General Assembly

Substitute Bill No. 7380

January Session, 2007

____HB07380LM___050907___

AN ACT REPEALING THE SALES AND USE TAX ON MANAGEMENT SERVICES TRAINING AND REQUIRING A STUDY OF THE EFFECT OF REPEALING THE SALES AND USE TAX ON TRUCK PARTS AND REPAIRS.

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

Section 1. Subparagraph (J) of subdivision (37) of subsection (a) of section 12-407 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2007*):

(J) Business analysis, management, management consulting and public relations services, excluding (i) any environmental consulting services, (ii) any training services provided by an institution of higher education licensed or accredited by the Board of Governors of Higher Education pursuant to section 10a-34, **[**and**]** (iii) on and after January 1, 1994, any business analysis, management, management consulting and public relations services when such services are rendered in connection with an aircraft leased or owned by a certificated air carrier or in connection with an aircraft which has a maximum certificated take-off weight of six thousand pounds or more<u>, and (iv) any training in management services</u>.

Sec. 2. (*Effective July 1, 2007*) (a) For purposes of this section, "commercial truck" shall mean a commercial truck, truck tractor, tractor or semitrailer or vehicle used in combination therewith, as

18 described in subdivision (70) of section 12-412 of the general statutes.

19 (b) The Commissioner of Revenue Services shall conduct a study of
20 the effects of repealing the sales and use tax on repairs to, and parts
21 for, commercial trucks. Such study shall analyze the impact of such tax
22 on the revenues of the state and on the commercial trucking industry,
23 and shall consider the advantages and disadvantages, to the state and
24 to such industry, of repealing such tax.

25 (c) Not later than February 1, 2008, said commissioner shall, in
26 accordance with the provisions of section 11-4a of the general statutes,
27 report the results of such study to the joint standing committee of the
28 General Assembly having cognizance of matters relating to finance,
29 revenue and bonding.

This act shall take effect as follows and shall amend the following sections:		
Section 1	*October 1, 2007*	12-407(a)(37)(J)
Sec. 2	*July 1, 2007*	New section

FIN *Joint Favorable Subst.*

LM *Joint Favorable*