



General Assembly

Substitute Bill No. 428

February Session, 2006

* SB00428INS 030906 *

AN ACT ESTABLISHING A TAX CREDIT FOR SMALL EMPLOYERS WHO PROVIDE HEALTH INSURANCE FOR THEIR EMPLOYEES.

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

1 Section 1. (NEW) (*Effective July 1, 2006, and applicable to income years*
2 *commencing on or after January 1, 2006*) There shall be allowed as a
3 credit against the tax imposed pursuant to chapter 208 of the general
4 statutes in any income year on a small employer, as defined in section
5 38a-564 of the 2006 supplement to the general statutes, an amount
6 equal to the amount paid by such small employer for health insurance
7 for its employees in the income year, provided such small employer
8 has provided health insurance for its employees for a period of three
9 consecutive years. Such credit shall be allowed upon the purchase of
10 any special health care plan, as defined in section 38a-564 of the 2006
11 supplement to the general statutes, small employer health care health
12 plan, as defined in said section 38a-564, high deductible health plan, as
13 that term is used in subsection (f) of section 38a-520 of the general
14 statutes, or any health insurance procured pursuant to section 5-259 of
15 the general statutes.

16 Sec. 2. (NEW) (*Effective July 1, 2006, and applicable to income years*
17 *commencing on or after January 1, 2006*) There shall be allowed as a
18 credit against the tax imposed pursuant to chapter 229 of the general
19 statutes in any income year on a small employer, as defined in section

20 38a-564 of the 2006 supplement to the general statutes, an amount
21 equal to the amount paid by such small employer for health insurance
22 for its employees in the income year, provided such small employer
23 has provided health insurance for its employees for a period of three
24 consecutive years. Such credit shall be allowed upon the purchase of
25 any special health care plan, as defined in section 38a-564 of the 2006
26 supplement to the general statutes, small employer health care health
27 plan, as defined in said section 38a-564, high deductible health plan, as
28 that term is used in subsection (f) of section 38a-520 of the general
29 statutes, or any health insurance procured pursuant to section 5-259 of
30 the general statutes.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2006, and applicable to income years commencing on or after January 1, 2006</i>	New section
Sec. 2	<i>July 1, 2006, and applicable to income years commencing on or after January 1, 2006</i>	New section

Statement of Legislative Commissioners:

The language in the first sentence in sections 1 and 2 was restated for consistency with the general statutes.

INS *Joint Favorable Subst.*