certificate from the Treasurer to the

1997 effect that the documents required to be filed with and approved by the  
1998 Treasurer pursuant to this section have been so filed and approved and  
1999 that any monitoring procedures which may be necessary to ensure  
2000 compliance with any requirements of the Internal Revenue Code of  
2001 1986, as from time to time amended, or any subsequent corresponding  
2002 internal revenue code of the United States, related to the tax-exempt  
2003 status of such obligation, have been implemented. Any such obligation  
2004 which does not contain such a certificate shall not be considered an  
2005 obligation of the state of Connecticut or of any officer, employee,  
2006 agency, board or commission thereof, or any agent thereof, for any  
2007 purpose relating to the exclusion of such obligation, or any gain  
2008 therefrom or interest thereon, from the taxable income of the recipient  
2009 for the purposes of federal or state income taxation. For the purposes of  
2010 this section, "state officer, employee, agency, board or commission, or  
2011 any agent thereof", shall include [the John Dempsey Hospital] The  
2012 University of Connecticut Health Center Finance Corporation or any  
2013 similar organization.

2014 Sec. 39. Subsection (c) of section 4-28f of the general statutes is  
2015 repealed and the following is substituted in lieu thereof (*Effective October*  
2016 *1, 2022*):

2017 (c) The trust fund shall be administered by a board of trustees, except  
2018 that the board shall suspend its operations from July 1, 2003, to June 30,  
2019 2005, inclusive. The board shall consist of seventeen trustees. The  
2020 appointment of the initial trustees shall be as follows: (1) The Governor  
2021 shall appoint four trustees, one of whom shall serve for a term of one  
2022 year from July 1, 2000, two of whom shall serve for a term of two years  
2023 from July 1, 2000, and one of whom shall serve for a term of three years  
2024 from July 1, 2000; (2) the speaker of the House of Representatives and  
2025 the president pro tempore of the Senate each shall appoint two trustees,  
2026 one of whom shall serve for a term of two years from July 1, 2000, and  
2027 one of whom shall serve for a term of three years from July 1, 2000; (3)  
2028 the majority leader of the House of Representatives and the majority  
2029 leader of the Senate each shall appoint two trustees, one of whom shall  
2030 serve for a term of one year from July 1, 2000, and one of whom shall

2031 serve for a term of three years from July 1, 2000; (4) the minority leader  
2032 of the House of Representatives and the minority leader of the Senate  
2033 each shall appoint two trustees, one of whom shall serve for a term of  
2034 one year from July 1, 2000, and one of whom shall serve for a term of  
2035 two years from July 1, 2000; and (5) the Secretary of the Office of Policy  
2036 and Management, or the secretary's designee, shall serve as an ex-officio  
2037 voting member. Following the expiration of such initial terms,  
2038 subsequent trustees shall serve for a term of three years. The period of  
2039 suspension of the board's operations from July 1, 2003, to June 30, 2005,  
2040 inclusive, shall not be included in the term of any trustee serving on July  
2041 1, 2003. The trustees shall serve without compensation except for  
2042 reimbursement for necessary expenses incurred in performing their  
2043 duties. The board of trustees shall establish rules of procedure for the  
2044 conduct of its business which shall include, but not be limited to,  
2045 criteria, processes and procedures to be used in selecting programs to  
2046 receive money from the trust fund. The trust fund shall be within the  
2047 Office of Policy and Management for administrative purposes only. The  
2048 board of trustees shall, not later than January first of each year, except  
2049 following a fiscal year in which the trust fund does not receive a deposit  
2050 from the Tobacco Settlement Fund, [shall] submit a report of its activities  
2051 and accomplishments to the joint standing committees of the General  
2052 Assembly having cognizance of matters relating to public health and  
2053 appropriations and the budgets of state agencies, in accordance with  
2054 section 11-4a.

2055 Sec. 40. Subsections (b) and (c) of section 4-66k of the 2022  
2056 supplement to the general statutes are repealed and the following is  
2057 substituted in lieu thereof (*Effective October 1, 2022*):

2058 (b) For the fiscal year ending June 30, 2014, funds from the regional  
2059 planning incentive account shall be distributed to each regional  
2060 planning organization, as defined in section 4-124i of the general  
2061 statutes, revision of 1958, revised to January 1, 2013, in the amount of  
2062 one hundred twenty-five thousand dollars. Any regional council of  
2063 governments that is comprised of any two or more regional planning  
2064 organizations that voluntarily consolidate on or before December 31,



2065 2013, shall receive an additional payment in an amount equal to the  
2066 amount the regional planning organizations would have received if  
2067 such regional planning organizations had not voluntarily consolidated.

