



General Assembly

January Session, 2009

**Governor's Bill No. 828**

LCO No. 3066

\*03066 \_\_\_\_\_ \*

Referred to Committee on Appropriations

Introduced by:

SEN. MCKINNEY, 28<sup>th</sup> Dist.

REP. CAFERO, 142<sup>nd</sup> Dist.

***AN ACT CONCERNING STATE REVENUE.***

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

1 Section 1. (*Effective July 1, 2009*) (a) Notwithstanding the provisions  
2 of section 9-701 of the general statutes, the sum of \$12,000,000 shall be  
3 transferred from the Citizens' Election Fund and credited to the  
4 resources of the General Fund in each of the fiscal years ending June  
5 30, 2010, and June 30, 2011.

6 (b) Notwithstanding the provisions of subparagraph (A) of  
7 subdivision (2) of subsection (c) of section 4-28e of the general statutes,  
8 the sum of \$16,000,000 shall be transferred from the Tobacco and  
9 Health Trust Fund and credited to the resources of the General Fund in  
10 each of the fiscal years ending June 30, 2010, and June 30, 2011.

11 (c) Notwithstanding the provisions of subparagraph (B) of  
12 subdivision (2) of subsection (c) of section 4-28e of the general statutes,  
13 the sum of \$9,000,000 shall be transferred from the Biomedical  
14 Research Trust Fund and credited to the resources of the General Fund

15 in each of the fiscal years ending June 30, 2010, and June 30, 2011.

16 (d) Notwithstanding the provisions of section 36a-65 of the general  
17 statutes, the sum of \$8,500,000, exclusive of assessments, shall be  
18 transferred from the State Banking Fund and credited to the resources  
19 of the General Fund on June thirtieth in each of the fiscal years ending  
20 June 30, 2010, and June 30, 2011.

21 (e) Notwithstanding the provisions of section 16a-221 of the general  
22 statutes, no transfers shall be made to the fuel oil conservation account  
23 for tax payments due in the fiscal years ending June 30, 2010, and June  
24 30, 2011.

25 (f) Notwithstanding the provisions of section 31-344a of the general  
26 statutes, the sum of \$2,000,000 shall be transferred from the Workers'  
27 Compensation Administration Fund and credited to the resources of  
28 the General Fund in each of the fiscal years ending June 30, 2010, and  
29 June 30, 2011.

30 (g) Notwithstanding the provisions of section 54-56k of the general  
31 statutes, the sum of \$600,000 shall be transferred from the pretrial  
32 account and credited to the resources of the General Fund in each of  
33 the fiscal years ending June 30, 2010, and June 30, 2011.

34 (h) Notwithstanding the provisions of section 16-331cc of the  
35 general statutes, the sum of \$2,000,000 shall be transferred from the  
36 public, educational and governmental programming and education  
37 technology investment account and credited to the resources of the  
38 General Fund in each of the fiscal years ending June 30, 2010, and June  
39 30, 2011.

40 (i) Notwithstanding the provisions of section 16-48a of the general  
41 statutes, the sum of \$1,000,000 shall be transferred from the Consumer  
42 Counsel and Public Utility Control Fund and credited to the resources  
43 of the General Fund in each of the fiscal years ending June 30, 2010,  
44 and June 30, 2011.

45 (j) The sum of \$2,000,000 shall be transferred from the Public Bus  
46 and Rail Operations Fund and credited to the resources of the General  
47 Fund in each of the fiscal years ending June 30, 2010, and June 30, 2011.

48 (k) Notwithstanding the provisions of section 16-50v of the general  
49 statutes, the sum of \$1,000,000 shall be transferred from the Siting  
50 Council Fund, and credited to the resources of the General Fund in  
51 each of the fiscal years ending June 30, 2010, and June 30, 2011.

52 (l) Notwithstanding the provisions of section 3-99c of the general  
53 statutes, the sum of \$500,000 shall be transferred from the commercial  
54 recording account and credited to the resources of the General Fund in  
55 each of the fiscal years ending June 30, 2010, and June 30, 2011.

56 (m) (1) Notwithstanding the provisions of section 54-215 of the  
57 general statutes, the sum of \$2,000,000 shall be transferred from the  
58 resources of the Criminal Injuries Compensation Fund and credited to  
59 the resources of the General Fund in the fiscal year ending June 30,  
60 2010.

61 (2) Notwithstanding the provisions of section 54-215 of the general  
62 statutes, the sum of \$1,000,000 shall be transferred from the Criminal  
63 Injuries Compensation Fund account and credited to the resources of  
64 the General Fund in the fiscal year ending June 30, 2011.

65 (n) Notwithstanding the provisions of section 17a-485 of the general  
66 statutes, the sum of \$800,000 shall be transferred from the Community  
67 Mental Health Strategic Investment Fund and credited to the resources  
68 of the General Fund in the fiscal year ending June 30, 2010.

69 (o) Notwithstanding the provisions of section 12-263m of the  
70 general statutes, the sum of \$800,000 shall be transferred from the dry  
71 cleaning establishment remediation account and credited to the  
72 resources of the General Fund in the fiscal year ending June 30, 2010.

73 (p) Notwithstanding the provisions of section 42-190 of the general  
74 statutes, the sum of \$500,000 shall be transferred from the new

75 automobile warranties account and credited to the resources of the  
76 General Fund in each of the fiscal years ending June 30, 2010, and June  
77 30, 2011.

78 (q) Notwithstanding the provisions of section 4-66aa of the general  
79 statutes, the sum of \$500,000, for the agricultural viability matching  
80 grant program established under section 22-26j of the general statutes,  
81 shall be transferred from the land protection, affordable housing, and  
82 historic preservation account and credited to the resources of the  
83 General Fund in the fiscal year ending June 30, 2010.

84 (r) The sum of \$500,000 shall be transferred from the Connecticut  
85 Energy Advisory Board account and credited to the resources of the  
86 General Fund in the fiscal year ending June 30, 2010.

87 (s) Notwithstanding the provisions of section 38a-226a of the  
88 general statutes, the sum of \$1,000,000 shall be transferred from the  
89 Utilization Review Fees account and credited to the resources of the  
90 General Fund in the fiscal year ending June 30, 2010.

91 (t) Notwithstanding the provisions of section 22-380g of the general  
92 statutes, the sum of \$500,000 shall be transferred from the animal  
93 population control account and credited to the resources of the General  
94 Fund in the fiscal year ending June 30, 2010.

95 (u) Notwithstanding the provisions of section 51-81d of the general  
96 statutes, the sum of \$1,000,000 shall be transferred from the Client  
97 Security Fund and credited to the resources of the General Fund in  
98 each of the fiscal years ending June 30, 2010, and June 30, 2011.

99 (v) The sum of \$4,000,000 shall be transferred from the Stationary  
100 Air Emissions Monitoring account and credited to the resources of the  
101 General Fund in each of the fiscal years ending June 30, 2010, and June  
102 30, 2011.

103 (w) Notwithstanding the provisions of section 4-66aa of the general  
104 statutes, the sum of \$12,000,000 shall be transferred from the land

105 protection, affordable housing, and historic preservation account and  
106 credited to the resources of the General Fund in each of the fiscal years  
107 ending June 30, 2010, and June 30, 2011.

108 (x) Notwithstanding the provisions of section 16-245m of the  
109 general statutes, the sum of \$40,000,000 shall be transferred from the  
110 Energy Conservation and Load Management Fund and credited to the  
111 resources of the General Fund in each of the fiscal years ending June  
112 30, 2010, and June 30, 2011.

113 (y) Notwithstanding the provisions of section 16-245n of the general  
114 statutes, the sum of \$10,000,000 shall be transferred from the resources  
115 of the Renewable Energy Investment Fund and credited to the  
116 resources of the General Fund in each of the fiscal years ending June  
117 30, 2010, and June 30, 2011.

118 Sec. 2. (*Effective July 1, 2009*) Notwithstanding the provisions of  
119 section 4-30a of the general statutes, the State Treasurer shall transfer  
120 on July 1, 2009, \$514,500,000 from the Budget Reserve Fund to the  
121 General Fund to be used as revenue for the fiscal year ending June 30,  
122 2010.

123 Sec. 3. (*Effective July 1, 2009*) Notwithstanding the provisions of  
124 section 4-30a of the general statutes, the State Treasurer shall transfer  
125 on July 1, 2010, \$585,500,000 from the Budget Reserve Fund to the  
126 General Fund to be used as revenue for the fiscal year ending June 30,  
127 2011.

