



General Assembly

Amendment

February Session, 2006

LCO No. 5291

HB0584505291SR0

Offered by:
SEN. FREEDMAN, 26th Dist.

To: House Bill No. 5845

File No.

Cal. No.

"AN ACT REQUIRING A STUDY OF BUDGETED STATE AGENCIES WITH RESPECT TO THE EXPENDITURES AND REVENUES OF SUCH AGENCIES."

1 After the last section, add the following and renumber sections and
2 internal references accordingly:

3 "Sec. 501. Subsection (a) of section 12-642 of the 2006 supplement to
4 the general statutes is repealed and the following is substituted in lieu
5 thereof (*Effective from passage and applicable to calendar years commencing*
6 *on or after January 1, 2006*):

7 (a) (1) With respect to calendar years commencing prior to January
8 1, 2001, the tax imposed by section 12-640 for the calendar year shall be
9 at a rate of the taxable gifts made by the donor during the calendar
10 year set forth in the following schedule:

T1	Amount of Taxable Gifts	Rate of Tax
T2	Not over \$25,000	1%
T3	Over \$25,000	\$250, plus 2% of the excess
T4	but not over \$50,000	over \$25,000

T5	Over \$50,000	\$750, plus 3% of the excess
T6	but not over \$75,000	over \$50,000
T7	Over \$75,000	\$1,500, plus 4% of the excess
T8	but not over \$100,000	over \$75,000
T9	Over \$100,000	\$2,500, plus 5% of the excess
T10	but not over \$200,000	over \$100,000
T11	Over \$200,000	\$7,500, plus 6% of the excess
T12		over \$200,000

11 (2) With respect to the calendar years commencing January 1, 2001,
 12 January 1, 2002, January 1, 2003, and January 1, 2004, the tax imposed
 13 by section 12-640 for each such calendar year shall be at a rate of the
 14 taxable gifts made by the donor during the calendar year set forth in
 15 the following schedule:

T13	Amount of Taxable Gifts	Rate of Tax
T14	Over \$25,000	\$250, plus 2% of the excess
T15	but not over \$50,000	over \$25,000
T16	Over \$50,000	\$750, plus 3% of the excess
T17	but not over \$75,000	over \$50,000
T18	Over \$75,000	\$1,500, plus 4% of the excess
T19	but not over \$100,000	over \$75,000
T20	Over \$100,000	\$2,500, plus 5% of the excess
T21	but not over \$675,000	over \$100,000
T22	Over \$675,000	\$31,250, plus 6% of the excess
T23		over \$675,000

16 (3) (A) With respect to Connecticut taxable gifts, as defined in
 17 section 12-643, as amended, made by a donor during [a] the calendar
 18 year commencing [on or after] January 1, 2005, [including the
 19 aggregate amount of all Connecticut taxable gifts made by the donor
 20 during all calendar years commencing on or after January 1, 2005,] the
 21 tax imposed by section 12-640 for the calendar year shall be at the rate
 22 set forth in the following schedule, with a credit allowed against such

23 tax for any tax previously paid to this state pursuant to this
 24 subdivision:

T24	Amount of Taxable Gifts	Rate of Tax
T25	Not over \$2,000,000	None
T26	Over \$2,000,000	
T27	but not over \$2,100,000	5.085% of the excess over \$0
T28	Over \$2,100,000	\$106,800 plus 8% of the excess
T29	but not over \$2,600,000	over \$2,100,000
T30	Over \$2,600,000	\$146,800 plus 8.8% of the excess
T31	but not over \$3,100,000	over \$2,600,000
T32	Over \$3,100,000	\$190,800 plus 9.6% of the excess
T33	but not over \$3,600,000	over \$3,100,000
T34	Over \$3,600,000	\$238,800 plus 10.4% of the excess
T35	but not over \$4,100,000	over \$3,600,000
T36	Over \$4,100,000	\$290,800 plus 11.2% of the excess
T37	but not over \$5,100,000	over \$4,100,000
T38	Over \$5,100,000	\$402,800 plus 12% of the excess
T39	but not over \$6,100,000	over \$5,100,000
T40	Over \$6,100,000	\$522,800 plus 12.8% of the excess
T41	but not over \$7,100,000	over \$6,100,000
T42	Over \$7,100,000	\$650,800 plus 13.6% of the excess
T43	but not over \$8,100,000	over \$7,100,000
T44	Over \$8,100,000	\$786,800 plus 14.4% of the excess
T45	but not over \$9,100,000	over \$8,100,000
T46	Over \$9,100,000	\$930,800 plus 15.2% of the excess
T47	but not over \$10,100,000	over \$9,100,000
T48	Over \$10,100,000	\$1,082,800 plus 16% of the excess
T49		over \$10,100,000