2068 (c) For the fiscal years ending June 30, 2015, to June 30, 2021, inclusive,  
2069 funds from the regional planning incentive account shall be distributed  
2070 to each regional council of governments formed pursuant to section 4-  
2071 124j, in the amount of one hundred twenty-five thousand dollars plus  
2072 fifty cents per capita, using population information from the most recent  
2073 federal decennial census. Any regional council of governments that is  
2074 comprised of any two or more regional planning organizations, as  
2075 defined in section 4-124i of the general statutes, revision of 1958, revised  
2076 to January 1, 2013, that voluntarily consolidated on or before December  
2077 31, 2013, shall receive a payment in the amount of one hundred twenty-  
2078 five thousand dollars for each such regional planning organization that  
2079 voluntarily consolidated on or before said date.

2080 Sec. 41. Section 3-36c of the 2022 supplement to the general statutes is  
2081 repealed and the following is substituted in lieu thereof (*Effective October*  
2082 *1, 2022*):

2083 The Treasurer, on behalf of the trust and for purposes of the trust,  
2084 may:

2085 (1) Receive and invest moneys in the trust in any instruments,  
2086 obligations, securities or property in accordance with section 3-36d;

2087 (2) Enter into one or more contractual agreements, including  
2088 contracts for legal, actuarial, accounting, custodial, advisory,  
2089 management, administrative, advertising, marketing and consulting  
2090 services for the trust and pay for such services from the assets of the  
2091 trust;

2092 (3) Procure insurance in connection with the trust's property, assets,  
2093 activities or deposits to the trust;

2094 (4) Apply for, accept and expend gifts, grants or donations from  
2095 public or private sources to enable the trust to carry out its objectives;

2096 (5) Adopt regulations in accordance with chapter 54 for purposes of  
2097 [public act 21-111] sections 3-36b to 3-36i, inclusive;

2098 (6) Sue and be sued;

2099 (7) Establish one or more funds within the trust; and

2100 (8) Take any other action necessary to carry out the purposes of  
2101 [public act 21-111] sections 3-36b to 3-36i, inclusive, and incidental to the  
2102 duties imposed on the Treasurer pursuant to [public act 21-111] said  
2103 sections.

2104 Sec. 42. Subdivision (1) of subsection (a) of section 31-225a of the 2022  
2105 supplement to the general statutes is repealed and the following is  
2106 substituted in lieu thereof (*Effective October 1, 2022*):

2107 (1) "Qualified employer" means each employer subject to this chapter  
2108 whose experience record has been chargeable with benefits for at least  
2109 one full experience year, with the exception of employers subject to a  
2110 flat entry rate of contributions as provided under subsection [(e)] (d) of  
2111 this section, employers subject to the maximum contribution rate under  
2112 subsection (c) of section 31-273, and reimbursing employers;

2113 Sec. 43. Subsection (h) of section 38a-88a of the 2022 supplement to  
2114 the general statutes is repealed and the following is substituted in lieu  
2115 thereof (*Effective October 1, 2022*):

2116 (h) No taxpayer shall be eligible for a credit under this section and  
2117 [either] section 12-217e [or section 12-217m] for the same investment. No  
2118 two taxpayers shall be eligible for any tax credit with respect to the same  
2119 investment, employee or facility.

2120 Sec. 44. (*Effective from passage*) Section 465 of public act 21-2 of the June  
2121 special session shall take effect July 1, 2023, and shall be applicable to  
2122 calendar quarters commencing on or after July 1, 2023.

|   |
|---|
| This act shall take effect as follows and shall amend the following sections: |
|---|