128 Sec. 4. (*Effective from passage*) The State Treasurer and the Secretary  
129 of the Office of Policy and Management shall jointly develop a  
130 financing plan that will result in net proceeds of up to three hundred  
131 fifty million dollars to be used as general revenues of the state during  
132 the fiscal year commencing July 1, 2010. Such plan shall include  
133 issuance of bonds, notes, certificates of participation or beneficial  
134 interest, or other evidences of indebtedness or ownership, issued  
135 pursuant to an executed indenture or other agreement of a financing

136 entity, the proceeds of which are used, directly or indirectly, to sustain  
137 funding of programs by substituting for disbursements to the General  
138 Fund from the Energy Conservation and Load Management Fund,  
139 established by section 16-245m of the general statutes, and from the  
140 Renewable Energy Investment Fund, established by section 16-245n of  
141 the general statutes, and which, directly or indirectly, are secured by,  
142 evidence ownership interests in, or are payable from, revenue to such  
143 funds. Such plan shall be completed on or before February 3, 2010.

144 Sec. 5. Section 13b-61a of the general statutes is repealed and the  
145 following is substituted in lieu thereof (*Effective July 1, 2009*):

146 (a) Notwithstanding the provisions of section 13b-61: (1) For  
147 calendar quarters ending on or after September 30, 1998, and prior to  
148 September 30, 1999, the Commissioner of Revenue Services shall  
149 deposit into the Special Transportation Fund established under section  
150 13b-68 five million dollars of the amount of funds received by the state  
151 from the tax imposed under section 12-587 on the gross earnings from  
152 the sales of petroleum products attributable to sales of motor vehicle  
153 fuel; (2) for calendar quarters ending September 30, 1999, and prior to  
154 September 30, 2000, the commissioner shall deposit into the Special  
155 Transportation Fund nine million dollars of the amount of such funds  
156 received by the state from the tax imposed under said section 12-587  
157 on the gross earnings from the sales of petroleum products attributable  
158 to sales of motor vehicle fuel; (3) for calendar quarters ending  
159 September 30, 2000, and prior to September 30, 2002, the commissioner  
160 shall deposit into the Special Transportation Fund eleven million five  
161 hundred thousand dollars of the amount of such funds received by the  
162 state from the tax imposed under said section 12-587 on the gross  
163 earnings from the sales of petroleum products attributable to sales of  
164 motor vehicle fuel; (4) for the calendar quarters ending September 30,  
165 2002, and prior to September 30, 2003, the commissioner shall deposit  
166 into the Special Transportation Fund, five million dollars of the  
167 amount of such funds received by the state from the tax imposed  
168 under said section 12-587 on the gross earnings from the sales of

169 petroleum products attributable to sales of motor vehicle fuel; (5) for  
 170 the calendar quarter ending September 30, 2003, and prior to  
 171 September 30, 2005, the commissioner shall deposit into the Special  
 172 Transportation Fund, five million two hundred fifty thousand dollars  
 173 of the amount of such funds received by the state from the tax imposed  
 174 under said section 12-587 on the gross earnings from the sales of  
 175 petroleum products attributable to sales of motor vehicle fuel; and (6)  
 176 for the calendar quarters ending September 30, 2005, and prior to  
 177 September 30, 2006, the commissioner shall deposit into the Special  
 178 Transportation Fund ten million eight hundred and seventy-five  
 179 thousand dollars of the amount of such funds received by the state  
 180 from the tax imposed under said section 12-587 on the gross earnings  
 181 from the sales of petroleum products attributable to sales of motor  
 182 vehicle fuel.

183 (b) Notwithstanding the provisions of section 13b-61, for calendar  
 184 quarters ending on or after September 30, 2006, the Comptroller shall  
 185 deposit into the Special Transportation Fund an annual amount in  
 186 accordance with the following schedule, from such funds received by  
 187 the state from the tax imposed under said section 12-587 on the gross  
 188 earnings from the sales of petroleum products. Such transfers shall be  
 189 made in quarterly installments.

	Fiscal Year	Annual Transfer
T1	2007	\$141,000,000
T2	2008	\$127,800,000
T3	2009	\$141,900,000
T4	2010	\$141,900,000
T5	2011	[\$165,300,000] <u>\$185,300,000</u>
T6	2012	[\$165,300,000] <u>\$195,300,000</u>
T7	2013	[\$165,300,000] <u>\$195,300,000</u>

T8

2014 and thereafter

[\$179,200,000] \$209,200,000

190 (c) If in any calendar quarter ending on or after September 30, 2006,  
191 receipts from the tax imposed under section 12-587 are less than  
192 twenty-five per cent of the total of (1) the amount required to be  
193 transferred pursuant to the Special Transportation Fund pursuant to  
194 subsections (a) and (b) of this section, and (2) any other transfers  
195 required by law, the Comptroller shall certify to the Treasurer the  
196 amount of such shortfall and shall forthwith transfer an amount equal  
197 to such shortfall from the resources of the General Fund into the  
198 Special Transportation Fund.

199 Sec. 6. Section 12-407e of the general statutes is repealed and the  
200 following is substituted in lieu thereof (*Effective from passage*):

201 [From] (a) Except as otherwise provided in subsection (b) of this  
202 section, from the third Sunday in August until the Saturday next  
203 succeeding, inclusive, the provisions of this chapter shall not apply to  
204 sales of any article of clothing or footwear intended to be worn on or  
205 about the human body the cost of which article to the purchaser is less  
206 than three hundred dollars. For purposes of this section, clothing or  
207 footwear shall not include (1) any special clothing or footwear  
208 primarily designed for athletic activity or protective use and which is  
209 not normally worn except when used for the athletic activity or  
210 protective use for which it was designed, and (2) jewelry, handbags,  
211 luggage, umbrellas, wallets, watches and similar items carried on or  
212 about the human body but not worn on the body in the manner  
213 characteristic of clothing intended for exemption under this section.

214 (b) The provisions of subsection (a) of this section shall not apply to  
215 sales of articles described in said subsection (a) from the third Sunday  
216 in August until the Saturday next succeeding during the calendar  
217 years 2009 and 2010.

218 Sec. 7. Subsection (b) of section 10-416a of the general statutes is

219 repealed and the following is substituted in lieu thereof (*Effective from*  
220 *passage and applicable to income years commencing on or after January 1,*  
221 *2009*):

222 (b) (1) The commission shall administer a system of tax credit  
223 vouchers within the resources, requirements and purposes of this  
224 section for owners rehabilitating certified historic structures.

225 (2) [The] Except as provided in subdivision (4) of this subsection, the  
226 credit authorized by this section shall be available in the tax year in  
227 which the substantially rehabilitated certified historic structure is  
228 placed in service. In the case of projects completed in phases, the tax  
229 credit shall be prorated to the substantially rehabilitated identifiable  
230 portion of the building placed in service. If the tax credit is more than  
231 the amount owed by the taxpayer for the year in which the  
232 substantially rehabilitated certified historic structure is placed in  
233 service, the amount that is more than the taxpayer's tax liability may be  
234 carried forward and credited against the taxes imposed for the  
235 succeeding five years or until the full credit is used, whichever occurs  
236 first.

237 (3) Any credits allowed under this section that are provided to  
238 multiple owners of certified historic structures shall be passed through  
239 to persons designated as partners, members or owners, pro rata or  
240 pursuant to an agreement among such persons designated as partners,  
241 members or owners documenting an alternative distribution method  
242 without regard to other tax or economic attributes of such entity. Any  
243 owner entitled to a credit under this section may assign, transfer or  
244 convey the credits, in whole or in part, by sale or otherwise to any  
245 individual or entity and such transferee shall be entitled to offset the  
246 tax imposed under chapter 207, 208, 209, 210, 211 or 212 as if such  
247 transferee had incurred the qualified rehabilitation expenditure.

248 (4) (A) If the credit authorized by this section is first available in an  
249 income year commencing on or after January 1, 2009, but prior to  
250 January 1, 2011, the credit shall not be applied against any tax imposed

251 under chapter 207, 208, 209, 210, 211 or 212 for such income year, but  
252 shall be deemed to be first available in the income year commencing  
253 on or after January 1, 2011, and may be carried forward to the five  
254 succeeding income years.

255 (B) Any carryforward of a credit authorized by this section shall not  
256 be applied against any tax imposed under chapter 207, 208, 209, 210,  
257 211 or 212 for income years commencing during 2009 and 2010. The  
258 five-year carryforward permitted under subdivision (2) of this  
259 subsection shall be determined by disregarding the income years  
260 commencing on or after January 1, 2009, but prior to January 1, 2011.

261 Sec. 8. Subsection (b) of section 10-416b of the general statutes is  
262 repealed and the following is substituted in lieu thereof (*Effective from*  
263 *passage and applicable to income years commencing on or after January 1,*  
264 *2009*):

265 (b) (1) The commission shall administer a system of tax credit  
266 vouchers within the resources, requirements and purposes of this  
267 section for owners rehabilitating certified historic structures.

