



General Assembly

Substitute Bill No. 1007

January Session, 2011

* _____SB01007FIN__042111_____*

AN ACT CONCERNING THE GOVERNOR'S RECOMMENDATIONS ON REVENUE.

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

1 Section 1. Section 12-211a of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective from passage and*
3 *applicable to calendar years commencing on or after January 1, 2011*):

4 (a) Notwithstanding any provision of the general statutes, and
5 except as provided in subsection (b) of this section, the amount of tax
6 credit or credits otherwise allowable against the tax imposed under
7 this chapter for any [income] calendar year shall not exceed [seventy]
8 thirty per cent of the amount of tax due from such taxpayer under this
9 chapter with respect to such [income] calendar year of the taxpayer
10 prior to the application of such credit or credits.

11 (b) (1) For a calendar year commencing on or after January 1, 2011,
12 and prior to January 1, 2013, the amount of tax credit or credits
13 otherwise allowable against the tax imposed under this chapter for
14 such calendar year may exceed the amount specified in subsection (a)
15 of this section only by the amount computed under subparagraph (A)
16 of subdivision (2) of this subsection, provided in no event may the
17 amount of tax credit or credits otherwise allowable against the tax
18 imposed under this chapter for such calendar year exceed one hundred
19 per cent of the amount of tax due from such taxpayer under this

20 chapter with respect to such calendar year of the taxpayer prior to the
21 application of such credit or credits.

22 (2) (A) The taxpayer's average monthly net employee gain for a
23 calendar year shall be multiplied by six thousand dollars.

24 (B) The taxpayer's average monthly net employee gain for a
25 calendar year shall be computed as follows: For each month in the
26 calendar year, the taxpayer shall subtract from the number of its
27 employees in this state on the last day of such month the number of its
28 employees in this state on the first day of the calendar year. The
29 taxpayer shall total the differences for the twelve months in the
30 calendar year, and such total, when divided by twelve, shall be the
31 taxpayer's average monthly net employee gain for the calendar year.
32 For purposes of this computation, only employees who are required to
33 work at least thirty-five hours per week and only employees who were
34 not employed in this state by a related person, as defined in section 12-
35 217ii, within the twelve months prior to the first day of the calendar
36 year may be taken into account in computing the number of
37 employees.

38 (C) If the taxpayer's average monthly net employee gain is zero or
39 less than zero, the taxpayer may not exceed the thirty per cent limit
40 imposed under subsection (a) of this section.

41 Sec. 2. Subsection (b) of section 12-214 of the general statutes is
42 repealed and the following is substituted in lieu thereof (*Effective from*
43 *passage and applicable to income years commencing on or after January 1,*
44 *2011*):

45 (b) (1) With respect to income years commencing on or after January
46 1, 1989, and prior to January 1, 1992, any company subject to the tax
47 imposed in accordance with subsection (a) of this section shall pay, for
48 each such income year, an additional tax in an amount equal to twenty
49 per cent of the tax calculated under said subsection (a) for such income
50 year, without reduction of the tax so calculated by the amount of any
51 credit against such tax. The additional amount of tax determined

52 under this subsection for any income year shall constitute a part of the
53 tax imposed by the provisions of said subsection (a) and shall become
54 due and be paid, collected and enforced as provided in this chapter.

55 (2) With respect to income years commencing on or after January 1,
56 1992, and prior to January 1, 1993, any company subject to the tax
57 imposed in accordance with subsection (a) of this section shall pay, for
58 each such income year, an additional tax in an amount equal to ten per
59 cent of the tax calculated under said subsection (a) for such income
60 year, without reduction of the tax so calculated by the amount of any
61 credit against such tax. The additional amount of tax determined
62 under this subsection for any income year shall constitute a part of the
63 tax imposed by the provisions of said subsection (a) and shall become
64 due and be paid, collected and enforced as provided in this chapter.

65 (3) With respect to income years commencing on or after January 1,
66 2003, and prior to January 1, 2004, any company subject to the tax
67 imposed in accordance with subsection (a) of this section shall pay, for
68 each such income year, an additional tax in an amount equal to twenty
69 per cent of the tax calculated under said subsection (a) for such income
70 year, without reduction of the tax so calculated by the amount of any
71 credit against such tax. The additional amount of tax determined
72 under this subsection for any income year shall constitute a part of the
73 tax imposed by the provisions of said subsection (a) and shall become
74 due and be paid, collected and enforced as provided in this chapter.

75 (4) With respect to income years commencing on or after January 1,
76 2004, and prior to January 1, 2005, any company subject to the tax
77 imposed in accordance with subsection (a) of this section shall pay, for
78 each such income year, an additional tax in an amount equal to
79 twenty-five per cent of the tax calculated under said subsection (a) for
80 such income year, without reduction of the tax so calculated by the
81 amount of any credit against such tax, except that any company that
82 pays the minimum tax of two hundred fifty dollars under section 12-
83 219 or 12-223c for such income year shall not be subject to the
84 additional tax imposed by this subdivision. The additional amount of

85 tax determined under this subdivision for any income year shall
86 constitute a part of the tax imposed by the provisions of said
87 subsection (a) and shall become due and be paid, collected and
88 enforced as provided in this chapter.

89 (5) With respect to income years commencing on or after January 1,
90 2006, and prior to January 1, 2007, any company subject to the tax
91 imposed in accordance with subsection (a) of this section shall pay,
92 except when the tax so calculated is equal to two hundred fifty dollars,
93 for each such income year, an additional tax in an amount equal to
94 twenty per cent of the tax calculated under said subsection (a) for such
95 income year, without reduction of the tax so calculated by the amount
96 of any credit against such tax. The additional amount of tax
97 determined under this subsection for any income year shall constitute
98 a part of the tax imposed by the provisions of said subsection (a) and
99 shall become due and be paid, collected and enforced as provided in
100 this chapter.

101 (6) (A) With respect to income years commencing on or after
102 January 1, 2009, and prior to January 1, 2012, any company subject to
103 the tax imposed in accordance with subsection (a) of this section shall
104 pay, for each such income year, except when the tax so calculated is
105 equal to two hundred fifty dollars, an additional tax in an amount
106 equal to ten per cent of the tax calculated under said subsection (a) for
107 such income year, without reduction of the tax so calculated by the
108 amount of any credit against such tax. The additional amount of tax
109 determined under this subsection for any income year shall constitute
110 a part of the tax imposed by the provisions of said subsection (a) and
111 shall become due and be paid, collected and enforced as provided in
112 this chapter.

113 (B) Any company whose gross income for the income year was less
114 than one hundred million dollars shall not be subject to the additional
115 tax imposed under subparagraph (A) of this subdivision. This
116 exception shall not apply to companies filing a combined return for the
117 income year under section 12-223a or a unitary return under

118 subsection (d) of section 12-218d.

119 (7) (A) With respect to income years commencing on or after
120 January 1, 2012, and prior to January 1, 2014, any company subject to
121 the tax imposed in accordance with subsection (a) of this section shall
122 pay, for each such income year, except when the tax so calculated is
123 equal to two hundred fifty dollars, an additional tax in an amount
124 equal to twenty per cent of the tax calculated under said subsection (a)
125 for such income year, without reduction of the tax so calculated by the
126 amount of any credit against such tax. The additional amount of tax
127 determined under this subsection for any income year shall constitute
128 a part of the tax imposed by the provisions of said subsection (a) and
129 shall become due and be paid, collected and enforced as provided in
130 this chapter.

131 (B) Any company whose gross income for the income year was less
132 than one hundred million dollars shall not be subject to the additional
133 tax imposed under subparagraph (A) of this subdivision. This
134 exception shall not apply to companies filing a combined return for the
135 income year under section 12-223a or a unitary return under
136 subsection (d) of section 12-218d.

137 Sec. 3. Subsections (c) to (e), inclusive, of section 12-217jj of the
138 general statutes are repealed and the following is substituted in lieu
139 thereof (*Effective from passage and applicable to income years commencing*
140 *on or after January 1, 2011*):

141 (c) No eligible production company incurring an amount of
142 production expenses or costs that qualifies for such credit shall be
143 eligible for such credit unless on or after January 1, 2010, such
144 company conducts (1) not less than [twenty-five] fifty per cent of
145 principal photography days within the state, or (2) expends not less
146 than fifty per cent of postproduction costs within the state, or (3)
147 expends not less than one million dollars of postproduction costs
148 within the state.

149 (d) (1) For income years commencing on or after January 1, 2009, but

150 prior to January 1, 2010, fifty per cent of production expenses or costs
151 shall be counted toward such credit when incurred outside the state
152 and used within the state, and one hundred per cent of such expenses
153 or costs shall be counted toward such credit when incurred within the
154 state and used within the state.

155 (2) For income years commencing on or after January 1, 2010, no
156 expenses or costs incurred outside the state and used within the state
157 shall be eligible for a credit, and one hundred per cent of such
158 expenses or costs shall be counted toward such credit when incurred
159 within the state and used within the state.

160 (e) (1) On and after July 1, 2006, and for income years commencing
161 on or after January 1, 2006, any credit allowed pursuant to this
162 [subsection] section may be sold, assigned or otherwise transferred, in
163 whole or in part, to one or more taxpayers, provided (A) no credit,
164 after issuance, may be sold, assigned or otherwise transferred, in
165 whole or in part, more than three times, (B) in the case of a credit
166 allowed for the income year commencing on or after January 1, 2011,
167 and prior to January 1, 2012, any entity that is not subject to tax under
168 chapter 207 or this chapter may transfer not more than fifty per cent of
169 such credit in any one income year, and (C) in the case of a credit
170 allowed for an income year commencing on or after January 1, 2012,
171 any entity that is not subject to tax under chapter 207 or this chapter
172 may transfer not more than twenty-five per cent of such credit in any
173 one income year.

174 (2) Notwithstanding the provisions of subdivision (1) of this
175 subsection, any qualified production that is created in whole or in
176 significant part, as determined by the Commissioner of Economic and
177 Community Development, at a qualified production facility shall not
178 be subject to the limitations of subparagraph (B) or (C) of said
179 subdivision (1). For purposes of this subdivision, "qualified production
180 facility" means a facility (A) located in this state, (B) intended for film,
181 television or digital media production, and (C) that has had a
182 minimum investment of three million dollars, or less if the

183 commissioner determines such facility otherwise qualifies.

184 Sec. 4. Section 12-217zz of the general statutes is repealed and the
185 following is substituted in lieu thereof (*Effective from passage and*
186 *applicable to income years commencing on or after January 1, 2011*):

187 (a) Notwithstanding any other provision of law, and except as
188 otherwise provided in subsection (b) of this section, the amount of tax
189 credit or credits otherwise allowable against the tax imposed under
190 this chapter for any income year shall not exceed seventy per cent of
191 the amount of tax due from such taxpayer under this chapter with
192 respect to such income year of the taxpayer prior to the application of
193 such credit or credits.

194 (b) (1) For an income year commencing on or after January 1, 2011,
195 and prior to January 1, 2013, the amount of tax credit or credits
196 otherwise allowable against the tax imposed under this chapter for
197 such income year may exceed the amount specified in subsection (a) of
198 this section only by the amount computed under subparagraph (A) of
199 subdivision (2) of this subsection, provided in no event may the
200 amount of tax credit or credits otherwise allowable against the tax
201 imposed under this chapter for such income year exceed one hundred
202 per cent of the amount of tax due from such taxpayer under this
203 chapter with respect to such income year of the taxpayer prior to the
204 application of such credit or credits.

205 (2) (A) The taxpayer's average monthly net employee gain for an
206 income year shall be multiplied by six thousand dollars.

