



General Assembly

January Session, 2009

***Raised Bill No. 934***

LCO No. 3659

\*03659\_\_\_\_\_FIN\*

Referred to Committee on Finance, Revenue and Bonding

Introduced by:  
(FIN)

***AN ACT CONCERNING A CORPORATION TAX SURCHARGE.***

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

1 Section 1. Subsection (b) of section 12-214 of the general statutes is  
2 repealed and the following is substituted in lieu thereof (*Effective July*  
3 *1, 2009, and applicable to income years commencing on or after January 1,*  
4 *2009*):

5 (b) (1) With respect to income years commencing on or after January  
6 1, 1989, and prior to January 1, 1992, any company subject to the tax  
7 imposed in accordance with subsection (a) of this section shall pay, for  
8 each such income year, an additional tax in an amount equal to twenty  
9 per cent of the tax calculated under said subsection (a) for such income  
10 year, without reduction of the tax so calculated by the amount of any  
11 credit against such tax. The additional amount of tax determined  
12 under this subsection for any income year shall constitute a part of the  
13 tax imposed by the provisions of said subsection (a) and shall become  
14 due and be paid, collected and enforced as provided in this chapter.

15 (2) With respect to income years commencing on or after January 1,  
16 1992, and prior to January 1, 1993, any company subject to the tax

17 imposed in accordance with subsection (a) of this section shall pay, for  
18 each such income year, an additional tax in an amount equal to ten per  
19 cent of the tax calculated under said subsection (a) for such income  
20 year, without reduction of the tax so calculated by the amount of any  
21 credit against such tax. The additional amount of tax determined  
22 under this subsection for any income year shall constitute a part of the  
23 tax imposed by the provisions of said subsection (a) and shall become  
24 due and be paid, collected and enforced as provided in this chapter.

25 (3) With respect to income years commencing on or after January 1,  
26 2003, and prior to January 1, 2004, any company subject to the tax  
27 imposed in accordance with subsection (a) of this section shall pay, for  
28 each such income year, an additional tax in an amount equal to twenty  
29 per cent of the tax calculated under said subsection (a) for such income  
30 year, without reduction of the tax so calculated by the amount of any  
31 credit against such tax. The additional amount of tax determined  
32 under this subsection for any income year shall constitute a part of the  
33 tax imposed by the provisions of said subsection (a) and shall become  
34 due and be paid, collected and enforced as provided in this chapter.

35 (4) With respect to income years commencing on or after January 1,  
36 2004, and prior to January 1, 2005, any company subject to the tax  
37 imposed in accordance with subsection (a) of this section shall pay, for  
38 each such income year, an additional tax in an amount equal to  
39 twenty-five per cent of the tax calculated under said subsection (a) for  
40 such income year, without reduction of the tax so calculated by the  
41 amount of any credit against such tax, except that any company that  
42 pays the minimum tax of two hundred fifty dollars under section 12-  
43 219 or 12-223c for such income year shall not be subject to the  
44 additional tax imposed by this subdivision. The additional amount of  
45 tax determined under this subdivision for any income year shall  
46 constitute a part of the tax imposed by the provisions of said  
47 subsection (a) and shall become due and be paid, collected and  
48 enforced as provided in this chapter.

49 (5) With respect to income years commencing on or after January 1,  
50 2006, and prior to January 1, 2007, any company subject to the tax  
51 imposed in accordance with subsection (a) of this section shall pay,  
52 except when the tax so calculated is equal to two hundred fifty dollars,  
53 for each such income year, an additional tax in an amount equal to  
54 twenty per cent of the tax calculated under said subsection (a) for such  
55 income year, without reduction of the tax so calculated by the amount  
56 of any credit against such tax. The additional amount of tax  
57 determined under this subsection for any income year shall constitute  
58 a part of the tax imposed by the provisions of said subsection (a) and  
59 shall become due and be paid, collected and enforced as provided in  
60 this chapter.

61 (6) With respect to income years commencing on or after January 1,  
62 2009, and prior to January 1, 2010, any company subject to the tax  
63 imposed in accordance with subsection (a) of this section shall pay, for  
64 each such income year, an additional tax in an amount equal to thirty  
65 per cent of the tax calculated under said subsection (a) for such income  
66 year, without reduction of the tax so calculated by the amount of any  
67 credit against such tax. The additional amount of tax determined  
68 under this subsection for any income year shall constitute a part of the  
69 tax imposed by the provisions of said subsection (a) and shall become  
70 due and be paid, collected and enforced as provided in this chapter.

71 (7) With respect to income years commencing on or after January 1,  
72 2010, and prior to January 1, 2011, any company subject to the tax  
73 imposed in accordance with subsection (a) of this section shall pay, for  
74 each such income year, an additional tax in an amount equal to thirty  
75 per cent of the tax calculated under said subsection (a) for such income  
76 year, without reduction of the tax so calculated by the amount of any  
77 credit against such tax. The additional amount of tax determined  
78 under this subsection for any income year shall constitute a part of the  
79 tax imposed by the provisions of said subsection (a) and shall become  
80 due and be paid, collected and enforced as provided in this chapter.

81 (8) With respect to income years commencing on or after January 1,  
82 2011, and prior to January 1, 2012, any company subject to the tax  
83 imposed in accordance with subsection (a) of this section shall pay, for  
84 each such income year, an additional tax in an amount equal to thirty  
85 per cent of the tax calculated under said subsection (a) for such income  
86 year, without reduction of the tax so calculated by the amount of any  
87 credit against such tax. The additional amount of tax determined  
88 under this subsection for any income year shall constitute a part of the  
89 tax imposed by the provisions of said subsection (a) and shall become  
90 due and be paid, collected and enforced as provided in this chapter.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2009, and applicable to income years commencing on or after January 1, 2009</i>	12-214(b)

**Statement of Purpose:**

To impose, for three income years, a surcharge of thirty per cent on entities subject to the corporation business tax.

*[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.]*