268 (2) [The] Except as provided in subdivision (4) of this subsection, the  
269 credit authorized by this section shall be available in the tax year in  
270 which the substantially rehabilitated certified historic structure is  
271 placed in service. In the case of projects completed in phases, the tax  
272 credit shall be prorated to the substantially rehabilitated identifiable  
273 portion of the building placed in service. If the tax credit is more than  
274 the amount owed by the taxpayer for the year in which the  
275 substantially rehabilitated certified historic structure is placed in  
276 service, the amount that is more than the taxpayer's tax liability may be  
277 carried forward and credited against the taxes imposed for the  
278 succeeding five years or until the full credit is used, whichever occurs  
279 first.

280 (3) Any credits allowed under this section that are provided to  
281 multiple owners of certified historic structures shall be passed through

282 to persons designated as partners, members or owners, pro rata or  
283 pursuant to an agreement among such persons designated as partners,  
284 members or owners documenting an alternative distribution method  
285 without regard to other tax or economic attributes of such entity. Any  
286 owner entitled to a credit under this section may assign, transfer or  
287 convey the credits, in whole or in part, by sale or otherwise to any  
288 individual or entity and such transferee shall be entitled to offset the  
289 tax imposed under chapter 207, 208, 209, 210, 211 or 212 as if such  
290 transferee had incurred the qualified rehabilitation expenditure.

291 (4) (A) If the credit authorized by this section is first available in an  
292 income year commencing on or after January 1, 2009, but prior to  
293 January 1, 2011, the credit shall not be applied against any tax imposed  
294 under chapter 207, 208, 209, 210, 211 or 212 for such income year, but  
295 shall be deemed to be first available in the income year commencing  
296 on or after January 1, 2011, and may be carried forward to the five  
297 succeeding income years.

298 (B) Any carryforward of a credit authorized by this section shall not  
299 be applied against any tax imposed under chapter 207, 208, 209, 210,  
300 211 or 212 for income years commencing during 2009 and 2010. The  
301 five-year carryforward permitted under subdivision (2) of this  
302 subsection shall be determined by disregarding the income years  
303 commencing on or after January 1, 2009, but prior to January 1, 2011.

304 Sec. 9. Subsection (a) of section 12-702 of the general statutes is  
305 repealed and the following is substituted in lieu thereof (*Effective from*  
306 *passage and applicable to taxable years commencing on or after January 1,*  
307 *2009*):

308 (a) (1) (A) Any person, other than a trust or estate, subject to the tax  
309 under this chapter for any taxable year who files under the federal  
310 income tax for such taxable year as a married individual filing  
311 separately or, for taxable years commencing prior to January 1, 2000,  
312 who files income tax for such taxable year as an unmarried individual  
313 shall be entitled to a personal exemption of twelve thousand dollars in

314 determining Connecticut taxable income for purposes of this chapter.

315 (B) In the case of any such taxpayer whose Connecticut adjusted  
316 gross income for the taxable year exceeds twenty-four thousand  
317 dollars, the exemption amount shall be reduced by one thousand  
318 dollars for each one thousand dollars, or fraction thereof, by which the  
319 taxpayer's Connecticut adjusted gross income for the taxable year  
320 exceeds said amount. In no event shall the reduction exceed one  
321 hundred per cent of the exemption.

322 (2) For taxable years commencing on or after January 1, 2000, any  
323 person, other than a trust or estate, subject to the tax under this chapter  
324 for any taxable year who files under the federal income tax for such  
325 taxable year as an unmarried individual shall be entitled to a personal  
326 exemption in determining Connecticut taxable income for purposes of  
327 this chapter as follows:

328 (A) For taxable years commencing on or after January 1, 2000, but  
329 prior to January 1, 2001, twelve thousand two hundred fifty dollars. In  
330 the case of any such taxpayer whose Connecticut adjusted gross  
331 income for the taxable year exceeds twenty-four thousand five  
332 hundred dollars, the exemption amount shall be reduced by one  
333 thousand dollars for each one thousand dollars, or fraction thereof, by  
334 which the taxpayer's Connecticut adjusted gross income for the taxable  
335 year exceeds said amount. In no event shall the reduction exceed one  
336 hundred per cent of the exemption;

337 (B) For taxable years commencing on or after January 1, 2001, but  
338 prior to January 1, 2004, twelve thousand five hundred dollars. In the  
339 case of any such taxpayer whose Connecticut adjusted gross income  
340 for the taxable year exceeds twenty-five thousand dollars, the  
341 exemption amount shall be reduced by one thousand dollars for each  
342 one thousand dollars, or fraction thereof, by which the taxpayer's  
343 Connecticut adjusted gross income for the taxable year exceeds said  
344 amount. In no event shall the reduction exceed one hundred per cent  
345 of the exemption;

346 (C) For taxable years commencing on or after January 1, 2004, but  
347 prior to January 1, 2007, twelve thousand six hundred twenty-five  
348 dollars. In the case of any such taxpayer whose Connecticut adjusted  
349 gross income for the taxable year exceeds twenty-five thousand two  
350 hundred fifty dollars, the exemption amount shall be reduced by one  
351 thousand dollars for each one thousand dollars, or fraction thereof, by  
352 which the taxpayer's Connecticut adjusted gross income for the taxable  
353 year exceeds said amount. In no event shall the reduction exceed one  
354 hundred per cent of the exemption;

355 (D) For taxable years commencing on or after January 1, 2007, but  
356 prior to January 1, 2008, twelve thousand seven hundred fifty dollars.  
357 In the case of any such taxpayer whose Connecticut adjusted gross  
358 income for the taxable year exceeds twenty-five thousand five hundred  
359 dollars, the exemption amount shall be reduced by one thousand  
360 dollars for each one thousand dollars, or fraction thereof, by which the  
361 taxpayer's Connecticut adjusted gross income for the taxable year  
362 exceeds said amount. In no event shall the reduction exceed one  
363 hundred per cent of the exemption;

364 (E) For taxable years commencing on or after January 1, 2008, but  
365 prior to January 1, [2009] 2012, thirteen thousand dollars. In the case of  
366 any such taxpayer whose Connecticut adjusted gross income for the  
367 taxable year exceeds twenty-six thousand dollars, the exemption  
368 amount shall be reduced by one thousand dollars for each one  
369 thousand dollars, or fraction thereof, by which the taxpayer's  
370 Connecticut adjusted gross income for the taxable year exceeds said  
371 amount. In no event shall the reduction exceed one hundred per cent  
372 of the exemption;

373 (F) For taxable years commencing on or after January 1, [2009] 2012,  
374 but prior to January 1, [2010] 2013, thirteen thousand five hundred  
375 dollars. In the case of any such taxpayer whose Connecticut adjusted  
376 gross income for the taxable year exceeds twenty-seven thousand  
377 dollars, the exemption amount shall be reduced by one thousand

378 dollars for each one thousand dollars, or fraction thereof, by which the  
379 taxpayer's Connecticut adjusted gross income for the taxable year  
380 exceeds said amount. In no event shall the reduction exceed one  
381 hundred per cent of the exemption;

382 (G) For taxable years commencing on or after January 1, [2010] 2013,  
383 but prior to January 1, [2011] 2014, fourteen thousand dollars. In the  
384 case of any such taxpayer whose Connecticut adjusted gross income  
385 for the taxable year exceeds twenty-eight thousand dollars, the  
386 exemption amount shall be reduced by one thousand dollars for each  
387 one thousand dollars, or fraction thereof, by which the taxpayer's  
388 Connecticut adjusted gross income for the taxable year exceeds said  
389 amount. In no event shall the reduction exceed one hundred per cent  
390 of the exemption;

391 (H) For taxable years commencing on or after January 1, [2011] 2014,  
392 but prior to January 1, [2012] 2015, fourteen thousand five hundred  
393 dollars. In the case of any such taxpayer whose Connecticut adjusted  
394 gross income for the taxable year exceeds twenty-nine thousand  
395 dollars, the exemption amount shall be reduced by one thousand  
396 dollars for each one thousand dollars, or fraction thereof, by which the  
397 taxpayer's Connecticut adjusted gross income for the taxable year  
398 exceeds said amount. In no event shall the reduction exceed one  
399 hundred per cent of the exemption;

400 (I) For taxable years commencing on or after January 1, [2012] 2015,  
401 fifteen thousand dollars. In the case of any such taxpayer whose  
402 Connecticut adjusted gross income for the taxable year exceeds thirty  
403 thousand dollars, the exemption amount shall be reduced by one  
404 thousand dollars for each one thousand dollars, or fraction thereof, by  
405 which the taxpayer's Connecticut adjusted gross income for the taxable  
406 year exceeds said amount. In no event shall the reduction exceed one  
407 hundred per cent of the exemption.