207 (B) The taxpayer's average monthly net employee gain for an
208 income year shall be computed as follows: For each month in the
209 taxpayer's income year, the taxpayer shall subtract from the number of
210 its employees in this state on the last day of such month the number of
211 its employees in this state on the first day of its income year. The
212 taxpayer shall total the differences for the twelve months in such
213 income year, and such total, when divided by twelve, shall be the
214 taxpayer's average monthly net employee gain for the income year. For

215 purposes of this computation, only employees who are required to
216 work at least thirty-five hours per week and only employees who were
217 not employed in this state by a related person, as defined in section 12-
218 217ii, within the twelve months prior to the first day of the income
219 year may be taken into account in computing the number of
220 employees.

221 (C) If the taxpayer's average monthly net employee gain is zero or
222 less than zero, the taxpayer may not exceed the seventy per cent limit
223 imposed under subsection (a) of this section.

224 Sec. 5. Subsection (b) of section 12-219 of the general statutes is
225 repealed and the following is substituted in lieu thereof (*Effective from*
226 *passage and applicable to income years commencing on or after January 1,*
227 *2011*):

228 (b) (1) With respect to income years commencing on or after January
229 1, 1989, and prior to January 1, 1992, the additional tax imposed on any
230 company and calculated in accordance with subsection (a) of this
231 section shall, for each such income year, except when the tax so
232 calculated is equal to two hundred fifty dollars, be increased by adding
233 thereto an amount equal to twenty per cent of the additional tax so
234 calculated for such income year, without reduction of the additional
235 tax so calculated by the amount of any credit against such tax. The
236 increased amount of tax payable by any company under this section,
237 as determined in accordance with this subsection, shall become due
238 and be paid, collected and enforced as provided in this chapter.

239 (2) With respect to income years commencing on or after January 1,
240 1992, and prior to January 1, 1993, the additional tax imposed on any
241 company and calculated in accordance with subsection (a) of this
242 section shall, for each such income year, except when the tax so
243 calculated is equal to two hundred fifty dollars, be increased by adding
244 thereto an amount equal to ten per cent of the additional tax so
245 calculated for such income year, without reduction of the tax so
246 calculated by the amount of any credit against such tax. The increased

247 amount of tax payable by any company under this section, as
248 determined in accordance with this subsection, shall become due and
249 be paid, collected and enforced as provided in this chapter.

250 (3) With respect to income years commencing on or after January 1,
251 2003, and prior to January 1, 2004, the additional tax imposed on any
252 company and calculated in accordance with subsection (a) of this
253 section shall, for each such income year, be increased by adding
254 thereto an amount equal to twenty per cent of the additional tax so
255 calculated for such income year, without reduction of the tax so
256 calculated by the amount of any credit against such tax. The increased
257 amount of tax payable by any company under this section, as
258 determined in accordance with this subsection, shall become due and
259 be paid, collected and enforced as provided in this chapter.

260 (4) With respect to income years commencing on or after January 1,
261 2004, and prior to January 1, 2005, the additional tax imposed on any
262 company and calculated in accordance with subsection (a) of this
263 section shall, for each such income year, be increased by adding
264 thereto an amount equal to twenty-five per cent of the additional tax so
265 calculated for such income year, without reduction of the tax so
266 calculated by the amount of any credit against such tax, except that
267 any company that pays the minimum tax of two hundred fifty dollars
268 under this section or section 12-223c for such income year shall not be
269 subject to such additional tax. The increased amount of tax payable by
270 any company under this subdivision, as determined in accordance
271 with this subsection, shall become due and be paid, collected and
272 enforced as provided in this chapter.

273 (5) With respect to income years commencing on or after January 1,
274 2006, and prior to January 1, 2007, the additional tax imposed on any
275 company and calculated in accordance with subsection (a) of this
276 section shall, for each such income year, except when the tax so
277 calculated is equal to two hundred fifty dollars, be increased by adding
278 thereto an amount equal to twenty per cent of the additional tax so
279 calculated for such income year, without reduction of the tax so

280 calculated by the amount of any credit against such tax. The increased
281 amount of tax payable by any company under this section, as
282 determined in accordance with this subsection, shall become due and
283 be paid, collected and enforced as provided in this chapter.

284 (6) (A) With respect to income years commencing on or after
285 January 1, 2009, and prior to January 1, 2012, the additional tax
286 imposed on any company and calculated in accordance with
287 subsection (a) of this section shall, for each such income year, except
288 when the tax so calculated is equal to two hundred fifty dollars, be
289 increased by adding thereto an amount equal to ten per cent of the
290 additional tax so calculated for such income year, without reduction of
291 the tax so calculated by the amount of any credit against such tax. The
292 increased amount of tax payable by any company under this section,
293 as determined in accordance with this subsection, shall become due
294 and be paid, collected and enforced as provided in this chapter.

295 (B) Any company whose gross income for the income year was less
296 than one hundred million dollars shall not be subject to the additional
297 tax imposed under subparagraph (A) of this subdivision. This
298 exception shall not apply to companies filing a combined return for the
299 income year under section 12-223a or a unitary return under
300 subsection (d) of section 12-218d.

301 (7) (A) With respect to income years commencing on or after
302 January 1, 2012, and prior to January 1, 2014, the additional tax
303 imposed on any company and calculated in accordance with
304 subsection (a) of this section shall, for each such income year, except
305 when the tax so calculated is equal to two hundred fifty dollars, be
306 increased by adding thereto an amount equal to twenty per cent of the
307 additional tax so calculated for such income year, without reduction of
308 the tax so calculated by the amount of any credit against such tax. The
309 increased amount of tax payable by any company under this section,
310 as determined in accordance with this subsection, shall become due
311 and be paid, collected and enforced as provided in this chapter.

312 (B) Any company whose gross income for the income year was less
313 than one hundred million dollars shall not be subject to the additional
314 tax imposed under subparagraph (A) of this subdivision. This
315 exception shall not apply to companies filing a combined return for the
316 income year under section 12-223a or a unitary return under
317 subsection (d) of section 12-218d.

318 Sec. 6. Section 12-296 of the general statutes is repealed and the
319 following is substituted in lieu thereof (*Effective July 1, 2011, and*
320 *applicable to sales occurring on or after said date*):

321 A tax is imposed on all cigarettes held in this state by any person for
322 sale, said tax to be at the rate of one hundred [fifty] seventy mills for
323 each cigarette and the payment thereof shall be for the account of the
324 purchaser or consumer of such cigarettes and shall be evidenced by the
325 affixing of stamps to the packages containing the cigarettes as
326 provided in this chapter.

327 Sec. 7. Section 12-316 of the general statutes is repealed and the
328 following is substituted in lieu thereof (*Effective July 1, 2011, and*
329 *applicable to sales occurring on or after said date*):

330 A tax is hereby imposed at the rate of one hundred [fifty] seventy
331 mills for each cigarette upon the storage or use within this state of any
332 unstamped cigarettes in the possession of any person other than a
333 licensed distributor or dealer, or a carrier for transit from without this
334 state to a licensed distributor or dealer within this state. Any person,
335 including distributors, dealers, carriers, warehousemen and
336 consumers, last having possession of unstamped cigarettes in this state
337 shall be liable for the tax on such cigarettes if such cigarettes are
338 unaccounted for in transit, storage or otherwise, and in such event a
339 presumption shall exist for the purpose of taxation that such cigarettes
340 were used and consumed in Connecticut.

341 Sec. 8. (*Effective from passage*) (a) An excise tax is hereby imposed
342 upon each distributor and each dealer, as each are defined in section
343 12-285 of the general statutes and licensed pursuant to chapter 214 of

344 the general statutes, in the amount of twenty mills per cigarette, as
345 defined in said section 12-285, in such distributor's or such dealer's
346 inventory as of the close of business on June 30, 2011, or, if the business
347 closes after eleven fifty-nine o'clock p.m. on such date, at eleven fifty-
348 nine o'clock p.m. on such date.

349 (b) Each such licensed distributor or dealer shall, not later than
350 August 15, 2011, file with the Commissioner of Revenue Services, on
351 forms prescribed by said commissioner, a report that shows the
352 number of cigarettes in inventory as of the close of business on June 30,
353 2011, or, if the business closes after eleven fifty-nine o'clock p.m. on
354 such date, at eleven fifty-nine o'clock p.m. on such date, upon which
355 inventory the tax under subsection (a) of this section shall be imposed.
356 The tax shall be due and payable on the due date of such report. If any
357 distributor or dealer required to file a report pursuant to this section
358 fails to file such report on or before August 15, 2011, the commissioner
359 shall make an estimate of the number of cigarettes in such distributor's
360 or dealer's inventory as of the close of business on June 30, 2011, based
361 upon any information that is in the commissioner's possession or that
362 may come into the commissioner's possession. The provisions of
363 chapter 214 of the general statutes pertaining to failure to file returns,
364 examination of returns by the commissioner, the issuance of deficiency
365 assessments or assessments where no return has been filed, the
366 collection of tax, the imposition of penalties and the accrual of interest
367 shall apply to the distributors and dealers required to pay the tax
368 imposed under this section. Failure of any distributor or dealer to file
369 such report when due shall be sufficient reason to revoke such
370 distributor's or dealer's license under the provisions of said chapter 214
371 and to revoke any other state license or permit held by such distributor
372 or dealer. If, in the discretion of the commissioner, the enforcement of
373 this section would otherwise be adversely affected, the commissioner
374 shall not renew the dealer's license of any dealer who fails to file such
375 report, or the distributor's license of any distributor who fails to file
376 such report, until such report is filed.

377 Sec. 9. Subsection (a) of section 12-330c of the general statutes is

378 repealed and the following is substituted in lieu thereof (*Effective July*
 379 *1, 2011, and applicable to sales occurring on or after said date*):

380 (a) (1) A tax is imposed on all untaxed tobacco products held in this
 381 state by any person. Except as otherwise provided in subdivision (2) of
 382 this subsection with respect to the rate of tax on snuff tobacco
 383 products, the tax shall be imposed at the rate of [twenty-seven and
 384 one-half] fifty per cent of the wholesale sales price of such products.

385 (2) The tax shall be imposed on snuff tobacco products, on the net
 386 weight as listed by the manufacturer, as follows: [Fifty-five cents] One
 387 dollar per ounce of snuff and a proportionate tax at the like rate on all
 388 fractional parts of an ounce of snuff.