25 (B) With respect to Connecticut taxable gifts, as defined in section
 26 12-643, as amended, made by a donor during the calendar year
 27 commencing on or after January 1, 2006, including the aggregate
 28 amount of all Connecticut taxable gifts made by the donor during the
 29 calendar year commencing January 1, 2005, the tax imposed by section
 30 12-640 for the calendar year shall be at the rate set forth in the
 31 following schedule, with a credit allowed against such tax for any tax
 32 previously paid to this state pursuant to this subdivision:

T50	<u>Amount of Taxable Gifts</u>	<u>Rate of Tax</u>
T51	<u>Not over \$2,000,000</u>	<u>None</u>
T52	<u>Over \$2,000,000</u>	<u>5.085% of the excess</u>
T53	<u>but not over \$2,100,000</u>	<u>over \$2,000,000</u>
T54	<u>Over \$2,100,000</u>	<u>\$5,085 plus 8% of the excess</u>
T55	<u>but not over \$2,600,000</u>	<u>over \$2,100,000</u>
T56	<u>Over \$2,600,000</u>	<u>\$45,085 plus 8.8% of the excess</u>
T57	<u>but not over \$3,100,000</u>	<u>over \$2,600,000</u>
T58	<u>Over \$3,100,000</u>	<u>\$89,085 plus 9.6% of the excess</u>
T59	<u>but not over \$3,600,000</u>	<u>over \$3,100,000</u>
T60	<u>Over \$3,600,000</u>	<u>\$137,085 plus 10.4% of the excess</u>
T61	<u>but not over \$4,100,000</u>	<u>over \$3,600,000</u>
T62	<u>Over \$4,100,000</u>	<u>\$189,085 plus 11.2% of the excess</u>
T63	<u>but not over \$5,100,000</u>	<u>over \$4,100,000</u>
T64	<u>Over \$5,100,000</u>	<u>\$245,085 plus 12% of the excess</u>
T65	<u>but not over \$6,100,000</u>	<u>over \$5,100,000</u>
T66	<u>Over \$6,100,000</u>	<u>\$365,085 plus 12.8% of the excess</u>
T67	<u>but not over \$7,100,000</u>	<u>over \$6,100,000</u>
T68	<u>Over \$7,100,000</u>	<u>\$493,085 plus 13.6% of the excess</u>
T69	<u>but not over \$8,100,000</u>	<u>over \$7,100,000</u>
T70	<u>Over \$8,100,000</u>	<u>\$629,085 plus 14.4% of the excess</u>
T71	<u>but not over \$9,100,000</u>	<u>over \$8,100,000</u>

T72	<u>Over \$9,100,000</u>	<u>\$773,085 plus 15.2% of the excess</u>
T73	<u>but not over \$10,100,000</u>	<u>over \$9,100,000</u>
T74	<u>Over \$10,100,000</u>	<u>\$925,085 plus 16% of the excess</u>
T75		<u>over \$10,100,000</u>

33 Sec. 502. Subsection (g) of section 12-391 of the 2006 supplement to
 34 the general statutes is repealed and the following is substituted in lieu
 35 thereof (*Effective from passage and applicable to estates of decedents dying on*
 36 *or after January 1, 2005*):

37 (g) (1) With respect to the estates of decedents dying [on or after
 38 January 1, 2005] during 2005, the tax based on the Connecticut taxable
 39 estate shall be as provided in the following schedule:

T76	Amount of Connecticut	
T77	Taxable Estate	Rate of Tax
T78	Not over \$2,000,000	None
T79	Over \$2,000,000	
T80	but not over \$2,100,000	5.085% of the excess over \$0
T81	Over \$2,100,000	\$106,800 plus 8% of the excess
T82	but not over \$2,600,000	over \$2,100,000
T83	Over \$2,600,000	\$146,800 plus 8.8% of the excess
T84	but not over \$3,100,000	over \$2,600,000
T85	Over \$3,100,000	\$190,800 plus 9.6% of the excess
T86	but not over \$3,600,000	over \$3,100,000
T87	Over \$3,600,000	\$238,800 plus 10.4% of the excess
T88	but not over \$4,100,000	over \$3,600,000
T89	Over \$4,100,000	\$290,800 plus 11.2% of the excess
T90	but not over \$5,100,000	over \$4,100,000
T91	Over \$5,100,000	\$402,800 plus 12% of the excess

T92	but not over \$6,100,000	over \$5,100,000
T93	Over \$6,100,000	\$522,800 plus 12.8% of the excess
T94	but not over \$7,100,000	over \$6,100,000
T95	Over \$7,100,000	\$650,800 plus 13.6% of the excess
T96	but not over \$8,100,000	over \$7,100,000
T97	Over \$8,100,000	\$786,800 plus 14.4% of the excess
T98	but not over \$9,100,000	over \$8,100,000
T99	Over \$9,100,000	\$930,800 plus 15.2% of the excess
T100	but not over \$10,100,000	over \$9,100,000
T101	Over \$10,100,000	\$1,082,800 plus 16% of the excess
T102		over \$10,100,000

40 (2) With respect to the estates of decedents dying during 2006, the
 41 tax based on the Connecticut taxable estate shall be as provided in the
 42 following schedule:

T103	<u>Amount of Connecticut</u>	
T104	<u>Taxable Estate</u>	<u>Rate of Tax</u>
T105	<u>Not over \$2,000,000</u>	<u>None</u>
T106	<u>Over \$2,000,000</u>	<u>5.085% of the excess</u>
T107	<u>but not over \$2,100,000</u>	<u>over \$2,000,000</u>
T108	<u>Over \$2,100,000</u>	<u>\$5,085 plus 8% of the excess</u>
T109	<u>but not over \$2,600,000</u>	<u>over \$2,100,000</u>
T110	<u>Over \$2,600,000</u>	<u>\$45,085 plus 8.8% of the excess</u>
T111	<u>but not over \$3,100,000</u>	<u>over \$2,600,000</u>
T112	<u>Over \$3,100,000</u>	<u>\$89,085 plus 9.6% of the excess</u>
T113	<u>but not over \$3,600,000</u>	<u>over \$3,100,000</u>
T114	<u>Over \$3,600,000</u>	<u>\$137,085 plus 10.4% of the excess</u>
T115	<u>but not over \$4,100,000</u>	<u>over \$3,600,000</u>
T116	<u>Over \$4,100,000</u>	<u>\$189,085 plus 11.2% of the excess</u>
T117	<u>but not over \$5,100,000</u>	<u>over \$4,100,000</u>

T118	<u>Over \$5,100,000</u>	<u>\$245,085 plus 12% of the excess</u>
T119	<u>but not over \$6,100,000</u>	<u>over \$5,100,000</u>
T120	<u>Over \$6,100,000</u>	<u>\$365,085 plus 12.8% of the excess</u>
T121	<u>but not over \$7,100,000</u>	<u>over \$6,100,000</u>
T122	<u>Over \$7,100,000</u>	<u>\$493,085 plus 13.6% of the excess</u>
T123	<u>but not over \$8,100,000</u>	<u>over \$7,100,000</u>
T124	<u>Over \$8,100,000</u>	<u>\$629,085 plus 14.4% of the excess</u>
T125	<u>but not over \$9,100,000</u>	<u>over \$8,100,000</u>
T126	<u>Over \$9,100,000</u>	<u>\$773,085 plus 15.2% of the excess</u>
T127	<u>but not over \$10,100,000</u>	<u>over \$9,100,000</u>
T128	<u>Over \$10,100,000</u>	<u>\$925,085 plus 16% of the excess</u>
T129		<u>over \$10,100,000"</u>