408 Sec. 10. Subsection (a) of section 12-703 of the general statutes is  
409 repealed and the following is substituted in lieu thereof (*Effective from*

410 *passage and applicable to taxable years commencing on or after January 1,*  
 411 *2009):*

412 (a) (1) Any person, other than a trust or estate, subject to the tax  
 413 under this chapter for any taxable year who files under the federal  
 414 income tax for such taxable year as a married individual filing  
 415 separately or for taxable years commencing prior to January 1, 2000,  
 416 who files under the federal income tax for such taxable year as an  
 417 unmarried individual shall be entitled to a credit in determining the  
 418 amount of tax liability for purposes of this chapter in accordance with  
 419 the following schedule:

T9	Connecticut	
T10	Adjusted Gross Income	Amount of Credit
T11	Over \$12,000 but	
T12	not over \$15,000	75%
T13	Over \$15,000 but	
T14	not over \$15,500	70%
T15	Over \$15,500 but	
T16	not over \$16,000	65%
T17	Over \$16,000 but	
T18	not over \$16,500	60%
T19	Over \$16,500 but	
T20	not over \$17,000	55%
T21	Over \$17,000 but	
T22	not over \$17,500	50%
T23	Over \$17,500 but	
T24	not over \$18,000	45%
T25	Over \$18,000 but	
T26	not over \$18,500	40%
T27	Over \$18,500 but	
T28	not over \$20,000	35%
T29	Over \$20,000 but	

T30	not over \$20,500	30%
T31	Over \$20,500 but	
T32	not over \$21,000	25%
T33	Over \$21,000 but	
T34	not over \$21,500	20%
T35	Over \$21,500 but	
T36	not over \$25,000	15%
T37	Over \$25,000 but	
T38	not over \$25,500	14%
T39	Over \$25,500 but	
T40	not over \$26,000	13%
T41	Over \$26,000 but	
T42	not over \$26,500	12%
T43	Over \$26,500 but	
T44	not over \$27,000	11%
T45	Over \$27,000 but	
T46	not over \$48,000	10%
T47	Over \$48,000 but	
T48	not over \$48,500	9%
T49	Over \$48,500 but	
T50	not over \$49,000	8%
T51	Over \$49,000 but	
T52	not over \$49,500	7%
T53	Over \$49,500 but	
T54	not over \$50,000	6%
T55	Over \$50,000 but	
T56	not over \$50,500	5%
T57	Over \$50,500 but	
T58	not over \$51,000	4%
T59	Over \$51,000 but	
T60	not over \$51,500	3%
T61	Over \$51,500 but	
T62	not over \$52,000	2%
T63	Over \$52,000 but	

T64                                    not over \$52,500                                    1%

420            (2) For taxable years commencing on or after January 1, 2000, any  
 421 person, other than a trust or estate, subject to the tax under this chapter  
 422 for any taxable year who files under the federal income tax for such  
 423 taxable year as an unmarried individual shall be entitled to a credit in  
 424 determining the amount of tax liability for purposes of this chapter in  
 425 accordance with the following schedule:

426            (A) For taxable years commencing on or after January 1, 2000, but  
 427 prior to January 1, 2001:

T65	Connecticut	
T66	Adjusted Gross Income	Amount of Credit
T67	Over \$12,250 but	
T68	not over \$15,300	75%
T69	Over \$15,300 but	
T70	not over \$15,800	70%
T71	Over \$15,800 but	
T72	not over \$16,300	65%
T73	Over \$16,300 but	
T74	not over \$16,800	60%
T75	Over \$16,800 but	
T76	not over \$17,300	55%
T77	Over \$17,300 but	
T78	not over \$17,800	50%
T79	Over \$17,800 but	
T80	not over \$18,300	45%
T81	Over \$18,300 but	
T82	not over \$18,800	40%
T83	Over \$18,800 but	
T84	not over \$20,400	35%

T85	Over \$20,400 but	
T86	not over \$20,900	30%
T87	Over \$20,900 but	
T88	not over \$21,400	25%
T89	Over \$21,400 but	
T90	not over \$21,900	20%
T91	Over \$21,900 but	
T92	not over \$25,500	15%
T93	Over \$25,500 but	
T94	not over \$26,000	14%
T95	Over \$26,000 but	
T96	not over \$26,500	13%
T97	Over \$26,500 but	
T98	not over \$27,000	12%
T99	Over \$27,000 but	
T100	not over \$27,500	11%
T101	Over \$27,500 but	
T102	not over \$49,000	10%
T103	Over \$49,000 but	
T104	not over \$49,500	9%
T105	Over \$49,500 but	
T106	not over \$50,000	8%
T107	Over \$50,000 but	
T108	not over \$50,500	7%
T109	Over \$50,500 but	
T110	not over \$51,000	6%
T111	Over \$51,000 but	
T112	not over \$51,500	5%
T113	Over \$51,500 but	
T114	not over \$52,000	4%
T115	Over \$52,000 but	
T116	not over \$52,500	3%
T117	Over \$52,500 but	
T118	not over \$53,000	2%

T119	Over \$53,000 but	
T120	not over \$53,500	1%

428 (B) For taxable years commencing on or after January 1, 2001, but  
 429 prior to January 1, 2004:

	Connecticut	
T122	Adjusted Gross Income	Amount of Credit
T123	Over \$12,500 but	
T124	not over \$15,600	75%
T125	Over \$15,600 but	
T126	not over \$16,100	70%
T127	Over \$16,100 but	
T128	not over \$16,600	65%
T129	Over \$16,600 but	
T130	not over \$17,100	60%
T131	Over \$17,100 but	
T132	not over \$17,600	55%
T133	Over \$17,600 but	
T134	not over \$18,100	50%
T135	Over \$18,100 but	
T136	not over \$18,600	45%
T137	Over \$18,600 but	
T138	not over \$19,100	40%
T139	Over \$19,100 but	
T140	not over \$20,800	35%
T141	Over \$20,800 but	
T142	not over \$21,300	30%
T143	Over \$21,300 but	
T144	not over \$21,800	25%
T145	Over \$21,800 but	
T146	not over \$22,300	20%

T147	Over \$22,300 but	
T148	not over \$26,000	15%
T149	Over \$26,000 but	
T150	not over \$26,500	14%
T151	Over \$26,500 but	
T152	not over \$27,000	13%
T153	Over \$27,000 but	
T154	not over \$27,500	12%
T155	Over \$27,500 but	
T156	not over \$28,000	11%
T157	Over \$28,000 but	
T158	not over \$50,000	10%
T159	Over \$50,000 but	
T160	not over \$50,500	9%
T161	Over \$50,500 but	
T162	not over \$51,000	8%
T163	Over \$51,000 but	
T164	not over \$51,500	7%
T165	Over \$51,500 but	
T166	not over \$52,000	6%
T167	Over \$52,000 but	
T168	not over \$52,500	5%
T169	Over \$52,500 but	
T170	not over \$53,000	4%
T171	Over \$53,000 but	
T172	not over \$53,500	3%
T173	Over \$53,500 but	
T174	not over \$54,000	2%
T175	Over \$54,000 but	
T176	not over \$54,500	1%

430 (C) For taxable years commencing on or after January 1, 2004, but  
 431 prior to January 1, 2007:

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T177	Connecticut	
T178	Adjusted Gross Income	Amount of Credit
T179	Over \$12,625 but	
T180	not over \$15,750	75%
T181	Over \$15,750 but	
T182	not over \$16,250	70%
T183	Over \$16,250 but	
T184	not over \$16,750	65%
T185	Over \$16,750 but	
T186	not over \$17,250	60%
T187	Over \$17,250 but	
T188	not over \$17,750	55%
T189	Over \$17,750 but	
T190	not over \$18,250	50%
T191	Over \$18,250 but	
T192	not over \$18,750	45%
T193	Over \$18,750 but	
T194	not over \$19,250	40%
T195	Over \$19,250 but	
T196	not over \$21,050	35%
T197	Over \$21,050 but	
T198	not over \$21,550	30%
T199	Over \$21,550 but	
T200	not over \$22,050	25%
T201	Over \$22,050 but	
T202	not over \$22,550	20%
T203	Over \$22,550 but	
T204	not over \$26,300	15%
T205	Over \$26,300 but	
T206	not over \$26,800	14%
T207	Over \$26,800 but	
T208	not over \$27,300	13%