389 Sec. 10. Subsection (g) of section 12-391 of the general statutes is
 390 repealed and the following is substituted in lieu thereof (*Effective from*
 391 *passage and applicable to estates of decedents dying on or after January 1,*
 392 *2011*):

393 (g) (1) With respect to the estates of decedents dying on or after
 394 January 1, 2005, but prior to January 1, 2010, the tax based on the
 395 Connecticut taxable estate shall be as provided in the following
 396 schedule:

T1	Amount of Connecticut	
T2	Taxable Estate	Rate of Tax
T3	Not over \$2,000,000	None
T4	Over \$2,000,000	
T5	but not over \$2,100,000	5.085% of the excess over \$0
T6	Over \$2,100,000	\$106,800 plus 8% of the excess
T7	but not over \$2,600,000	over \$2,100,000
T8	Over \$2,600,000	\$146,800 plus 8.8% of the excess
T9	but not over \$3,100,000	over \$2,600,000
T10	Over \$3,100,000	\$190,800 plus 9.6% of the excess
T11	but not over \$3,600,000	over \$3,100,000

T12	Over \$3,600,000	\$238,800 plus 10.4% of the excess
T13	but not over \$4,100,000	over \$3,600,000
T14	Over \$4,100,000	\$290,800 plus 11.2% of the excess
T15	but not over \$5,100,000	over \$4,100,000
T16	Over \$5,100,000	\$402,800 plus 12% of the excess
T17	but not over \$6,100,000	over \$5,100,000
T18	Over \$6,100,000	\$522,800 plus 12.8% of the excess
T19	but not over \$7,100,000	over \$6,100,000
T20	Over \$7,100,000	\$650,800 plus 13.6% of the excess
T21	but not over \$8,100,000	over \$7,100,000
T22	Over \$8,100,000	\$786,800 plus 14.4% of the excess
T23	but not over \$9,100,000	over \$8,100,000
T24	Over \$9,100,000	\$930,800 plus 15.2% of the excess
T25	but not over \$10,100,000	over \$9,100,000
T26	Over \$10,100,000	\$1,082,800 plus 16% of the excess
T27		over \$10,100,000

397 (2) With respect to the estates of decedents dying on or after January
398 1, 2010, but prior to January 1, 2011, the tax based on the Connecticut
399 taxable estate shall be as provided in the following schedule:

T28	Amount of Connecticut	
T29	Taxable Estate	Rate of Tax
T30	Not over \$3,500,000	None
T31	Over \$3,500,000	7.2% of the excess
T32	but not over \$3,600,000	over \$3,500,000
T33	Over \$3,600,000	\$7,200 plus 7.8% of the excess
T34	but not over \$4,100,000	over \$3,600,000
T35	Over \$4,100,000	\$46,200 plus 8.4% of the excess
T36	but not over \$5,100,000	over \$4,100,000
T37	Over \$5,100,000	\$130,200 plus 9.0% of the excess
T38	but not over \$6,100,000	over \$5,100,000
T39	Over \$6,100,000	\$220,200 plus 9.6% of the excess
T40	but not over \$7,100,000	over \$6,100,000

T41	Over \$7,100,000	\$316,200 plus 10.2% of the excess
T42	but not over \$8,100,000	over \$7,100,000
T43	Over \$8,100,000	\$418,200 plus 10.8% of the excess
T44	but not over \$9,100,000	over \$8,100,000
T45	Over \$9,100,000	\$526,200 plus 11.4% of the excess
T46	but not over \$10,100,000	over \$9,100,000
T47	Over \$10,100,000	\$640,200 plus 12% of the excess
T48		over \$10,100,000

400 (3) With respect to the estates of decedents dying on or after January
 401 1, 2011, the tax based on the Connecticut taxable estate shall be as
 402 provided in the following schedule:

T49	<u>Amount of Connecticut</u>	
T50	<u>Taxable Estate</u>	<u>Rate of Tax</u>
T51	<u>Not over \$2,000,000</u>	<u>None</u>
T52	<u>Over \$2,000,000</u>	<u>7.2% of the excess</u>
T53	<u>but not over \$3,600,000</u>	<u>over \$2,000,000</u>
T54	<u>Over \$3,600,000</u>	<u>\$115,200 plus 7.8% of the excess</u>
T55	<u>but not over \$4,100,000</u>	<u>over \$3,600,000</u>
T56	<u>Over \$4,100,000</u>	<u>\$154,200 plus 8.4% of the excess</u>
T57	<u>but not over \$5,100,000</u>	<u>over \$4,100,000</u>
T58	<u>Over \$5,100,000</u>	<u>\$238,200 plus 9.0% of the excess</u>
T59	<u>but not over \$6,100,000</u>	<u>over \$5,100,000</u>
T60	<u>Over \$6,100,000</u>	<u>\$328,200 plus 9.6% of the excess</u>
T61	<u>but not over \$7,100,000</u>	<u>over \$6,100,000</u>
T62	<u>Over \$7,100,000</u>	<u>\$424,200 plus 10.2% of the excess</u>
T63	<u>but not over \$8,100,000</u>	<u>over \$7,100,000</u>
T64	<u>Over \$8,100,000</u>	<u>\$526,200 plus 10.8% of the excess</u>
T65	<u>but not over \$9,100,000</u>	<u>over \$8,100,000</u>
T66	<u>Over \$9,100,000</u>	<u>\$634,200 plus 11.4% of the excess</u>
T67	<u>but not over \$10,100,000</u>	<u>over \$9,100,000</u>
T68	<u>Over \$10,100,000</u>	<u>\$748,200 plus 12% of the excess</u>
T69		<u>over \$10,100,000</u>

403 Sec. 11. Subdivision (3) of subsection (b) of section 12-392 of the
404 general statutes is repealed and the following is substituted in lieu
405 thereof (*Effective from passage and applicable to estates of decedents dying on*
406 *or after January 1, 2011*):

407 (3) (A) A tax return shall be filed, in the case of every decedent who
408 died prior to January 1, 2005, and at the time of death was (i) a resident
409 of this state, or (ii) a nonresident of this state whose gross estate
410 includes any real property situated in this state or tangible personal
411 property having an actual situs in this state, whenever the personal
412 representative of the estate is required by the laws of the United States
413 to file a federal estate tax return.

414 (B) A tax return shall be filed, in the case of every decedent who dies
415 on or after January 1, 2005, but prior to January 1, 2010, and at the time
416 of death was (i) a resident of this state, or (ii) a nonresident of this state
417 whose gross estate includes any real property situated in this state or
418 tangible personal property having an actual situs in this state. If the
419 decedent's Connecticut taxable estate is over two million dollars, such
420 tax return shall be filed with the Commissioner of Revenue Services
421 and a copy of such return shall be filed with the court of probate for
422 the district within which the decedent resided at the date of his or her
423 death or, if the decedent died a nonresident of this state, the court of
424 probate for the district within which such real property or tangible
425 personal property is situated. If the decedent's Connecticut taxable
426 estate is two million dollars or less, such return shall be filed with the
427 court of probate for the district within which the decedent resided at
428 the date of his or her death or, if the decedent died a nonresident of
429 this state, the court of probate for the district within which such real
430 property or tangible personal property is situated, and no such return
431 shall be filed with the Commissioner of Revenue Services. The judge of
432 probate for the district in which such return is filed shall review each
433 such return and shall issue a written opinion to the estate
434 representative in each case in which the judge determines that the
435 estate is not subject to tax under this chapter.

436 (C) A tax return shall be filed, in the case of every decedent who
437 dies on or after January 1, 2010, but prior to January 1, 2011, and at the
438 time of death was (i) a resident of this state, or (ii) a nonresident of this
439 state whose gross estate includes any real property situated in this
440 state or tangible personal property having an actual situs in this state.
441 If the decedent's Connecticut taxable estate is over three million five
442 hundred thousand dollars, such tax return shall be filed with the
443 Commissioner of Revenue Services and a copy of such return shall be
444 filed with the court of probate for the district within which the
445 decedent resided at the date of his or her death or, if the decedent died
446 a nonresident of this state, the court of probate for the district within
447 which such real property or tangible personal property is situated. If
448 the decedent's Connecticut taxable estate is three million five hundred
449 thousand dollars or less, such return shall be filed with the court of
450 probate for the district within which the decedent resided at the date
451 of his or her death or, if the decedent died a nonresident of this state,
452 the court of probate for the district within which such real property or
453 tangible personal property is situated, and no such return shall be filed
454 with the Commissioner of Revenue Services. The judge of probate for
455 the district in which such return is filed shall review each such return
456 and shall issue a written opinion to the estate representative in each
457 case in which the judge determines that the estate is not subject to tax
458 under this chapter.

459 (D) A tax return shall be filed, in the case of every decedent who
460 dies on or after January 1, 2011, and at the time of death was (i) a
461 resident of this state, or (ii) a nonresident of this state whose gross
462 estate includes any real property situated in this state or tangible
463 personal property having an actual situs in this state. If the decedent's
464 Connecticut taxable estate is over two million dollars, such tax return
465 shall be filed with the Commissioner of Revenue Services and a copy
466 of such return shall be filed with the court of probate for the district
467 within which the decedent resided at the date of his or her death or, if
468 the decedent died a nonresident of this state, the court of probate for
469 the district within which such real property or tangible personal

470 property is situated. If the decedent's Connecticut taxable estate is two
471 million dollars or less, such return shall be filed with the court of
472 probate for the district within which the decedent resided at the date
473 of his or her death or, if the decedent died a nonresident of this state,
474 the court of probate for the district within which such real property or
475 tangible personal property is situated, and no such return shall be filed
476 with the Commissioner of Revenue Services. The judge of probate for
477 the district in which such return is filed shall review each such return
478 and shall issue a written opinion to the estate representative in each
479 case in which the judge determines that the estate is not subject to tax
480 under this chapter.

481 [(D)] (E) The duly authorized executor or administrator shall file the
482 return. If there is more than one executor or administrator, the return
483 shall be made jointly by all. If there is no executor or administrator
484 appointed, qualified and acting, each person in actual or constructive
485 possession of any property of the decedent is constituted an executor
486 for purposes of the tax and shall make and file a return. If in any case
487 the executor is unable to make a complete return as to any part of the
488 gross estate, the executor shall provide all the information available to
489 him with respect to such property, including a full description, and the
490 name of every person holding a legal or beneficial interest in the
491 property. If the executor is unable to make a return as to any property,
492 each person holding a legal or equitable interest in such property shall,
493 upon notice from the commissioner, make a return as to that part of
494 the gross estate.

495 [(E)] (F) On or before the last day of the month next succeeding each
496 calendar quarter, and commencing with the calendar quarter ending
497 September 30, 2005, each court of probate shall file with the
498 commissioner a report for the calendar quarter in such form as the
499 commissioner may prescribe. The report shall pertain to returns filed
500 with the court of probate during the calendar quarter.

501 Sec. 12. Subsection (e) of section 12-398 of the general statutes is
502 repealed and the following is substituted in lieu thereof (*Effective from*

503 *passage and applicable to estates of decedents dying on or after January 1,*
504 *2011):*

505 (e) Any person shall be entitled to a certificate of release of lien with
506 respect to the interest of the decedent in such real property, if either
507 the court of probate for the district within which the decedent resided
508 at the date of his death or, if the decedent died a nonresident of this
509 state, for the district within which real estate or tangible personal
510 property of the decedent is situated, or the Commissioner of Revenue
511 Services finds, upon evidence satisfactory to said court or said
512 commissioner, as the case may be, that payment of the tax imposed
513 under this chapter with respect to the interest of the decedent in such
514 real property is adequately assured, or that no tax imposed under this
515 chapter is due. If the decedent died prior to January 1, 2010, and such
516 decedent's Connecticut taxable estate is two million dollars or less, or if
517 the decedent died on or after January 1, 2010, but prior to January 1,
518 2011, and such decedent's Connecticut taxable estate is three million
519 five hundred thousand dollars or less, or if the decedent died on or
520 after January 1, 2011, and such decedent's Connecticut taxable estate is
521 two million dollars or less, the certificate of release of lien shall be
522 issued by the court of probate. Such certificate may be recorded in the
523 office of the town clerk of the town within which such real property is
524 situated, and it shall be conclusive proof that such real property has
525 been released from the operation of such lien. The commissioner may
526 adopt regulations in accordance with the provisions of chapter 54 that
527 establish procedures to be followed by a court of probate or by said
528 commissioner, as the case may be, for issuing certificates of release of
529 lien, and that establish the requirements and conditions that must be
530 satisfied in order for a court of probate or for the commissioner, as the
531 case may be, to find that the payment of such tax is adequately assured
532 or that no tax imposed under this chapter is due.

