



General Assembly

February Session, 2008

Raised Bill No. 658

LCO No. 2974

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Referred to Committee on Finance, Revenue and Bonding

Introduced by:
(FIN)

AN ACT CONCERNING A STUDY OF UNITARY REPORTING FOR CORPORATIONS.

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

1 Section 1. (*Effective July 1, 2008*) (a) The Business Tax Credit and Tax
2 Policy Committee, established pursuant to section 12-217z of the
3 general statutes, shall conduct a study of unitary reporting, whereby
4 the corporation business tax liability of a group of related corporations
5 would be based on such group's combined net income and loss. The
6 committee shall consider the following: (1) The business entities to
7 which such unitary reporting shall apply; (2) which exclusions or
8 credits shall be allowed; (3) which particular economic sectors of the
9 state economy may benefit and which may be negatively affected; (4)
10 the impact of such reporting on the tax revenues of the state; (5) the
11 impact on other state and local taxes paid by businesses; (6) the impact
12 upon the state's other taxpayers; and (7) the effect on tax rates paid by
13 businesses.

14 (b) Not later than January 1, 2009, the committee shall submit the
15 results of such study, in accordance with the provisions of section 11-
16 4a of the general statutes, to the joint standing committee of the

- 17 General Assembly having cognizance of matters relating to finance,
18 revenue and bonding.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2008</i>	New section

Statement of Purpose:

To require the Business Tax Credit and Tax Policy Review Committee to conduct a study of unitary reporting by corporate taxpayers.

[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.]