T209	Over \$27,300 but	
T210	not over \$27,800	12%
T211	Over \$27,800 but	
T212	not over \$28,300	11%
T213	Over \$28,300 but	
T214	not over \$50,500	10%
T215	Over \$50,500 but	
T216	not over \$51,000	9%
T217	Over \$51,000 but	
T218	not over \$51,500	8%
T219	Over \$51,500 but	
T220	not over \$52,000	7%
T221	Over \$52,000 but	
T222	not over \$52,500	6%
T223	Over \$52,500 but	
T224	not over \$53,000	5%
T225	Over \$53,000 but	
T226	not over \$53,500	4%
T227	Over \$53,500 but	
T228	not over \$54,000	3%
T229	Over \$54,000 but	
T230	not over \$54,500	2%
T231	Over \$54,500 but	
T232	not over \$55,000	1%

432 (D) For taxable years commencing on or after January 1, 2007, but  
 433 prior to January 1, 2008:

T233	Connecticut	
T234	Adjusted Gross Income	Amount of Credit
T235	Over \$12,750 but	
T236	not over \$15,900	75%

T237	Over \$15,900 but	
T238	not over \$16,400	70%
T239	Over \$16,400 but	
T240	not over \$16,900	65%
T241	Over \$16,900 but	
T242	not over \$17,400	60%
T243	Over \$17,400 but	
T244	not over \$17,900	55%
T245	Over \$17,900 but	
T246	not over \$18,400	50%
T247	Over \$18,400 but	
T248	not over \$18,900	45%
T249	Over \$18,900 but	
T250	not over \$19,400	40%
T251	Over \$19,400 but	
T252	not over \$21,300	35%
T253	Over \$21,300 but	
T254	not over \$21,800	30%
T255	Over \$21,800 but	
T256	not over \$22,300	25%
T257	Over \$22,300 but	
T258	not over \$22,800	20%
T259	Over \$22,800 but	
T260	not over \$26,600	15%
T261	Over \$26,600 but	
T262	not over \$27,100	14%
T263	Over \$27,100 but	
T264	not over \$27,600	13%
T265	Over \$27,600 but	
T266	not over \$28,100	12%
T267	Over \$28,100 but	
T268	not over \$28,600	11%
T269	Over \$28,600 but	
T270	not over \$51,000	10%

T271	Over \$51,000 but	
T272	not over \$51,500	9%
T273	Over \$51,500 but	
T274	not over \$52,000	8%
T275	Over \$52,000 but	
T276	not over \$52,500	7%
T277	Over \$52,500 but	
T278	not over \$53,000	6%
T279	Over \$53,000 but	
T280	not over \$53,500	5%
T281	Over \$53,500 but	
T282	not over \$54,000	4%
T283	Over \$54,000 but	
T284	not over \$54,500	3%
T285	Over \$54,500 but	
T286	not over \$55,000	2%
T287	Over \$55,000 but	
T288	not over \$55,500	1%

434 (E) For taxable years commencing on or after January 1, 2008, but  
 435 prior to January 1, [2009] 2012:

T289	Connecticut	
T290	Adjusted Gross Income	Amount of Credit
T291	Over \$13,000 but	
T292	not over \$16,300	75%
T293	Over \$16,300 but	
T294	not over \$16,800	70%
T295	Over \$16,800 but	
T296	not over \$17,300	65%
T297	Over \$17,300 but	
T298	not over \$17,800	60%

T299	Over \$17,800 but	
T300	not over \$18,300	55%
T301	Over \$18,300 but	
T302	not over \$18,800	50%
T303	Over \$18,800 but	
T304	not over \$19,300	45%
T305	Over \$19,300 but	
T306	not over \$19,800	40%
T307	Over \$19,800 but	
T308	not over \$21,700	35%
T309	Over \$21,700 but	
T310	not over \$22,200	30%
T311	Over \$22,200 but	
T312	not over \$22,700	25%
T313	Over \$22,700 but	
T314	not over \$23,200	20%
T315	Over \$23,200 but	
T316	not over \$27,100	15%
T317	Over \$27,100 but	
T318	not over \$27,600	14%
T319	Over \$27,600 but	
T320	not over \$28,100	13%
T321	Over \$28,100 but	
T322	not over \$28,600	12%
T323	Over \$28,600 but	
T324	not over \$29,100	11%
T325	Over \$29,100 but	
T326	not over \$52,000	10%
T327	Over \$52,000 but	
T328	not over \$52,500	9%
T329	Over \$52,500 but	
T330	not over \$53,000	8%
T331	Over \$53,000 but	
T332	not over \$53,500	7%

T333	Over \$53,500 but	
T334	not over \$54,000	6%
T335	Over \$54,000 but	
T336	not over \$54,500	5%
T337	Over \$54,500 but	
T338	not over \$55,000	4%
T339	Over \$55,000 but	
T340	not over \$55,500	3%
T341	Over \$55,500 but	
T342	not over \$56,000	2%
T343	Over \$56,000 but	
T344	not over \$56,500	1%

436 (F) For taxable years commencing on or after January 1, [2009] 2012,  
 437 but prior to January 1, [2010] 2013:

T345	Connecticut	
T346	Adjusted Gross Income	Amount Of Credit
T347	Over \$13,500 but	
T348	not over \$16,900	75%
T349	Over \$16,900 but	
T350	not over \$17,400	70%
T351	Over \$17,400 but	
T352	not over \$17,900	65%
T353	Over \$17,900 but	
T354	not over \$18,400	60%
T355	Over \$18,400 but	
T356	not over \$18,900	55%
T357	Over \$18,900 but	
T358	not over \$19,400	50%
T359	Over \$19,400 but	
T360	not over \$19,900	45%

T361	Over \$19,900 but	
T362	not over \$20,400	40%
T363	Over \$20,400 but	
T364	not over \$22,500	35%
T365	Over \$22,500 but	
T366	not over \$23,000	30%
T367	Over \$23,000 but	
T368	not over \$23,500	25%
T369	Over \$23,500 but	
T370	not over \$24,000	20%
T371	Over \$24,000 but	
T372	not over \$28,100	15%
T373	Over \$28,100 but	
T374	not over \$28,600	14%
T375	Over \$28,600 but	
T376	not over \$29,100	13%
T377	Over \$29,100 but	
T378	not over \$29,600	12%
T379	Over \$29,600 but	
T380	not over \$30,100	11%
T381	Over \$30,100 but	
T382	not over \$54,000	10%
T383	Over \$54,000 but	
T384	not over \$54,500	9%
T385	Over \$54,500 but	
T386	not over \$55,000	8%
T387	Over \$55,000 but	
T388	not over \$55,500	7%
T389	Over \$55,500 but	
T390	not over \$56,000	6%
T391	Over \$56,000 but	
T392	not over \$56,500	5%
T393	Over \$56,500 but	
T394	not over \$57,000	4%

T395	Over \$57,000 but	
T396	not over \$57,500	3%
T397	Over \$57,500 but	
T398	not over \$58,000	2%
T399	Over \$58,000 but	
T400	not over \$58,500	1%

438 (G) For taxable years commencing on or after January 1, [2010] 2013,  
 439 but prior to January 1, [2011] 2014:

T401	Connecticut	
T402	Adjusted Gross Income	Amount of Credit
T403	Over \$14,000 but	
T404	not over \$17,500	75%
T405	Over \$17,500 but	
T406	not over \$18,000	70%
T407	Over \$18,000 but	
T408	not over \$18,500	65%
T409	Over \$18,500 but	
T410	not over \$19,000	60%
T411	Over \$19,000 but	
T412	not over \$19,500	55%
T413	Over \$19,500 but	
T414	not over \$20,000	50%
T415	Over \$20,000 but	
T416	not over \$20,500	45%
T417	Over \$20,500 but	
T418	not over \$21,000	40%
T419	Over \$21,000 but	
T420	not over \$23,300	35%
T421	Over \$23,300 but	
T422	not over \$23,800	30%

T423	Over \$23,800 but	
T424	not over \$24,300	25%
T425	Over \$24,300 but	
T426	not over \$24,800	20%
T427	Over \$24,800 but	
T428	not over \$29,200	15%
T429	Over \$29,200 but	
T430	not over \$29,700	14%
T431	Over \$29,700 but	
T432	not over \$30,200	13%
T433	Over \$30,200 but	
T434	not over \$30,700	12%
T435	Over \$30,700 but	
T436	not over \$31,200	11%
T437	Over \$31,200 but	
T438	not over \$56,000	10%
T439	Over \$56,000 but	
T440	not over \$56,500	9%
T441	Over \$56,500 but	
T442	not over \$57,000	8%
T443	Over \$57,000 but	
T444	not over \$57,500	7%
T445	Over \$57,500 but	
T446	not over \$58,000	6%
T447	Over \$58,000 but	
T448	not over \$58,500	5%
T449	Over \$58,500 but	
T450	not over \$59,000	4%
T451	Over \$59,000 but	
T452	not over \$59,500	3%
T453	Over \$59,500 but	
T454	not over \$60,000	2%
T455	Over \$60,000 but	
T456	not over \$60,500	1%