533 Sec. 13. Subsection (a) of section 12-642 of the general statutes is
534 repealed and the following is substituted in lieu thereof (*Effective from*
535 *passage and applicable to gifts made during calendar years commencing on or*
536 *after January 1, 2011):*

537 (a) (1) With respect to calendar years commencing prior to January
 538 1, 2001, the tax imposed by section 12-640 for the calendar year shall be
 539 at a rate of the taxable gifts made by the donor during the calendar
 540 year set forth in the following schedule:

T70	Amount of Taxable Gifts	Rate of Tax
T71	Not over \$25,000	1%
T72	Over \$25,000	\$250, plus 2% of the excess
T73	but not over \$50,000	over \$25,000
T74	Over \$50,000	\$750, plus 3% of the excess
T75	but not over \$75,000	over \$50,000
T76	Over \$75,000	\$1,500, plus 4% of the excess
T77	but not over \$100,000	over \$75,000
T78	Over \$100,000	\$2,500, plus 5% of the excess
T79	but not over \$200,000	over \$100,000
T80	Over \$200,000	\$7,500, plus 6% of the excess
T81		over \$200,000

541 (2) With respect to the calendar years commencing January 1, 2001,
 542 January 1, 2002, January 1, 2003, and January 1, 2004, the tax imposed
 543 by section 12-640 for each such calendar year shall be at a rate of the
 544 taxable gifts made by the donor during the calendar year set forth in
 545 the following schedule:

T82	Amount of Taxable Gifts	Rate of Tax
T83	Over \$25,000	\$250, plus 2% of the excess
T84	but not over \$50,000	over \$25,000
T85	Over \$50,000	\$750, plus 3% of the excess
T86	but not over \$75,000	over \$50,000
T87	Over \$75,000	\$1,500, plus 4% of the excess
T88	but not over \$100,000	over \$75,000
T89	Over \$100,000	\$2,500, plus 5% of the excess
T90	but not over \$675,000	over \$100,000
T91	Over \$675,000	\$31,250, plus 6% of the excess

T92 over \$675,000

546 (3) With respect to Connecticut taxable gifts, as defined in section
 547 12-643, made by a donor during a calendar year commencing on or
 548 after January 1, 2005, but prior to January 1, 2010, including the
 549 aggregate amount of all Connecticut taxable gifts made by the donor
 550 during all calendar years commencing on or after January 1, 2005, but
 551 prior to January 1, 2010, the tax imposed by section 12-640 for the
 552 calendar year shall be at the rate set forth in the following schedule,
 553 with a credit allowed against such tax for any tax previously paid to
 554 this state pursuant to this subdivision:

T93	Amount of Taxable Gifts	Rate of Tax
T94	Not over \$2,000,000	None
T95	Over \$2,000,000	
T96	but not over \$2,100,000	5.085% of the excess over \$0
T97	Over \$2,100,000	\$106,800 plus 8% of the excess
T98	but not over \$2,600,000	over \$2,100,000
T99	Over \$2,600,000	\$146,800 plus 8.8% of the excess
T100	but not over \$3,100,000	over \$2,600,000
T101	Over \$3,100,000	\$190,800 plus 9.6% of the excess
T102	but not over \$3,600,000	over \$3,100,000
T103	Over \$3,600,000	\$238,800 plus 10.4% of the excess
T104	but not over \$4,100,000	over \$3,600,000
T105	Over \$4,100,000	\$290,800 plus 11.2% of the excess
T106	but not over \$5,100,000	over \$4,100,000
T107	Over \$5,100,000	\$402,800 plus 12% of the excess
T108	but not over \$6,100,000	over \$5,100,000
T109	Over \$6,100,000	\$522,800 plus 12.8% of the excess
T110	but not over \$7,100,000	over \$6,100,000
T111	Over \$7,100,000	\$650,800 plus 13.6% of the excess
T112	but not over \$8,100,000	over \$7,100,000
T113	Over \$8,100,000	\$786,800 plus 14.4% of the excess
T114	but not over \$9,100,000	over \$8,100,000

T115	Over \$9,100,000	\$930,800 plus 15.2% of the excess
T116	but not over \$10,100,000	over \$9,100,000
T117	Over \$10,100,000	\$1,082,800 plus 16% of the excess
T118		over \$10,100,000

555 (4) With respect to Connecticut taxable gifts, as defined in section
556 12-643, made by a donor during a calendar year commencing on or
557 after January 1, 2010, but prior to January 1, 2011, including the
558 aggregate amount of all Connecticut taxable gifts made by the donor
559 during all calendar years commencing on or after January 1, 2005, the
560 tax imposed by section 12-640 for the calendar year shall be at the rate
561 set forth in the following schedule, with a credit allowed against such
562 tax for any tax previously paid to this state pursuant to this
563 subdivision or pursuant to subdivision (3) of this subsection, provided
564 such credit shall not exceed the amount of tax imposed by this section:

T119	Amount of Taxable Gifts	Rate of Tax
T120	Not over \$3,500,000	None
T121	Over \$3,500,000	7.2% of the excess
T122	but not over \$3,600,000	over \$3,500,000
T123	Over \$3,600,000	\$7,200 plus 7.8% of the excess
T124	but not over \$4,100,000	over \$3,600,000
T125	Over \$4,100,000	\$46,200 plus 8.4% of the excess
T126	but not over \$5,100,000	over \$4,100,000
T127	Over \$5,100,000	\$130,200 plus 9.0% of the excess
T128	but not over \$6,100,000	over \$5,100,000
T129	Over \$6,100,000	\$220,200 plus 9.6% of the excess
T130	but not over \$7,100,000	over \$6,100,000
T131	Over \$7,100,000	\$316,200 plus 10.2% of the excess
T132	but not over \$8,100,000	over \$7,100,000
T133	Over \$8,100,000	\$418,200 plus 10.8% of the excess
T134	but not over \$9,100,000	over \$8,100,000
T135	Over \$9,100,000	\$526,200 plus 11.4% of the excess
T136	but not over \$10,100,000	over \$9,100,000

T137	Over \$10,100,000	\$640,200 plus 12% of the excess
T138		over \$10,100,000

565 (5) With respect to Connecticut taxable gifts, as defined in section
566 12-643, made by a donor during a calendar year commencing on or
567 after January 1, 2011, including the aggregate amount of all
568 Connecticut taxable gifts made by the donor during all calendar years
569 commencing on or after January 1, 2005, the tax imposed by section 12-
570 640 for the calendar year shall be at the rate set forth in the following
571 schedule, with a credit allowed against such tax for any tax previously
572 paid to this state pursuant to this subdivision or pursuant to
573 subdivision (3) or (4) of this subsection, provided such credit shall not
574 exceed the amount of tax imposed by this section:

	<u>Amount of Taxable Gifts</u>	<u>Rate of Tax</u>
T139	<u>Not over \$2,000,000</u>	<u>None</u>
T141	<u>Over \$2,000,000</u>	<u>7.2% of the excess</u>
T142	<u>but not over \$3,600,000</u>	<u>over \$2,000,000</u>
T143	<u>Over \$3,600,000</u>	<u>\$115,200 plus 7.8% of the excess</u>
T144	<u>but not over \$4,100,000</u>	<u>over \$3,600,000</u>
T145	<u>Over \$4,100,000</u>	<u>\$154,200 plus 8.4% of the excess</u>
T146	<u>but not over \$5,100,000</u>	<u>over \$4,100,000</u>
T147	<u>Over \$5,100,000</u>	<u>\$238,200 plus 9.0% of the excess</u>
T148	<u>but not over \$6,100,000</u>	<u>over \$5,100,000</u>
T149	<u>Over \$6,100,000</u>	<u>\$328,200 plus 9.6% of the excess</u>
T150	<u>but not over \$7,100,000</u>	<u>over \$6,100,000</u>
T151	<u>Over \$7,100,000</u>	<u>\$424,200 plus 10.2% of the excess</u>
T152	<u>but not over \$8,100,000</u>	<u>over \$7,100,000</u>
T153	<u>Over \$8,100,000</u>	<u>\$526,200 plus 10.8% of the excess</u>
T154	<u>but not over \$9,100,000</u>	<u>over \$8,100,000</u>
T155	<u>Over \$9,100,000</u>	<u>\$634,200 plus 11.4% of the excess</u>
T156	<u>but not over \$10,100,000</u>	<u>over \$9,100,000</u>
T157	<u>Over \$10,100,000</u>	<u>\$748,200 plus 12% of the excess</u>
T158		<u>over \$10,100,000</u>

575 Sec. 14. Subparagraph (I) of subdivision (37) of subsection (a) of
576 section 12-407 of the general statutes is repealed and the following is
577 substituted in lieu thereof (*Effective July 1, 2011, and applicable to sales*
578 *occurring on or after said date*):

579 (I) Services to industrial, commercial or income-producing real
580 property, including, but not limited to, such services as management,
581 electrical, plumbing, painting and carpentry, [and excluding any such
582 services rendered in the voluntary evaluation, prevention, treatment,
583 containment or removal of hazardous waste, as defined in section
584 22a-115, or other contaminants of air, water or soil,] provided
585 income-producing property shall not include property used
586 exclusively for residential purposes in which the owner resides and
587 which contains no more than three dwelling units, or a housing facility
588 for low and moderate income families and persons owned or operated
589 by a nonprofit housing organization, as defined in subdivision (29) of
590 section 12-412;

591 Sec. 15. Subparagraph (N) of subdivision (37) of subsection (a) of
592 section 12-407 of the general statutes is repealed and the following is
593 substituted in lieu thereof (*Effective July 1, 2011, and applicable to sales*
594 *occurring on or after said date*):

595 (N) Motor vehicle parking, including the provision of space, other
596 than metered space, in a lot having thirty or more spaces, excluding (i)
597 space in a seasonal parking lot provided by a person who is exempt
598 from taxation under this chapter pursuant to subdivision (1), (5) or (8)
599 of section 12-412, (ii) space in a parking lot owned or leased under the
600 terms of a lease of not less than ten years' duration and operated by an
601 employer for the exclusive use of its employees, [(iii) valet parking
602 provided at any airport, and (iv)] and (iii) space in
603 municipally-operated railroad parking facilities in municipalities
604 located within an area of the state designated as a severe
605 nonattainment area for ozone under the federal Clean Air Act or space
606 in a railroad parking facility in a municipality located within an area of
607 the state designated as a severe nonattainment area for ozone under

608 the federal Clean Air Act owned or operated by the state on or after
609 April 1, 2000;

610 Sec. 16. Subparagraph (S) of subdivision (37) of subsection (a) of
611 section 12-407 of the general statutes is repealed and the following is
612 substituted in lieu thereof (*Effective July 1, 2011, and applicable to sales*
613 *occurring on or after said date*):

614 (S) Services of the agent of any person in relation to the sale of any
615 item of tangible personal property for such person under consignment,
616 exclusive of the services of a consignee selling works of art, as defined
617 in subsection (b) of section 12-376c, or [articles of clothing or footwear
618 intended to be worn on or about the human body other than (i) any
619 special clothing or footwear primarily designed for athletic activity or
620 protective use and which is not normally worn except when used for
621 the athletic activity or protective use for which it was designed, and (ii)
622 jewelry, handbags, luggage, umbrellas, wallets, watches and similar
623 items carried on or about the human body but not worn on the body in
624 the manner characteristic of clothing intended for exemption under
625 subdivision (47) of section 12-412, under consignment, exclusive of]
626 services provided by an auctioneer;

627 Sec. 17. Subparagraph (FF) of subdivision (37) of subsection (a) of
628 section 12-407 of the general statutes is repealed and the following is
629 substituted in lieu thereof (*Effective July 1, 2011, and applicable to sales*
630 *occurring on or after said date*):

631 (FF) Health and athletic club services, exclusive of (i) any such
632 services provided without any additional charge which are included in
633 any dues or initiation fees paid to any such club, which dues or fees
634 are subject to tax under section 12-543, and (ii) any such services
635 provided by a municipality or an organization that is described in
636 Section 501(c) of the Internal Revenue Code of 1986, or any subsequent
637 corresponding internal revenue code of the United States, as from time
638 to time amended. [, and (iii) yoga instruction provided at a yoga
639 studio.]

