



General Assembly

February Session, 2008

Raised Bill No. 5862

LCO No. 2758

02758 _____ PH_

Referred to Committee on Public Health

Introduced by:
(PH)

AN ACT CONCERNING A TAX CREDIT FOR CERTAIN MEDICAL EXPENSES.

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

1 Section 1. (NEW) (*Effective from passage and applicable to taxable years*
2 *commencing on or after January 1, 2008*) (a) Any taxpayer subject to the
3 tax under chapter 229 of the general statutes for any taxable year shall
4 be entitled to a credit in determining the amount of tax liability under
5 said chapter, for expenses paid during the taxable year that are (1) not
6 compensated for by insurance or otherwise, (2) for medical care of the
7 taxpayer, the taxpayer's spouse or a dependent of the taxpayer, and (3)
8 in excess of four per cent of such taxpayer's Connecticut adjusted gross
9 income. For purposes of this section, "medical care" has the same
10 meaning as provided in Section 213(d) of the Internal Revenue Code of
11 1986, or any subsequent corresponding internal reference code of the
12 United States, as from time to time amended.

13 (b) For taxable years commencing on or after January 1, 2008, for
14 each individual taxpayer whose Connecticut adjusted gross income
15 does not exceed seventy-five thousand dollars, the amount of the
16 credit shall be the lesser of five hundred dollars or the taxpayer's tax

17 liability.

18 (c) For taxable years commencing on or after January 1, 2008, for
19 taxpayers filing jointly, whose Connecticut adjusted gross income does
20 not exceed one hundred fifty thousand dollars, the amount of the
21 credit shall be the lesser of five hundred dollars or the taxpayers' tax
22 liability.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage and applicable to taxable years commencing on or after January 1, 2008</i>	New section

Statement of Purpose:

To provide a tax credit to residents to assist in covering the costs of out-of-pocket, nonreimbursable medical expenses including insurance premiums, copayments, deductibles and COBRA payments.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]