440 (H) For taxable years commencing on or after January 1, [2011] 2014,  
 441 but prior to January 1, [2012] 2015:

T457	Connecticut	
T458	Adjusted Gross Income	Amount of Credit
T459	Over \$14,500 but	
T460	not over \$18,100	75%
T461	Over \$18,100 but	
T462	not over \$18,600	70%
T463	Over \$18,600 but	
T464	not over \$19,100	65%
T465	Over \$19,100 but	
T466	not over \$19,600	60%
T467	Over \$19,600 but	
T468	not over \$20,100	55%
T469	Over \$20,100 but	
T470	not over \$20,600	50%
T471	Over \$20,600 but	
T472	not over \$21,100	45%
T473	Over \$21,100 but	
T474	not over \$21,600	40%
T475	Over \$21,600 but	
T476	not over \$24,200	35%
T477	Over \$24,200 but	
T478	not over \$24,700	30%
T479	Over \$24,700 but	
T480	not over \$25,200	25%
T481	Over \$25,200 but	
T482	not over \$25,700	20%
T483	Over \$25,700 but	
T484	not over \$30,200	15%

T485	Over \$30,200 but	
T486	not over \$30,700	14%
T487	Over \$30,700 but	
T488	not over \$31,200	13%
T489	Over \$31,200 but	
T490	not over \$31,700	12%
T491	Over \$31,700 but	
T492	not over \$32,200	11%
T493	Over \$32,200 but	
T494	not over \$58,000	10%
T495	Over \$58,000 but	
T496	not over \$58,500	9%
T497	Over \$58,500 but	
T498	not over \$59,000	8%
T499	Over \$59,000 but	
T500	not over \$59,500	7%
T501	Over \$59,500 but	
T502	not over \$60,000	6%
T503	Over \$60,000 but	
T504	not over \$60,500	5%
T505	Over \$60,500 but	
T506	not over \$61,000	4%
T507	Over \$61,000 but	
T508	not over \$61,500	3%
T509	Over \$61,500 but	
T510	not over \$62,000	2%
T511	Over \$62,000 but	
T512	not over \$62,500	1%

442 (I) For taxable years commencing on or after January 1, [2012] 2015:

T513 Connecticut

T514	Adjusted Gross Income	Amount of Credit
T515	Over \$15,000 but	
T516	not over \$18,800	75%
T517	Over \$18,800 but	
T518	not over \$19,300	70%
T519	Over \$19,300 but	
T520	not over \$19,800	65%
T521	Over \$19,800 but	
T522	not over \$20,300	60%
T523	Over \$20,300 but	
T524	not over \$20,800	55%
T525	Over \$20,800 but	
T526	not over \$21,300	50%
T527	Over \$21,300 but	
T528	not over \$21,800	45%
T529	Over \$21,800 but	
T530	not over \$22,300	40%
T531	Over \$22,300 but	
T532	not over \$25,000	35%
T533	Over \$25,000 but	
T534	not over \$25,500	30%
T535	Over \$25,500 but	
T536	not over \$26,000	25%
T537	Over \$26,000 but	
T538	not over \$26,500	20%
T539	Over \$26,500 but	
T540	not over \$31,300	15%
T541	Over \$31,300 but	
T542	not over \$31,800	14%
T543	Over \$31,800 but	
T544	not over \$32,300	13%
T545	Over \$32,300 but	
T546	not over \$32,800	12%
T547	Over \$32,800 but	

T548	not over \$33,300	11%
T549	Over \$33,300 but	
T550	not over \$60,000	10%
T551	Over \$60,000 but	
T552	not over \$60,500	9%
T553	Over \$60,500 but	
T554	not over \$61,000	8%
T555	Over \$61,000 but	
T556	not over \$61,500	7%
T557	Over \$61,500 but	
T558	not over \$62,000	6%
T559	Over \$62,000 but	
T560	not over \$62,500	5%
T561	Over \$62,500 but	
T562	not over \$63,000	4%
T563	Over \$63,000 but	
T564	not over \$63,500	3%
T565	Over \$63,500 but	
T566	not over \$64,000	2%
T567	Over \$64,000 but	
T568	not over \$64,500	1%

443       Sec. 11. Subsection (c) of section 12-704c of the general statutes is  
 444 repealed and the following is substituted in lieu thereof (*Effective from*  
 445 *passage and applicable to taxable years commencing on or after January 1,*  
 446 *2009*):

447       (c) (1) (A) For taxable years commencing prior to January 1, 2000, in  
 448 the case of any such taxpayer who files under the federal income tax  
 449 for such taxable year as an unmarried individual whose Connecticut  
 450 adjusted gross income exceeds fifty-two thousand five hundred  
 451 dollars, the amount of the credit that exceeds one hundred dollars shall  
 452 be reduced by ten per cent for each ten thousand dollars, or fraction  
 453 thereof, by which the taxpayer's Connecticut adjusted gross income

454 exceeds said amount.

455 (B) For taxable years commencing on or after January 1, 2000, but  
456 prior to January 1, 2001, in the case of any such taxpayer who files  
457 under the federal income tax for such taxable year as an unmarried  
458 individual whose Connecticut adjusted gross income exceeds fifty-  
459 three thousand five hundred dollars, the amount of the credit that  
460 exceeds one hundred dollars shall be reduced by ten per cent for each  
461 ten thousand dollars, or fraction thereof, by which the taxpayer's  
462 Connecticut adjusted gross income exceeds said amount.

463 (C) For taxable years commencing on or after January 1, 2001, but  
464 prior to January 1, 2004, in the case of any such taxpayer who files  
465 under the federal income tax for such taxable year as an unmarried  
466 individual whose Connecticut adjusted gross income exceeds fifty-four  
467 thousand five hundred dollars, the amount of the credit shall be  
468 reduced by ten per cent for each ten thousand dollars, or fraction  
469 thereof, by which the taxpayer's Connecticut adjusted gross income  
470 exceeds said amount.

471 (D) For taxable years commencing on or after January 1, 2004, but  
472 prior to January 1, 2007, in the case of any such taxpayer who files  
473 under the federal income tax for such taxable year as an unmarried  
474 individual whose Connecticut adjusted gross income exceeds fifty-five  
475 thousand dollars, the amount of the credit shall be reduced by ten per  
476 cent for each ten thousand dollars, or fraction thereof, by which the  
477 taxpayer's Connecticut adjusted gross income exceeds said amount.

478 (E) For taxable years commencing on or after January 1, 2007, but  
479 prior to January 1, 2008, in the case of any such taxpayer who files  
480 under the federal income tax for such taxable year as an unmarried  
481 individual whose Connecticut adjusted gross income exceeds fifty-five  
482 thousand five hundred dollars, the amount of the credit shall be  
483 reduced by ten per cent for each ten thousand dollars, or fraction  
484 thereof, by which the taxpayer's Connecticut adjusted gross income  
485 exceeds said amount.

486 (F) For taxable years commencing on or after January 1, 2008, but  
487 prior to January 1, [2009] 2012, in the case of any such taxpayer who  
488 files under the federal income tax for such taxable year as an  
489 unmarried individual whose Connecticut adjusted gross income  
490 exceeds fifty-six thousand five hundred dollars, the amount of the  
491 credit shall be reduced by ten per cent for each ten thousand dollars, or  
492 fraction thereof, by which the taxpayer's Connecticut adjusted gross  
493 income exceeds said amount.

494 (G) For taxable years commencing on or after January 1, [2009] 2012,  
495 but prior to January 1, [2010] 2013, in the case of any such taxpayer  
496 who files under the federal income tax for such taxable year as an  
497 unmarried individual whose Connecticut adjusted gross income  
498 exceeds fifty-eight thousand five hundred dollars, the amount of the  
499 credit shall be reduced by ten per cent for each ten thousand dollars, or  
500 fraction thereof, by which the taxpayer's Connecticut adjusted gross  
501 income exceeds said amount.

502 (H) For taxable years commencing on or after January 1, [2010] 2013,  
503 but prior to January 1, [2011] 2014, in the case of any such taxpayer  
504 who files under the federal income tax for such taxable year as an  
505 unmarried individual whose Connecticut adjusted gross income  
506 exceeds sixty thousand five hundred dollars, the amount of the credit  
507 shall be reduced by ten per cent for each ten thousand dollars, or  
508 fraction thereof, by which the taxpayer's Connecticut adjusted gross  
509 income exceeds said amount.