640 Sec. 18. Subdivision (37) of subsection (a) of section 12-407 of the
641 general statutes is amended by adding subparagraphs (GG) to (NN),
642 inclusive, as follows (*Effective July 1, 2011, and applicable to sales*
643 *occurring on or after said date*):

644 (NEW) (GG) Motor vehicle storage services, including storage of
645 motor homes, campers and camp trailers, other than the furnishing of
646 space as described in subparagraph (P) of subdivision (2) of subsection
647 (a) of section 12-407;

648 (NEW) (HH) Packing and crating services, other than those
649 provided in connection with the sale of tangible personal property by
650 the retailer of such property;

651 (NEW) (II) Motor vehicle towing and road services, other than
652 motor vehicle repair services;

653 (NEW) (JJ) Intrastate transportation services provided by livery
654 services, including limousines, community cars or vans, with a driver.
655 Intrastate transportation services shall not include transportation by
656 taxicab, motor bus, ambulance or ambulette, scheduled public
657 transportation or services provided in connection with funerals;

658 (NEW) (KK) Pet grooming and pet boarding services, except if such
659 services are provided as an integral part of professional veterinary
660 services, and pet obedience services;

661 (NEW) (LL) Services in connection with a cosmetic medical
662 procedure. For purposes of this subparagraph, "cosmetic medical
663 procedure" means any medical procedure performed on an individual
664 that is directed at improving the individual's appearance and that does
665 not meaningfully promote the proper function of the body or prevent
666 or treat illness or disease. "Cosmetic medical procedure" includes, but
667 is not limited, to cosmetic surgery, hair transplants, cosmetic injections,
668 cosmetic soft tissue fillers, dermabrasion and chemical peel, laser hair
669 removal, laser skin resurfacing, laser treatment of leg veins, and
670 sclerotherapy. "Cosmetic medical procedure" does not include

671 reconstructive surgery. "Reconstructive surgery" includes any surgery
672 performed on abnormal structures caused by or related to congenital
673 defects, developmental abnormalities, trauma, infection, tumors or
674 disease, including procedures to improve function or give a more
675 normal appearance;

676 (NEW) (MM) Manicure services, pedicure services and all other nail
677 services, regardless of where performed, including airbrushing, fills,
678 full sets, nail sculpting, paraffin treatments and polishes;

679 (NEW) (NN) Spa services, regardless of where performed, including
680 body waxing and wraps, peels, scrubs and facials.

681 Sec. 19. Subdivision (1) of section 12-408 of the general statutes is
682 repealed and the following is substituted in lieu thereof (*Effective July*
683 *1, 2011, and applicable to sales occurring on or after said date*):

684 (1) (A) For the privilege of making any sales, as defined in
685 subdivision (2) of subsection (a) of section 12-407, at retail, in this state
686 for a consideration, a tax is hereby imposed on all retailers at the rate
687 of six and thirty-five-hundredths per cent of the gross receipts of any
688 retailer from the sale of all tangible personal property sold at retail or
689 from the rendering of any services constituting a sale in accordance
690 with subdivision (2) of subsection (a) of section 12-407, except, in lieu
691 of said rate of six and thirty-five-hundredths per cent, the rates
692 provided in subparagraphs (B) to (F), inclusive, of this subdivision.

693 [(A) at] (B) At a rate of [twelve] fifteen per cent with respect to each
694 transfer of occupancy, from the total amount of rent received for such
695 occupancy of any room or rooms in a hotel or lodging house for the
696 first period not exceeding thirty consecutive calendar days; [.]

697 [(B) with] (C) With respect to the sale of a motor vehicle to any
698 individual who is a member of the armed forces of the United States
699 and is on full-time active duty in Connecticut and who is considered,
700 under 50 App USC 574, a resident of another state, or to any such
701 individual and the spouse thereof, at a rate of four and one-half per

702 cent of the gross receipts of any retailer from such sales, provided such
703 retailer requires and maintains a declaration by such individual,
704 prescribed as to form by the commissioner and bearing notice to the
705 effect that false statements made in such declaration are punishable, or
706 other evidence, satisfactory to the commissioner, concerning the
707 purchaser's state of residence under 50 App USC 574; [.]

708 [(C) (i) with] (D) (i) With respect to the sales of computer and data
709 processing services occurring on or after July 1, 1997, and prior to July
710 1, 1998, at the rate of five per cent, on or after July 1, 1998, and prior to
711 July 1, 1999, at the rate of four per cent, on or after July 1, 1999, and
712 prior to July 1, 2000, at the rate of three per cent, on or after July 1,
713 2000, and prior to July 1, 2001, at the rate of two per cent, on or after
714 July 1, 2001, at the rate of one per cent, and (ii) with respect to sales of
715 Internet access services, on and after July 1, 2001, such services shall be
716 exempt from such tax; [.]

717 [(D) with] (E) With respect to the sales of labor that is otherwise
718 taxable under subparagraph (C) or (G) of subdivision (2) of subsection
719 (a) of section 12-407 on existing vessels and repair or maintenance
720 services on vessels occurring on and after July 1, 1999, such services
721 shall be exempt from such tax; [.]

722 [(E) with] (F) With respect to patient care services for which
723 payment is received by the hospital on or after July 1, 1999, and prior
724 to July 1, 2001, at the rate of five and three-fourths per cent and on and
725 after July 1, 2001, such services shall be exempt from such tax; [.]

726 (G) With respect to the rental or leasing of a passenger motor
727 vehicle for a period of thirty consecutive calendar days or less, at a rate
728 of eight and thirty-five-hundredths per cent;

729 (H) With respect to the sale of (i) a motor vehicle for a sales price
730 exceeding fifty thousand dollars, at a rate of seven per cent on the
731 entire sales price, (ii) a vessel for a sales price exceeding one hundred
732 thousand dollars, at a rate of seven per cent on the entire sales price,
733 (iii) jewelry for a sales price exceeding five thousand dollars, at a rate

734 of seven per cent on the entire sales price, and (iv) an article of clothing
735 or footwear intended to be worn on or about the human body, a
736 handbag, luggage, umbrella, wallet or watch for a sales price
737 exceeding one thousand dollars, at a rate of seven per cent on the
738 entire sales price. For purposes of this subparagraph, "motor vehicle"
739 shall have the meaning provided in section 14-1, but shall not include a
740 passenger motor vehicle subject to the provisions of subparagraph (C)
741 of this subdivision or a commercial motor vehicle, as defined in section
742 14-1, provided "commercial motor vehicle" shall not include a
743 passenger and commercial motor vehicle, as defined in section 14-1;

744 (I) The rate of tax imposed by this chapter shall be applicable to all
745 retail sales upon the effective date of such rate, except that a new rate
746 which represents an increase in the rate applicable to the sale shall not
747 apply to any sales transaction wherein a binding sales contract without
748 an escalator clause has been entered into prior to the effective date of
749 the new rate and delivery is made within ninety days after the effective
750 date of the new rate. For the purposes of payment of the tax imposed
751 under this section, any retailer of services taxable under subparagraph
752 (I) of subdivision (2) of subsection (a) of section 12-407, who computes
753 taxable income, for purposes of taxation under the Internal Revenue
754 Code of 1986, or any subsequent corresponding internal revenue code
755 of the United States, as from time to time amended, on an accounting
756 basis which recognizes only cash or other valuable consideration
757 actually received as income and who is liable for such tax only due to
758 the rendering of such services may make payments related to such tax
759 for the period during which such income is received, without penalty
760 or interest, without regard to when such service is rendered; and

761 (J) For calendar quarters ending on or after September 30, 2011, the
762 commissioner shall deposit into the municipal revenue sharing
763 account established pursuant to section 22 of this act, one and fifty-
764 seven-hundredths per cent of the amounts received by the state from
765 the tax imposed under subparagraph (A) of this subdivision, six and
766 seven-tenths per cent of the amounts received by the state from the tax
767 imposed under subparagraph (B) of this subdivision, and one and

768 forty-three-hundredths of the amounts received by the state from the
 769 tax imposed under subparagraph (H) of this subdivision.

770 Sec. 20. Subdivision (3) of section 12-408 of the general statutes is
 771 repealed and the following is substituted in lieu thereof (*Effective July*
 772 *1, 2011*):

773 (3) For the purpose of adding and collecting the tax imposed by this
 774 chapter, or an amount equal as nearly as possible or practicable to the
 775 average equivalent thereof, by the retailer from the consumer the
 776 following bracket system shall be in force and effect as follows:

T159	Amount of Sale	Amount of Tax
T160	\$0.00 to \$0.08 inclusive	[No Tax] <u>1 cent</u>
T161	.09 to .24 inclusive	[1 cent] <u>2 cents</u>
T162	.25 to .41 inclusive	[2 cents] <u>3 cents</u>
T163	.42 to .58 inclusive	[3 cents] <u>4 cents</u>
T164	.59 to .74 inclusive	[4 cents] <u>5 cents</u>
T165	.75 to .91 inclusive	[5 cents] <u>6 cents</u>
T166	.92 to 1.08 inclusive	[6 cents] <u>7 cents</u>

777 On all sales above \$1.08, the tax shall be computed at the rate of six
 778 and thirty-five-hundredths per cent.

779 Sec. 21. Section 12-408 of the general statutes is amended by adding
 780 subdivision (8) as follows (*Effective July 1, 2011, and applicable to sales*
 781 *occurring on or after said date*):

782 (NEW) (8) (A) For the privilege of making any sales, as defined in
 783 subdivision (2) of subsection (a) of section 12-407, at retail, in this state
 784 for a consideration, a tax is hereby imposed on all gross receipts of any
 785 retailer from the rental or leasing of a passenger motor vehicle for a
 786 period of thirty consecutive calendar days or less, at a rate of one per
 787 cent of the gross receipts of any retailer from such rentals or leasing.

788 (B) The provisions of this chapter shall apply to the provisions of
789 this subdivision in the same manner and with the same force and effect
790 as if the language of this chapter had been incorporated in full into this
791 subdivision and had expressly referred to the tax imposed under this
792 subdivision, except to the extent that any such provision is inconsistent
793 with a provision of this subdivision. The amount of municipal taxes
794 determined under this subdivision shall become due and be remitted
795 to the state, as if due and payable to the state, and shall be disbursed
796 by the state to the municipality where the sale giving rise to the taxes
797 occurred.

798 Sec. 22. (NEW) (*Effective July 1, 2011*) There is established an account
799 to be known as the "municipal revenue sharing account" which shall
800 be a separate, nonlapsing account within the General Fund. The
801 account shall contain any moneys required by law to be deposited in
802 the account. Moneys in the account shall be expended by the Secretary
803 of the Office of Policy and Management for the purposes of grants to
804 municipalities.

805 Sec. 23. Subdivision (1) of section 12-411 of the general statutes is
806 repealed and the following is substituted in lieu thereof (*Effective July*
807 *1, 2011, and applicable to sales occurring on or after said date*):

808 (1) (A) An excise tax is hereby imposed on the storage, acceptance,
809 consumption or any other use in this state of tangible personal
810 property purchased from any retailer for storage, acceptance,
811 consumption or any other use in this state, the acceptance or receipt of
812 any services constituting a sale in accordance with subdivision (2) of
813 subsection (a) of section 12-407, purchased from any retailer for
814 consumption or use in this state, or the storage, acceptance,
815 consumption or any other use in this state of tangible personal
816 property which has been manufactured, fabricated, assembled or
817 processed from materials by a person, either within or without this
818 state, for storage, acceptance, consumption or any other use by such
819 person in this state, to be measured by the sales price of materials, at
820 the rate of six and thirty-five-hundredths per cent of the sales price of

821 such property or services, except, in lieu of said rate of six and thirty-
822 five-hundredths per cent; [.]

823 [(A) at] (B) At a rate of [twelve] fifteen per cent of the rent paid for
824 occupancy of any room or rooms in a hotel or lodging house for the
825 first period of not exceeding thirty consecutive calendar days; [.]