|           |                 |                       |
|-----------|-----------------|-----------------------|
| Section 1 | October 1, 2022 | 12-35(a)              |
| Sec. 2    | October 1, 2022 | 12-40                 |
| Sec. 3    | October 1, 2022 | 12-43                 |
| Sec. 4    | October 1, 2022 | 12-44                 |
| Sec. 5    | October 1, 2022 | 12-54                 |
| Sec. 6    | October 1, 2022 | 12-57a(b)             |
| Sec. 7    | October 1, 2022 | 12-111(a)             |
| Sec. 8    | October 1, 2022 | 12-120a(4)            |
| Sec. 9    | October 1, 2022 | 12-121f(a)            |
| Sec. 10   | October 1, 2022 | 12-170aa              |
| Sec. 11   | October 1, 2022 | 12-208(a)             |
| Sec. 12   | October 1, 2022 | 12-214(b)             |
| Sec. 13   | October 1, 2022 | 12-219(b)             |
| Sec. 14   | October 1, 2022 | 12-217(a)(3)          |
| Sec. 15   | October 1, 2022 | 12-391(c)             |
| Sec. 16   | October 1, 2022 | 12-392(b)(3)(J)       |
| Sec. 17   | October 1, 2022 | 12-643                |
| Sec. 18   | October 1, 2022 | 12-408h(b)            |
| Sec. 19   | October 1, 2022 | 12-410                |
| Sec. 20   | October 1, 2022 | 12-414(c)             |
| Sec. 21   | October 1, 2022 | 12-433                |
| Sec. 22   | October 1, 2022 | 12-438                |
| Sec. 23   | October 1, 2022 | 12-458(c)             |
| Sec. 24   | October 1, 2022 | 12-587                |
| Sec. 25   | October 1, 2022 | 12-587a(a)            |
| Sec. 26   | October 1, 2022 | 12-631                |
| Sec. 27   | October 1, 2022 | 12-632(a)(1)          |
| Sec. 28   | October 1, 2022 | 12-632(c)             |
| Sec. 29   | October 1, 2022 | 12-632(f)             |
| Sec. 30   | October 1, 2022 | 17b-738               |
| Sec. 31   | October 1, 2022 | 12-699a(b)(1)         |
| Sec. 32   | October 1, 2022 | 12-701(a)(10)         |
| Sec. 33   | October 1, 2022 | 12-701(a)(24) to (31) |
| Sec. 34   | October 1, 2022 | 12-701a               |
| Sec. 35   | October 1, 2022 | 12-717(c)(5)          |
| Sec. 36   | October 1, 2022 | 12-18b(f)             |
| Sec. 37   | October 1, 2022 | 12-19a(c)             |
| Sec. 38   | October 1, 2022 | 3-20d                 |
| Sec. 39   | October 1, 2022 | 4-28f(c)              |
| Sec. 40   | October 1, 2022 | 4-66k(b) and (c)      |
| Sec. 41   | October 1, 2022 | 3-36c                 |

---

|         |                        |               |
|---------|------------------------|---------------|
| Sec. 42 | <i>October 1, 2022</i> | 31-225a(a)(1) |
| Sec. 43 | <i>October 1, 2022</i> | 38a-88a(h)    |
| Sec. 44 | <i>from passage</i>    | New section   |

**FIN**      *Joint Favorable Subst.*

---

*The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.*

---

**OFA Fiscal Note**

**State Impact:** None

**Municipal Impact:** None

**Explanation**

The bill, which makes a number of minor, technical, and clarifying changes to tax-related statutes, does not result in any fiscal impact to the state or municipalities.

**The Out Years**

**State Impact:** None

**Municipal Impact:** None

**OLR Bill Analysis****sHB 5475*****AN ACT CONCERNING THE LEGISLATIVE COMMISSIONERS' RECOMMENDATIONS FOR MINOR AND TECHNICAL REVISIONS TO THE TAX AND RELATED STATUTES.*****SUMMARY**

This bill makes numerous minor and technical changes in state tax and other related statutes. Among its changes, the bill does the following:

1. corrects statutory references to personal property declarations required under CGS § 12-41 (§§ 2 & 4-9),
2. eliminates obsolete provisions (§§ 12-13 & 24),
3. reestablishes definitions of “federal basic exclusion amount” for purposes of the estate and gift tax laws and corrects a reference to the taxable threshold for filing estate tax returns (§§ 15-17), and
4. makes a technical correction to the effective date of a provision in the FY 22-23 budget implementer act authorizing ambulatory surgical centers (ASCs) to file written refund claims (§ 44).

EFFECTIVE DATE: October 1, 2022, except the ASC filing effective date correction takes effect upon passage.

**TECHNICAL CORRECTIONS TO THE ESTATE AND GIFT TAX LAWS**

The bill (1) reestablishes definitions of “federal basic exclusion amount” for purposes of the estate and gift tax laws and (2) corrects a reference to the taxable threshold for filing estate tax returns with the revenue services commissioner.

Under the bill, the “federal basic exclusion amount” for the estate tax

is the dollar amount published annually by the Internal Revenue Service (IRS) at which a decedent would be required to file a federal estate tax return based on the value of his or her gross estate and federal taxable gifts. For the gift tax, it is the IRS-published dollar amount over which a donor would owe federal gift tax based on the value of the donor's federally taxable gifts. The same definitions applied under prior law (before PAs 18-49 and -81).

**BACKGROUND**

***Related Bill***

HB 5473 (§§ 17-19) and sSB 441 (§ 2), favorably reported by the Finance, Revenue and Bonding Committee, include the same corrections to the estate and gift tax laws and ASC filing effective date provision, respectively.

**COMMITTEE ACTION**

Finance, Revenue and Bonding Committee

Joint Favorable Substitute

Yea 51 Nay 0 (04/06/2022)