510 (I) For taxable years commencing on or after January 1, [2011] 2014,  
511 but prior to January 1, [2012] 2015, in the case of any such taxpayer  
512 who files under the federal income tax for such taxable year as an  
513 unmarried individual whose Connecticut adjusted gross income  
514 exceeds sixty-two thousand five hundred dollars, the amount of the  
515 credit shall be reduced by ten per cent for each ten thousand dollars, or  
516 fraction thereof, by which the taxpayer's Connecticut adjusted gross  
517 income exceeds said amount.

518 (J) For taxable years commencing on or after January 1, [2012] 2015,  
519 in the case of any such taxpayer who files under the federal income tax  
520 for such taxable year as an unmarried individual whose Connecticut  
521 adjusted gross income exceeds sixty-four thousand five hundred  
522 dollars, the amount of the credit shall be reduced by ten per cent for  
523 each ten thousand dollars, or fraction thereof, by which the taxpayer's  
524 Connecticut adjusted gross income exceeds said amount.

525 (2) In the case of any such taxpayer who files under the federal  
526 income tax for such taxable year as a married individual filing  
527 separately whose Connecticut adjusted gross income exceeds fifty  
528 thousand two hundred fifty dollars, the amount of the credit shall be  
529 reduced by ten per cent for each five thousand dollars, or fraction  
530 thereof, by which the taxpayer's Connecticut adjusted gross income  
531 exceeds said amount.

532 (3) In the case of a taxpayer who files under the federal income tax  
533 for such taxable year as a head of household whose Connecticut  
534 adjusted gross income exceeds seventy-eight thousand five hundred  
535 dollars, the amount of the credit shall be reduced by ten per cent for  
536 each ten thousand dollars or fraction thereof, by which the taxpayer's  
537 Connecticut adjusted gross income exceeds said amount.

538 (4) In the case of a taxpayer who files under federal income tax for  
539 such taxable year as married individuals filing jointly whose  
540 Connecticut adjusted gross income exceeds one hundred thousand five  
541 hundred dollars, the amount of the credit shall be reduced by ten per  
542 cent for each ten thousand dollars, or fraction thereof, by which the  
543 taxpayer's Connecticut adjusted gross income exceeds said amount.

544 Sec. 12. Subsections (a) and (b) of section 12-217j of the general  
545 statutes are repealed and the following is substituted in lieu thereof  
546 (*Effective from passage, and applicable to income years commencing on or*  
547 *after January 1, 2009*):

548 (a) As used in this section:

549 (1) "Commissioner" means the Commissioner of Revenue Services.

550 (2) "Commission" means the Connecticut Commission on Culture  
551 and Tourism.

552 (3) (A) "Qualified production" means entertainment content created  
553 in whole or in part within the state, including motion pictures;  
554 documentaries; long-form, specials, mini-series, series, sound  
555 recordings, videos and music videos and interstitials television  
556 programming; interactive television; interactive games; videogames;  
557 commercials; infomercials; any format of digital media, including an  
558 interactive web site, created for distribution or exhibition to the  
559 general public; and any trailer, pilot, video teaser or demo created  
560 primarily to stimulate the sale, marketing, promotion or exploitation of  
561 future investment in either a product or a qualified production via any  
562 means and media in any digital media format, film or videotape,  
563 provided such program meets all the underlying criteria of a qualified  
564 production.

565 (B) "Qualified production" shall not include any ongoing television  
566 program created primarily as news, weather or financial market  
567 reports, a production featuring current events, sporting events, an  
568 awards show or other gala event, a production whose sole purpose is  
569 fundraising, a long-form production that primarily markets a product  
570 or service, a production used for corporate training or in-house  
571 corporate advertising or other similar productions, or any production  
572 for which records are required to be maintained under 18 USC 2257  
573 with respect to sexually explicit content.

574 (4) "Eligible production company" means a corporation, partnership,  
575 limited liability company, or other business entity engaged in the  
576 business of producing qualified productions on a one-time or ongoing  
577 basis, and qualified by the Secretary of the State to engage in business  
578 in the state.

579 (5) "Production expenses or costs" means all expenditures clearly

580 and demonstrably incurred in the state in the development,  
581 preproduction, production or postproduction costs of a qualified  
582 production, including:

583 (A) Expenditures incurred in the state in the form of either  
584 compensation or purchases including production work, production  
585 equipment not eligible for the infrastructure tax credit provided in  
586 section 12-217kk, production software, postproduction work,  
587 postproduction equipment, postproduction software, set design, set  
588 construction, props, lighting, wardrobe, makeup, makeup accessories,  
589 special effects, visual effects, audio effects, film processing, music,  
590 sound mixing, editing, location fees, soundstages and any and all other  
591 costs or services directly incurred in connection with a state-certified  
592 qualified production;

593 (B) Expenditures for distribution, including preproduction,  
594 production or postproduction costs relating to the creation of trailers,  
595 marketing videos, commercials, point-of-purchase videos and any and  
596 all content created on film or digital media, including the duplication  
597 of films, videos, CDs, DVDs and any and all digital files now in  
598 existence and those yet to be created for mass consumer consumption;  
599 the purchase, by a company in the state, of any and all equipment  
600 relating to the duplication or mass market distribution of any content  
601 created or produced in the state by any digital media format which is  
602 now in use and those formats yet to be created for mass consumer  
603 consumption; and

604 (C) "Production expenses or costs" does not include the following:  
605 (i) On and after January 1, 2008, but prior to January 1, 2009,  
606 compensation in excess of fifteen million dollars paid to any individual  
607 or entity representing an individual, for services provided in the  
608 production of a qualified production; and on and after January 1, 2009,  
609 compensation in excess of five million dollars paid to any individual or  
610 entity representing an individual, for services provided in the  
611 production of a qualified production; (ii) media buys, promotional

612 events or gifts or public relations associated with the promotion or  
613 marketing of any qualified production; (iii) deferred, leveraged or  
614 profit participation costs relating to any and all personnel associated  
615 with any and all aspects of the production, including, but not limited  
616 to, producer fees, director fees, talent fees and writer fees; (iv) costs  
617 relating to the transfer of the production tax credits; and (v) any  
618 amounts paid to persons or businesses as a result of their participation  
619 in profits from the exploitation of the qualified production.

620 (6) "Sound recording" means a recording of music, poetry or  
621 spoken-word performance, but does not include the audio portions of  
622 dialogue or words spoken and recorded as part of a motion picture,  
623 video, theatrical production, television news coverage or athletic event.

624 (7) "State-certified qualified production" means a qualified  
625 production produced by an eligible production company that (A) is in  
626 compliance with regulations adopted pursuant to subsection (g) of this  
627 section, (B) is authorized to conduct business in this state, and (C) has  
628 been approved by the commission as qualifying for a production tax  
629 credit under this section.

630 (8) "Interactive web site" means a web site, the production costs of  
631 which (A) exceed five hundred thousand dollars per income year, and  
632 (B) is primarily (i) interactive games or end user applications, or (ii)  
633 animation, simulation, sound, graphics, story lines or video created or  
634 repurposed for distribution over the Internet. An interactive web site  
635 does not include a web site primarily used for institutional, private,  
636 industrial, retail or wholesale marketing or promotional purposes, or  
637 which contains obscene content.

638 (9) "Post-certification remedy" means the recapture, disallowance,  
639 recovery, reduction, repayment, forfeiture, decertification or any other  
640 remedy that would have the effect of reducing or otherwise limiting  
641 the use of a tax credit provided by this section.

642 (b) (1) The Connecticut Commission on Culture and Tourism shall

643 administer a system of tax credit vouchers within the resources,  
644 requirements and purposes of this section for eligible production  
645 companies producing a state-certified qualified production in the state  
646 as provided in this subsection.

647 (2) For income years commencing on or after January 1, 2006, any  
648 eligible production company incurring production expenses or costs in  
649 excess of fifty thousand dollars shall be eligible for a credit against the  
650 tax imposed under chapter 207 or this chapter equal to thirty per cent  
651 of such production expenses or costs, provided (A) on and after  
652 January 1, 2009, fifty per cent of such expenses or costs shall be  
653 counted toward such credit when incurred outside the state and used  
654 within the state, and one hundred per cent of such expenses or costs  
655 shall be counted toward such credit when incurred within the state  
656 and used within the state, and (B) on and after January 1, 2012, no  
657 expenses or costs incurred outside the state and used within the state  
658 shall be eligible for a credit, and one hundred per cent of such  
659 expenses or costs shall be counted toward such credit when incurred  
660 within the state and used within the state.

661 (3) For each calendar year commencing on and after January 1, 2009,  
662 the total amount of tax credit vouchers issued by the commission in  
663 such calendar year shall not exceed thirty million dollars.