826 [(B) with] (C) With respect to the storage, acceptance, consumption
827 or use in this state of a motor vehicle purchased from any retailer for
828 storage, acceptance, consumption or use in this state by any individual
829 who is a member of the armed forces of the United States and is on
830 full-time active duty in Connecticut and who is considered, under 50
831 App USC 574, a resident of another state, or to any such individual
832 and the spouse of such individual at a rate of four and one-half per
833 cent of the sales price of such vehicle, provided such retailer requires
834 and maintains a declaration by such individual, prescribed as to form
835 by the commissioner and bearing notice to the effect that false
836 statements made in such declaration are punishable, or other evidence,
837 satisfactory to the commissioner, concerning the purchaser's state of
838 residence under 50 App USC 574; [.]

839 [(C) with] (D) With respect to the acceptance or receipt in this state
840 of labor that is otherwise taxable under subparagraph (C) or (G) of
841 subdivision (2) of subsection (a) of section 12-407 on existing vessels
842 and repair or maintenance services on vessels occurring on and after
843 July 1, 1999, such services shall be exempt from such tax; [.]

844 [(D) (i) with] (E) With respect to the acceptance or receipt in this
845 state of computer and data processing services purchased from any
846 retailer for consumption or use in this state occurring on or after July 1,
847 1997, and prior to July 1, 1998, at the rate of five per cent of such
848 services, on or after July 1, 1998, and prior to July 1, 1999, at the rate of
849 four per cent of such services, on or after July 1, 1999, and prior to July
850 1, 2000, at the rate of three per cent of such services, on or after July 1,
851 2000, and prior to July 1, 2001, at the rate of two per cent of such
852 services, on and after July 1, 2001, at the rate of one per cent of such

853 services, and (ii) with respect to the acceptance or receipt in this state
854 of Internet access services, on or after July 1, 2001, such services shall
855 be exempt from tax; [.]

856 [(E) with] (F) With respect to the acceptance or receipt in this state of
857 patient care services purchased from any retailer for consumption or
858 use in this state for which payment is received by the hospital on or
859 after July 1, 1999, and prior to July 1, 2001, at the rate of five and three-
860 fourths per cent and on and after July 1, 2001, such services shall be
861 exempt from such tax; [.]

862 (G) With respect to the rental or leasing of a passenger motor
863 vehicle for a period of thirty consecutive calendar days or less, at a rate
864 of eight and thirty-five-hundredths per cent;

865 (H) With respect to the sale of (i) a motor vehicle for a sales price
866 exceeding fifty thousand dollars, at a rate of seven per cent on the
867 entire purchase price, (ii) a vessel for a sales price exceeding one
868 hundred thousand dollars, at a rate of seven per cent on the entire
869 purchase price, (iii) jewelry for a sales price exceeding five thousand
870 dollars, at a rate of seven per cent on the entire purchase price, and (iv)
871 an article of clothing or footwear intended to be worn on or about the
872 human body, a handbag, luggage, umbrella, wallet or watch for a sales
873 price exceeding one thousand dollars, at a rate of seven per cent on the
874 entire purchase price. For purposes of this subparagraph, "motor
875 vehicle" shall have the meaning provided in section 14-1, but shall not
876 include a passenger motor vehicle subject to the provisions of
877 subparagraph (C) of this subdivision or a commercial motor vehicle, as
878 defined in section 14-1, provided "commercial motor vehicle" shall not
879 include a passenger and commercial motor vehicle, as defined in
880 section 14-1; and

881 (I) For calendar quarters ending on or after September 30, 2011, the
882 commissioner shall deposit into the municipal revenue sharing
883 account established pursuant to section 22 of this act, one and fifty-
884 seven-hundredths per cent of the amounts received by the state from

885 the tax imposed under subparagraph (A) of this subdivision, six and
886 seven-tenths per cent of the amounts received by the state from the tax
887 imposed under subparagraph (B) of this subdivision, and one and
888 forty-three-hundredths of the amounts received by the state from the
889 tax imposed under subparagraph (H) of this subdivision.

890 Sec. 24. Section 12-411 of the general statutes is amended by adding
891 subdivision (16) as follows (*Effective July 1, 2011, and applicable to sales*
892 *occurring on or after said date*):

893 (NEW) (16) (A) An excise tax is hereby imposed on the storage,
894 acceptance, consumption or any other use in this state of a passenger
895 motor vehicle rented or leased for a period of thirty consecutive
896 calendar days or less, at a rate of one per cent of the total amount of
897 payment or periodic payments for which such vehicle is rented or
898 leased.

899 (B) The provisions of this chapter shall apply to the provisions of
900 this subdivision in the same manner and with the same force and effect
901 as if the language of this chapter had been incorporated in full into this
902 subdivision and had expressly referred to the tax imposed under this
903 subdivision, except to the extent that any such provision is inconsistent
904 with a provision of this subdivision. The amount of municipal taxes
905 determined under this subdivision shall become due and be remitted
906 to the state, as if due and payable to the state, and shall be disbursed
907 by the state to the municipality where the sale giving rise to the taxes
908 occurred.

909 Sec. 25. Subdivision (77) of section 12-412 of the general statutes is
910 repealed and the following is substituted in lieu thereof (*Effective July*
911 *1, 2011, and applicable to sales occurring on or after said date*):

912 (77) Sales of aircraft repair services when such services are rendered
913 in connection with (A) aircraft having a maximum certificated takeoff
914 weight of six thousand pounds or more, or (B) the significant
915 overhauling or rebuilding of aircraft or aircraft parts or components on
916 a factory basis.

917 Sec. 26. Section 12-435 of the general statutes is repealed and the
918 following is substituted in lieu thereof (*Effective from passage and*
919 *applicable to sales occurring on or after July 1, 2011*):

920 Each distributor of alcoholic beverages shall pay a tax to the state on
921 all sales within the state of alcoholic beverages, except sales to licensed
922 distributors, sales of alcoholic beverages which, in the course of such
923 sales, are actually transported to some point without the state and
924 except malt beverages which are consumed on the premises covered
925 by a manufacturer's permit, at the rates for the respective categories of
926 alcoholic beverages listed below:

927 (a) Beer, [~~six dollars~~] seven dollars and twenty cents for each barrel,
928 three dollars and sixty cents for each half barrel, one dollar and [~~fifty~~]
929 eighty cents for each quarter barrel and [~~twenty~~] twenty-four cents per
930 wine gallon or fraction thereof on quantities less than a quarter barrel;

931 (b) Liquor, [~~four dollars and fifty~~] five dollars and forty cents per
932 wine gallon;

933 (c) Still wines containing not more than twenty-one per cent of
934 absolute alcohol, except as provided in subsections (g) and (h) of this
935 section, [~~sixty~~] seventy-two cents per wine gallon;

936 (d) Still wines containing more than twenty-one per cent of absolute
937 alcohol and sparkling wines, one dollar and [~~fifty~~] eighty cents per
938 wine gallon;

939 (e) Alcohol in excess of 100 proof, [~~four dollars and fifty~~] five dollars
940 and forty cents per proof gallon;

941 (f) Liquor coolers containing not more than seven per cent of alcohol
942 by volume, two dollars and [~~five~~] forty-six cents per wine gallon;

943 (g) Still wine containing not more than twenty-one per cent of
944 absolute alcohol, produced by a person who produces not more than
945 fifty-five thousand wine gallons of wine during the calendar year,
946 [~~fifteen~~] eighteen cents per wine gallon, provided such person presents

947 to each distributor of alcoholic beverages described in this section a
948 certificate, issued by the commissioner, stating that such person
949 produces not more than fifty-five thousand wine gallons of wine
950 during the calendar year. The commissioner is authorized to issue such
951 certificates, prescribe the procedures for obtaining such certificates and
952 prescribe their form; and

953 (h) Cider containing not more than seven per cent of absolute
954 alcohol shall be subject to the same rate as applies to beer, as provided
955 in subsection (a) of this section.

956 Sec. 27. (NEW) (*Effective from passage*) (a) No person, except a
957 licensed distributor, shall, on or after July 1, 2011, sell, or after August
958 15, 2011, possess with intent to sell, alcoholic beverages owned by such
959 person and held with this state on July 1, 2011, without complying
960 with the provisions of this section. Each such person shall take an
961 inventory of the alcoholic beverages owned by such person and held
962 within this state at the opening of business on July 1, 2011, including
963 therein the whole number and any fractional part of (1) barrels, half
964 barrels, quarter barrels and wine gallons of quantities less than quarter
965 barrels, of (A) beer, and (B) cider containing not more than seven per
966 cent of absolute alcohol; (2) wine gallons of liquor; (3) wine gallons of
967 still wines containing not more than twenty-one per cent of absolute
968 alcohol; (4) wine gallons of (A) still wines containing more than
969 twenty-one per cent of absolute alcohol, and (B) sparkling wines; (5)
970 proof gallons of alcohol in excess of 100 proof; and (6) liquor coolers
971 containing not more than seven per cent alcohol by volume. Each such
972 person shall, not later than August 15, 2011, file a report of such
973 inventory with the Commissioner of Revenue Services on forms to be
974 prescribed or furnished by said commissioner. The tax, at rates for the
975 respective categories of alcoholic beverages as set forth in subsection
976 (b) of this section, shall be due and payable on the due date of such
977 report.

978 (b) The rates for the respective categories of alcoholic beverages are
979 as follows: (1) (A) Beer, and (B) cider containing not more than seven

980 per cent of absolute alcohol, one dollar and twenty cents for each
981 barrel, sixty cents for each half barrel, thirty cents for each quarter
982 barrel and four cents per wine gallon or fraction thereof on quantities
983 less than a quarter barrel; (2) liquor, ninety cents per wine gallon; (3)
984 still wines containing not more than twenty-one per cent of absolute
985 alcohol, twelve cents per wine gallon; (4) (A) still wines containing
986 more than twenty-one per cent of absolute alcohol, and (B) sparkling
987 wines, thirty cents per wine gallon; (5) alcohol in excess of 100 proof,
988 ninety cents per proof gallon; (6) liquor coolers containing not more
989 than seven per cent of alcohol by volume, forty-one cents per wine
990 gallon; and (7) still wines containing not more than twenty-one per
991 cent of absolute alcohol, produced by a person who produces not more
992 than fifty-five thousand wine gallons of wine during the calendar year,
993 three cents per wine gallon.

994 (c) If any person required to file a report under this section fails to
995 file such report on or before August 15, 2011, the commissioner shall
996 make an estimate of the amounts of alcoholic beverages of the several
997 categories specified in subsection (b) of this section owned by such
998 person and held within this state on July 1, 2011, based upon any
999 information which is in the commissioner's possession or which may
1000 come into the commissioner's possession. The provisions of chapter
1001 220 of the general statutes pertaining to failure to file returns,
1002 examination of returns by the commissioner, the issuance of deficiency
1003 assessments or assessments where no return has been filed, the
1004 collection of tax, the imposition of penalties and the accrual of interest
1005 shall apply to the persons required to pay the tax imposed under this
1006 section as if such persons were distributors licensed under chapter 220
1007 of the general statutes. Failure to file such report and pay the tax when
1008 due shall be sufficient reason to revoke any state license or permit held
1009 by such person.

1010 (d) The Commissioner of Consumer Protection shall cooperate with
1011 the Commissioner of Revenue Services in the enforcement of the tax
1012 imposed pursuant to this section.

