

Finance, Revenue and Bonding Committee

JOINT FAVORABLE REPORT

Bill No.: HB-7240

AN ACT ESTABLISHING A CREDIT AGAINST THE PERSONAL INCOME TAX

Title: FOR OWNERS OF FAMILY CHILD CARE HOMES.

Vote Date: 4/24/2025

Vote Action: Joint Favorable Substitute

PH Date: 3/24/2025

File No.: 864

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SPONSORS OF BILL:

Finance, Revenue, & Bonding Committee

REASONS FOR BILL:

The purpose of this bill is to introduce a tax credit that aims to support owners of family childcare homes. Such facilities have a crucial role in the early education of children and by providing such a tax credit to these homes that provide childcare, it hopes to alleviate possible financial burdens and more available childcare options for families throughout the state.

RESPONSE FROM ADMINISTRATION/AGENCY:

Jeffery Beckham, Secretary Office of Policy and Management

Secretary Beckham submits testimony in opposition of H.B 7240 stating the bill establishes a \$500 tax credit against personal income for owners of licensed family childcare home. He goes on to share how these family childcare homes are licensed by the Office of Early Childhood (OEC) and currently there are 1,791 licensed active family childcare home with an annual revenue loss of \$0.9 million. The Connecticut General Statute provides one license per resident, and they are non-transferable as well as limited to an applicant resident.

NATURE AND SOURCES OF SUPPORT:

None Expressed.

NATURE AND SOURCES OF OPPOSITION:

Alysha Gardner, Senior Policy Analyst, Partnership for Strong Communities,

Request that the committee consider additional policy questions in drafting HB 7240 AN ACT ESTABLISHING A CREDIT AGAINST THE PERSONAL INCOME TAX FOR OWNERS OF FAMILY CHILDCARE HOMES.

Reported by: Jean Holloway

Date: 5/11/25