664 [(2)] (4) On and after July 1, 2006, and for income years commencing  
665 on or after January 1, 2006, any credit allowed pursuant to this  
666 subsection may be sold, assigned or otherwise transferred, in whole or  
667 in part, to one or more taxpayers, provided no credit, after issuance,  
668 may be sold, assigned or otherwise transferred, in whole or in part,  
669 more than three times.

670 [(3)] (5) On and after July 1, 2006, and for income years commencing  
671 on or after January 1, 2006, any such credit allowed under this  
672 subsection shall be claimed against the tax imposed under chapter 207  
673 or this chapter for the income year in which the production expenses  
674 or costs were incurred, and may be carried forward for the three

675 immediately succeeding income years. Any production tax credit  
676 allowed under this subsection shall be nonrefundable.

677 Sec. 13. Section 30-91 of the general statutes is repealed and the  
678 following is substituted in lieu thereof (*Effective July 1, 2009*):

679 (a) The sale or the dispensing or consumption or the presence in  
680 glasses or other receptacles suitable to permit the consumption of  
681 alcoholic liquor by an individual in places operating under hotel  
682 permits, restaurant permits, cafe permits, restaurant permits for  
683 catering establishments, bowling establishment permits, racquetball  
684 facility permits, club permits, coliseum permits, coliseum concession  
685 permits, special sporting facility restaurant permits, special sporting  
686 facility employee recreational permits, special sporting facility guest  
687 permits, special sporting facility concession permits, special sporting  
688 facility bar permits, golf country club permits, nonprofit public  
689 museum permits, university permits, airport restaurant permits,  
690 airport bar permits, airport airline club permits, tavern permits, a  
691 manufacturer permit for a brew pub, [casino permits,] caterer liquor  
692 permits and charitable organization permits shall be unlawful on: (1)  
693 Monday, Tuesday, Wednesday, Thursday and Friday between the  
694 hours of one o'clock a.m. and nine o'clock a.m.; (2) Saturday between  
695 the hours of two o'clock a.m. and nine o'clock a.m.; (3) Sunday  
696 between the hours of two o'clock a.m. and eleven o'clock a.m.; (4)  
697 Christmas, except [(A)] for alcoholic liquor that is served where food is  
698 also available during the hours otherwise permitted by this section for  
699 the day on which Christmas falls; [, and (B) by casino permittees at  
700 casinos, as defined in section 30-37k;] and (5) January first between the  
701 hours of three o'clock a.m. and nine o'clock a.m., except that on any  
702 Sunday that is January first the prohibitions of this section shall be  
703 between the hours of three o'clock a.m. and eleven o'clock a.m.

704 (b) Any town may, by vote of a town meeting or by ordinance,  
705 reduce the number of hours during which sales under subsection (a) of  
706 this section, except sales pursuant to an airport restaurant permit,

707 airport bar permit or airport airline club permit, shall be permissible.  
708 In all cases when a town, either by vote of a town meeting or by  
709 ordinance, has acted on the sale of alcoholic liquor or the reduction of  
710 the number of hours when such sale is permissible, such action shall  
711 become effective on the first day of the month succeeding such action  
712 and no further action shall be taken until at least one year has elapsed  
713 since the previous action was taken.

714 (c) Notwithstanding any provisions of subsections (a) and (b) of this  
715 section to the contrary, such sale or dispensing or consumption or  
716 presence in glasses in places operating under a bowling establishment  
717 permit shall be unlawful before two p.m. on any day, except in that  
718 portion of the permit premises which is located in a separate room or  
719 rooms entry to which, from the bowling lane area of the establishment,  
720 is by means of a door or doors which shall remain closed at all times  
721 except to permit entrance and egress to and from the lane area. Any  
722 alcoholic liquor sold or dispensed in a place operating under a bowling  
723 establishment permit shall be served in containers such as, but not  
724 limited to, plastic or glass. Any town may, by vote of a town meeting  
725 or by ordinance, reduce the number of hours during which sales under  
726 this subsection shall be permissible.

727 (d) The sale or dispensing of alcoholic liquor in places operating  
728 under package store permits, drug store permits, manufacturer  
729 permits for beer or grocery store beer permits shall be unlawful on  
730 Decoration Day, Independence Day, Labor Day, Thanksgiving Day,  
731 New Year's Day, Sunday or Christmas or, if Independence Day,  
732 Christmas or New Year's Day occurs on a Sunday, on the Monday next  
733 following such day except that such sale or dispensing shall be lawful  
734 on any Independence Day occurring on a Saturday; and such sale or  
735 dispensing of alcoholic liquor in places operating under package store  
736 permits, drug store permits, manufacturer permits for beer and  
737 grocery store beer permits shall be unlawful on any other day before  
738 eight o'clock a.m. and after nine o'clock p.m. It shall be unlawful for  
739 the holder of a manufacturing permit for a brew pub to sell beer for

740 consumption off the premises on the days or hours prohibited by this  
741 subsection. Any town may, by a vote of a town meeting or by  
742 ordinance, reduce the number of hours during which such sale shall be  
743 permissible.

744 (e) In the case of any premises operating under a tavern permit or  
745 premises operating under a cafe permit, wherein, under the provisions  
746 of this section, the sale of alcoholic liquor is forbidden on certain days  
747 or hours of the day, or during the period when a tavern permit or cafe  
748 permit is suspended, it shall likewise be unlawful to keep such  
749 premises open to, or permit it to be occupied by, the public on such  
750 days or hours.

751 (f) The retail sale of wine and the tasting of free samples of wine by  
752 visitors and prospective retail customers of a permittee holding a  
753 manufacturer permit for a farm winery on the premises of such  
754 permittee shall be unlawful on Sunday before eleven o'clock a.m. and  
755 after eight o'clock p.m. and on any other day before ten o'clock a.m.  
756 and after eight o'clock p.m. Any town may, by vote of a town meeting  
757 or by ordinance, reduce the number of hours during which sales and  
758 the tasting of free samples of wine under this subsection shall be  
759 permissible.

760 (g) Notwithstanding any provision of subsection (a) of this section  
761 to the contrary, food or nonalcoholic beverages may be sold, dispensed  
762 or consumed in places operating under an airport restaurant permit,  
763 an airport bar permit or an airport airline club permit, at any time, as  
764 allowed by agreement between the state of Connecticut and its lessees  
765 or concessionaires.

766 (h) The sale or the dispensing or consumption or the presence in  
767 glasses or other receptacles suitable to permit the consumption of  
768 alcoholic liquor by an individual in places operating under a nonprofit  
769 golf tournament permit shall be unlawful on any day prior to eleven  
770 o'clock a.m. and after nine o'clock p.m.

771 (i) The tasting of free samples of beer by visitors of a permittee  
 772 holding a manufacturing permit for beer on the premises of such  
 773 permittee shall be unlawful on Sunday before eleven o'clock a.m. and  
 774 after eight o'clock p.m. and on any other day before ten o'clock a.m.  
 775 and after eight o'clock p.m. Nothing in this section shall be construed  
 776 to limit the right of a holder of such permit to conduct manufacturing  
 777 operations at any time. Any town may, by vote of a town meeting or  
 778 ordinance, reduce the number of hours during which the tasting and  
 779 free samples of beer under this subsection shall be permissible.

780 (j) Nothing in this section shall be construed to require any  
 781 permittee to continue the sale or dispensing of alcoholic liquor until  
 782 the closing hour established under this section.

783 (k) The provisions of subsection (a) of this section shall not apply to  
 784 the sale or dispensing of alcohol by holders of casino permits, as  
 785 defined in section 30-37k, on and after July 1, 2009.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2009</i>	New section
Sec. 2	<i>July 1, 2009</i>	New section
Sec. 3	<i>July 1, 2009</i>	New section
Sec. 4	<i>from passage</i>	New section
Sec. 5	<i>July 1, 2009</i>	13b-61a
Sec. 6	<i>from passage</i>	12-407e
Sec. 7	<i>from passage and applicable to income years commencing on or after January 1, 2009</i>	10-416a(b)
Sec. 8	<i>from passage and applicable to income years commencing on or after January 1, 2009</i>	10-416b(b)
Sec. 9	<i>from passage and applicable to taxable years commencing on or after January 1, 2009</i>	12-702(a)

Sec. 10	<i>from passage and applicable to taxable years commencing on or after January 1, 2009</i>	12-703(a)
Sec. 11	<i>from passage and applicable to taxable years commencing on or after January 1, 2009</i>	12-704c(c)
Sec. 12	<i>from passage, and applicable to income years commencing on or after January 1, 2009</i>	12-217jj(a) and (b)
Sec. 13	<i>July 1, 2009</i>	30-91

**Statement of Purpose:**

To implement the Governor's budget recommendations.

*[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.]*