1013 Sec. 28. Subdivision (2) of subsection (a) of section 12-458 of the
1014 general statutes is repealed and the following is substituted in lieu
1015 thereof (*Effective July 1, 2011*):

1016 (2) On said date and coincident with the filing of such return each
1017 distributor shall pay to the commissioner for the account of the
1018 purchaser or consumer a tax (A) on each gallon of such fuels sold or
1019 used in this state during the preceding calendar month of twenty-six
1020 cents on and after January 1, 1992, twenty-eight cents on and after
1021 January 1, 1993, twenty-nine cents on and after July 1, 1993, thirty cents
1022 on and after January 1, 1994, thirty-one cents on and after July 1, 1994,
1023 thirty-two cents on and after January 1, 1995, thirty-three cents on and
1024 after July 1, 1995, thirty-four cents on and after October 1, 1995, thirty-
1025 five cents on and after January 1, 1996, thirty-six cents on and after
1026 April 1, 1996, thirty-seven cents on and after July 1, 1996, thirty-eight
1027 cents on and after October 1, 1996, thirty-nine cents on and after
1028 January 1, 1997, thirty-six cents on and after July 1, 1997, thirty-two
1029 cents on and after July 1, 1998, [and] twenty-five cents on and after July
1030 1, 2000, and twenty-eight cents on and after July 1, 2011; and (B) in lieu
1031 of said taxes, each distributor shall pay a tax on each gallon of gasohol,
1032 as defined in section 14-1, sold or used in this state during such
1033 preceding calendar month, of twenty-five cents on and after January 1,
1034 1992, twenty-seven cents on and after January 1, 1993, twenty-eight
1035 cents on and after July 1, 1993, twenty-nine cents on and after January
1036 1, 1994, thirty cents on and after July 1, 1994, thirty-one cents on and
1037 after January 1, 1995, thirty-two cents on and after July 1, 1995, thirty-
1038 three cents on and after October 1, 1995, thirty-four cents on and after
1039 January 1, 1996, thirty-five cents on and after April 1, 1996, thirty-six
1040 cents on and after July 1, 1996, thirty-seven cents on and after October
1041 1, 1996, thirty-eight cents on and after January 1, 1997, thirty-five cents
1042 on and after July 1, 1997, thirty-one cents on and after July 1, 1998,
1043 [and] twenty-four cents on and after July 1, 2000, [and] twenty-five
1044 cents on and after July 1, 2004, and twenty-eight cents on and after July
1045 1, 2011; (C) in lieu of said taxes, each distributor shall pay a tax on each
1046 gallon of diesel fuel, propane or natural gas sold or used in this state

1047 during such preceding calendar month, of eighteen cents on and after
1048 September 1, 1991, and twenty-six cents on and after August 1, 2002,
1049 and prior to July 1, 2007; (D) in lieu of said taxes, each distributor shall
1050 pay a tax on each gallon of propane or natural gas sold or used in this
1051 state during such preceding calendar month, of twenty-six cents on
1052 and after July 1, 2007, and prior to July 1, 2011; [and] (E) in lieu of said
1053 taxes, each distributor shall pay a tax on each gallon of diesel fuel sold
1054 or used in this state during such preceding calendar month, of thirty-
1055 seven cents on and after July 1, 2007, and at the applicable tax rate, as
1056 determined by the commissioner pursuant to section 12-458h, as
1057 amended by this act, on and after July 1, 2008; and (F) in lieu of said
1058 taxes, each distributor shall pay a tax on each gallon of liquefied
1059 natural gas or liquefied petroleum gas or compressed natural gas sold
1060 or used in this state during such preceding calendar month, of twenty-
1061 eight cents on and after July 1, 2011. For purposes of subparagraph (F)
1062 of this subdivision, each one hundred twenty-six and sixty-seven one-
1063 hundredths cubic feet of compressed natural gas shall be treated as a
1064 gallon.

1065 Sec. 29. Section 12-458h of the general statutes is repealed and the
1066 following is substituted in lieu thereof (*Effective July 1, 2011*):

1067 (a) (1) The Commissioner of Revenue Services shall, on or before
1068 June 15, 2008, and on or before the fifteenth day of June thereafter,
1069 calculate, in accordance with subsection (b) of this section, the
1070 applicable tax rate per gallon of diesel fuel on the sale or use of such
1071 fuel during the twelve-month period beginning on the next succeeding
1072 July first, and shall notify each distributor, the chairpersons and
1073 ranking members of the joint standing committee of the General
1074 Assembly having cognizance of matters relating to finance, revenue
1075 and bonding, and the Secretary of the Office of Policy and
1076 Management of such applicable tax rate.

1077 (2) The commissioner shall, on or before June 15, 2008, and on or
1078 before the fifteenth day of June thereafter, determine the average
1079 wholesale price per gallon of diesel fuel in this state during the twelve-

1080 month period ending on the next preceding March thirty-first by using
1081 wholesale price information for diesel fuel published by the Oil Price
1082 Information Service. Such wholesale price information for
1083 "Hartford/Rocky Hill" and "New Haven" shall be averaged by the
1084 commissioner. If either the first or last day of such twelve-month
1085 period falls on a Sunday or a legal holiday, as defined in section 1-4,
1086 the next succeeding day which is not a Sunday or legal holiday shall be
1087 substituted for such first or last day, as the case may be.

1088 (b) (1) The applicable tax rate per gallon of diesel fuel shall be the
1089 sum of (A) [twenty-six] twenty-nine cents, and (B) the product
1090 calculated in accordance with subdivision (2) of this subsection. The
1091 sum shall be rounded to the nearest one-tenth of a cent.

1092 (2) The commissioner shall multiply (A) the average wholesale price
1093 per gallon of diesel fuel, as determined in accordance with subdivision
1094 (2) of subsection (a) of this section, by (B) the tax rate specified in
1095 subdivision (1) of subsection (b) of section 12-587. The tax rate so
1096 specified shall be the tax rate in effect for the twelve-month period
1097 beginning on the next succeeding July first.

1098 (c) For purposes of subdivision (1) of subsection (a) of section 12-
1099 459, the tax provided for by section 12-458, as amended by this act,
1100 shall, if determined by the commissioner to be eligible for refund, be
1101 refunded at the tax rate per gallon specified in subparagraph (A) of
1102 subdivision (1) of subsection (b) of this section.

1103 Sec. 30. (NEW) (*Effective from passage*) (a) An excise tax is hereby
1104 imposed upon each person licensed to sell fuel under the provisions of
1105 section 14-319 of the general statutes in the amount of three cents per
1106 gallon of gasoline and gasohol in such licensee's inventory on June 30,
1107 2011, and in the amount of three cents per gallon of diesel fuel in such
1108 licensee's inventory on June 30, 2011.

1109 (b) Each such licensee shall, not later than August 1, 2011, file with
1110 the Commissioner of Revenue Services, on forms prescribed by said
1111 commissioner, a report which shall show the number of gallons of

1112 gasoline, gasohol and diesel fuel in inventory as of the close of
1113 business on June 30, 2011, or, if the business closes after eleven fifty-
1114 nine o'clock p.m. on such date, at eleven fifty-nine o'clock p.m. on such
1115 date, and shall, not later than August 1, 2011, pay such tax based upon
1116 the total gallonage shown on such report. Interest at the rate of one per
1117 cent per month or fraction thereof shall be assessed on the amount of
1118 such tax not paid when due, from the date such tax became due to the
1119 date of payment. The Commissioner of Motor Vehicles shall cooperate
1120 with the Commissioner of Revenue Services in the enforcement of this
1121 tax. If any licensee required to file a report pursuant to this section fails
1122 to file such report on or before August 1, 2011, the Commissioner of
1123 Revenue Services shall make an estimate of the number of gallons of
1124 gasoline, gasohol and diesel fuel in such licensee's inventory as of the
1125 close of business on June 30, 2011, based upon any information that is
1126 in said commissioner's possession or that may come into the
1127 commissioner's possession. Failure to file such report and pay the tax
1128 when due shall be sufficient reason to revoke any state license or
1129 permit held by such person. Failure to file such report shall be treated
1130 as a failure to file a report required to be filed under the provisions of
1131 chapter 221 of the general statutes. The filing of an incorrect report
1132 shall be treated as the filing of an incorrect report under the provisions
1133 of chapter 221 of the general statutes.

1134 Sec. 31. Subsections (a) and (b) of section 12-494 of the general
1135 statutes are repealed and the following is substituted in lieu thereof
1136 (*Effective July 1, 2011, and applicable to conveyances occurring on or after*
1137 *said date*):

1138 (a) There is imposed a tax on each deed, instrument or writing,
1139 whereby any lands, tenements or other realty is granted, assigned,
1140 transferred or otherwise conveyed to, or vested in, the purchaser, or
1141 any other person by such purchaser's direction, when the
1142 consideration for the interest or property conveyed equals or exceeds
1143 two thousand dollars, (1) subject to the provisions of subsection (b) of
1144 this section, at the rate of [five-tenths] three-quarters of one per cent of
1145 the consideration for the interest in real property conveyed by such

1146 deed, instrument or writing, the revenue from which shall be remitted
1147 by the town clerk of the municipality in which such tax is paid, not
1148 later than ten days following receipt thereof, to the Commissioner of
1149 Revenue Services for deposit to the credit of the state General Fund,
1150 and (2) at the rate of one-fourth of one per cent of the consideration for
1151 the interest in real property conveyed by such deed, instrument or
1152 writing, [and on and after July 1, 2011, at the rate of eleven one-
1153 hundredths of one per cent of the consideration for the interest in real
1154 property conveyed by such deed, instrument or writing.] provided the
1155 amount imposed under this subdivision shall become part of the
1156 general revenue of the municipality in accordance with section 12-499.

1157 (b) The rate of tax imposed under subdivision (1) of subsection (a) of
1158 this section shall, in lieu of the rate under said subdivision (1), be
1159 imposed on certain conveyances as follows: (1) In the case of any
1160 conveyance of real property which at the time of such conveyance is
1161 used for any purpose other than residential use, except unimproved
1162 land, the tax under said subdivision (1) shall be imposed at the rate of
1163 one and one-quarter per cent of the consideration for the interest in
1164 real property conveyed; (2) in the case of any conveyance in which the
1165 real property conveyed is a residential estate, including a primary
1166 dwelling and any auxiliary housing or structures, regardless of the
1167 number of deeds, instruments or writings used to convey such
1168 residential real estate, for which the consideration or aggregate
1169 consideration, as the case may be, in such conveyance is eight hundred
1170 thousand dollars or more, the tax under said subdivision (1) shall be
1171 imposed (A) at the rate of [~~one-half~~] three-quarters of one per cent on
1172 that portion of such consideration up to and including the amount of
1173 eight hundred thousand dollars, and (B) at the rate of one and one-
1174 quarter per cent on that portion of such consideration in excess of eight
1175 hundred thousand dollars; and (3) in the case of any conveyance in
1176 which real property on which mortgage payments have been
1177 delinquent for not less than six months is conveyed to a financial
1178 institution or its subsidiary which holds such a delinquent mortgage
1179 on such property, the tax under said subdivision (1) shall be imposed

1180 at the rate of [one-half] three-quarters of one per cent of the
1181 consideration for the interest in real property conveyed. For the
1182 purposes of subdivision (1) of this subsection, "unimproved land"
1183 includes land designated as farm, forest or open space land.

1184 Sec. 32. (NEW) (*Effective July 1, 2011*) The Commissioner of Revenue
1185 Services shall deposit into the municipal revenue sharing account
1186 established pursuant to section 22 of this act, (1) thirty-three per cent of
1187 the amounts received pursuant to subdivision (1) of subsection (a) of
1188 section 12-494 of the general statutes, as amended by this act,
1189 subparagraph (A) of subdivision (2) of subsection (b) of said section
1190 12-494, and subdivision (3) of subsection (b) of said section 12-494, and
1191 (2) twenty per cent of the amounts received pursuant to subdivision (1)
1192 of subsection (b) of said section 12-494 and subparagraph (B) of
1193 subdivision (2) of subsection (b) of said section 12-494.

1194 Sec. 33. (NEW) (*Effective July 1, 2011*) (a) As used in this section:

1195 (1) "Person" has the same meaning as provided in section 12-1 of the
1196 general statutes;

1197 (2) "Electric generation services" has the same meaning as provided
1198 in section 16-1 of the general statutes;

1199 (3) "Electric generation facility" means electric generation facility, as
1200 the term is used in section 12-94d of the general statutes;

1201 (4) "Regional bulk power grid" means regional bulk power grid, as
1202 the term is used in section 16a-7b of the general statutes;

1203 (5) "Alternative energy system" has the same meaning as provided
1204 in subdivision (21) of subsection (a) of section 12-213 of the general
1205 statutes;

1206 (6) "Fuel cells" has the same meaning as provided in subdivision
1207 (113) of section 12-412 of the general statutes;

1208 (7) "Commissioner" means the Commissioner of Revenue Services;

1209 (8) "Department" means the Department of Revenue Services; and

1210 (9) "Person subject to tax" means a person providing electric
1211 generation services and uploading electricity generated at such
1212 person's electric generation facility in this state to the regional bulk
1213 power grid.

1214 (b) (1) For each calendar quarter commencing on or after July 1,
1215 2011, and prior to July 1, 2013, there is hereby imposed a tax on each
1216 person subject to tax, which tax shall be the product of one-quarter of
1217 one cent, multiplied by the net kilowatt hours of electricity generated
1218 by such person at such person's electric generation facility in this state
1219 and uploaded to the regional bulk power grid.

1220 (2) Each person subject to tax shall, on or before October 31, 2011,
1221 and thereafter on or before the last day of January, April, July and
1222 October of each year until June 30, 2013, render to the commissioner a
1223 return, on forms prescribed or furnished by the commissioner,
1224 reporting the kilowatt hours of electricity generated by such person at
1225 such person's electric generation facility in this state and uploaded to
1226 the regional bulk power grid during the calendar quarter ending on
1227 the last day of the preceding month and reporting such other
1228 information as the commissioner deems necessary for the proper
1229 administration of this section. The tax imposed under this section shall
1230 be due and payable on the due date of such return. Each person subject
1231 to tax shall be required to file such return electronically with the
1232 department and to make payment of such tax by electronic funds
1233 transfer in the manner provided by chapter 228g of the general
1234 statutes, irrespective of whether the person subject to tax would have
1235 otherwise been required to file such return electronically or to make
1236 such tax payment by electronic funds transfer under the provisions of
1237 chapter 228g of the general statutes.

1238 (c) Whenever the tax imposed under this section is not paid when
1239 due, a penalty of ten per cent of the amount due and unpaid or fifty
1240 dollars, whichever is greater, shall be imposed and interest at the rate

1241 of one per cent per month or fraction thereof shall accrue on such tax
1242 from the due date of such tax until the date of payment.

1243 (d) The provisions of section 12-548 of the general statutes, sections
1244 12-550 to 12-554, inclusive, of the general statutes and section 12-555a
1245 of the general statutes shall apply to the provisions of this section in
1246 the same manner and with the same force and effect as if the language
1247 of said sections had been incorporated in full into this section and had
1248 expressly referred to the tax imposed under this section, except to the
1249 extent that any provision is inconsistent with a provision in this
1250 section.

1251 (e) The tax imposed by this section shall not apply to any net
1252 kilowatt hours of electricity generated at an electric generation facility
1253 in this state exclusively through the use of fuel cells or an alternative
1254 energy system.

1255 (f) At the end of the fiscal years ending June 30, 2012, and June 30,
1256 2013, the Comptroller is authorized to record as revenue for each fiscal
1257 year the amount of tax imposed under the provisions of this section on
1258 electricity generated prior to the end of each fiscal year and which tax
1259 is received by the Commissioner of Revenue Services not later than
1260 five business days after the last day of July immediately following the
1261 end of each fiscal year.

1262 Sec. 34. Subsection (a) of section 12-541 of the general statutes is
1263 repealed and the following is substituted in lieu thereof (*Effective*
1264 *January 1, 2012, and applicable to admission charges imposed on or after said*
1265 *date*):

1266 (a) There is hereby imposed a tax of ten per cent of the admission
1267 charge to any place of amusement, entertainment or recreation, except
1268 that no tax shall be imposed with respect to any admission charge (1)
1269 when the admission charge is less than one dollar or, in the case of any
1270 motion picture show, when the admission charge is not more than five
1271 dollars, (2) when a daily admission charge is imposed which entitles
1272 the patron to participate in an athletic or sporting activity, (3) to any

1273 event, other than events held at the stadium facility, as defined in
1274 section 32-651, if all of the proceeds from the event inure exclusively to
1275 an entity which is exempt from federal income tax under the Internal
1276 Revenue Code, provided such entity actively engages in and assumes
1277 the financial risk associated with the presentation of such event, (4) to
1278 any event, other than events held at the stadium facility, as defined in
1279 section 32-651, which, in the opinion of the commissioner, is conducted
1280 primarily to raise funds for an entity which is exempt from federal
1281 income tax under the Internal Revenue Code, provided the
1282 commissioner is satisfied that the net profit which inures to such entity
1283 from such event will exceed the amount of the admissions tax which,
1284 but for this subdivision, would be imposed upon the person making
1285 such charge to such event, (5) [to (A) any event at the Hartford Civic
1286 Center, the New Haven Coliseum, New Britain Beehive Stadium, New
1287 Britain Stadium, effective for events occurring on or after the date such
1288 stadium was placed in service, New Britain Veterans Memorial
1289 Stadium, Bridgeport Harbor Yard Stadium, Stafford Motor Speedway,
1290 Lime Rock Park, Thompson Speedway and Waterford Speedbowl,
1291 facilities owned or managed by the Tennis Foundation of Connecticut
1292 or any successor organization, the William A. O'Neill Convocation
1293 Center, the Connecticut Exposition Center, Nature's Art, the
1294 Connecticut Convention Center, or, commencing on or after November
1295 1, 2006, Dodd Stadium or the Arena at Harbor Yard, and (B) games of
1296 the New Britain Rock Cats, New Haven Ravens or the Waterbury
1297 Spirit, (6)] other than for events held at the stadium facility, as defined
1298 in section 32-651, paid by centers of service for elderly persons, as
1299 described in subdivision (d) of section 17b-425, [(7)] (6) to any
1300 production featuring live performances by actors or musicians
1301 presented at Gateway's Candlewood Playhouse, Ocean Beach Park or
1302 any nonprofit theater or playhouse in the state, provided such theater
1303 or playhouse possesses evidence confirming exemption from federal
1304 tax under Section 501 of the Internal Revenue Code, [(8)] (7) to any
1305 carnival or amusement ride, [(9)] (8) to any interscholastic athletic
1306 event held at the stadium facility, as defined in section 32-651, or [(10)]
1307 (9) if the admission charge would have been subject to tax under the

1308 provisions of section 12-542 of the general statutes, revision of 1958,
1309 revised to January 1, 1999. On and after July 1, 2000, the tax imposed
1310 under this section on any motion picture show shall be eight per cent
1311 of the admission charge and, on and after July 1, 2001, the tax imposed
1312 on any such motion picture show shall be six per cent of such charge.

1313 Sec. 35. (NEW) (*Effective July 1, 2011, and applicable to sales occurring*
1314 *on or after said date*) (a) For purposes of this section:

1315 (1) "Person" means and includes any individual, firm,
1316 copartnership, joint venture, association of persons however formed,
1317 social club, fraternal organization, corporation, limited liability
1318 company, estate, trust, fiduciary, receiver, trustee, syndicate or any
1319 group or combination acting as a unit;

1320 (2) "Taxpayer" means any person as defined in subdivision (1) of
1321 this subsection who is subject to the tax imposed by this section; and

1322 (3) "Cabaret or similar place" means any room in a hotel, restaurant,
1323 hall or other public place where music, dancing privileges or any other
1324 entertainment, except mechanical music alone or the music of a single
1325 performer alone, are afforded the patrons in connection with the
1326 serving or selling of alcoholic beverages, even though the charge made
1327 for admission, refreshment, service or merchandise is not increased by
1328 reason of the furnishing of such entertainment.

1329 (b) A tax is hereby imposed equivalent to three per cent of all
1330 amounts charged for admissions, food and drink, service or
1331 merchandise at any cabaret or similar place furnishing music, dancing
1332 privileges or any other entertainment for profit during the time or
1333 times that such music, dancing privileges or any other entertainment is
1334 furnished. In such cases cabaret status begins at the earlier of (1) the
1335 time the music and dancing or other entertainment starts; or (2) the
1336 time any admission, cover, minimum, entertainment or similar charge
1337 is imposed. If any portion of an establishment is subject to the cabaret
1338 tax, the tax also applies to any other portion from which the
1339 entertainment can be viewed, or from which there is free access to the

1340 entertainment or dancing area. The tax imposed by this section is
1341 imposed upon the person making the charge for admission, food,
1342 drink, service or merchandise. Reimbursement for this tax shall be
1343 collected by such person from the purchaser. Such reimbursement,
1344 termed "tax", shall be paid by the purchaser to the person charging
1345 such amounts. Such tax, when added to the amounts charged, shall be
1346 a debt from the purchaser to the person making the charges and shall
1347 be recoverable at law. The amount of tax reimbursement, when so
1348 collected, shall be deemed to be a special fund in trust for the state of
1349 Connecticut.

1350 (c) Each person subject to the tax imposed under this section shall
1351 file a return on or before the last day of each month setting forth the
1352 amount of tax due for the preceding month and such additional
1353 information as the commissioner may require. Each return shall be
1354 signed by the person required to file the return or such person's
1355 authorized agent, but need not be verified by oath. Any return
1356 required to be filed by a corporation shall be signed by an officer of
1357 such corporation or such officer's authorized agent. Payment of the tax
1358 shall accompany such return. If any person fails to pay the amount of
1359 tax reported to be due on the return within the time specified under
1360 the provisions of this section, there shall be imposed a penalty equal to
1361 ten per cent of such amount due and unpaid or fifty dollars, whichever
1362 is greater. The tax shall bear interest at the rate of one per cent per
1363 month or fraction thereof, from the due date.

1364 (d) The taxes collected by the state under this subsection shall be
1365 disbursed by the state to the municipality where the transactions
1366 giving rise to the taxes occurred.

1367 (e) The provisions of sections 12-544, 12-546, 12-547a to 12-554,
1368 inclusive, of the general statutes and sections 12-555a and 12-555b of
1369 the general statutes shall apply to the provisions of this section in the
1370 same manner and with the same force and effect as if the language of
1371 sections 12-544, 12-546, 12-547a to 12-554, inclusive, of the general
1372 statutes and sections 12-555a and 12-555b of the general statutes had

1373 been incorporated in full into this section and had expressly referred to
 1374 the tax imposed under this section, except to the extent that any such
 1375 provision is inconsistent with a provision of this section.

1376 Sec. 36. Subsection (a) of section 12-700 of the general statutes is
 1377 repealed and the following is substituted in lieu thereof (*Effective from*
 1378 *passage and applicable to taxable years commencing on or after January 1,*
 1379 *2011*):

1380 (a) There is hereby imposed on the Connecticut taxable income of
 1381 each resident of this state a tax:

1382 (1) At the rate of four and one-half per cent of such Connecticut
 1383 taxable income for taxable years commencing on or after January 1,
 1384 1992, and prior to January 1, 1996.

1385 (2) For taxable years commencing on or after January 1, 1996, but
 1386 prior to January 1, 1997, in accordance with the following schedule:

1387 (A) For any person who files a return under the federal income tax
 1388 for such taxable year as an unmarried individual or as a married
 1389 individual filing separately:

T167	Connecticut Taxable Income	Rate of Tax
T168	Not over \$2,250	3.0%
T169	Over \$2,250	\$67.50, plus 4.5% of the
T170		excess over \$2,250

1390 (B) For any person who files a return under the federal income tax
 1391 for such taxable year as a head of household, as defined in Section 2(b)
 1392 of the Internal Revenue Code:

T171	Connecticut Taxable Income	Rate of Tax
T172	Not over \$3,500	3.0%
T173	Over \$3,500	\$105.00, plus 4.5% of the
T174		excess over \$3,500

1393 (C) For any husband and wife who file a return under the federal
 1394 income tax for such taxable year as married individuals filing jointly or
 1395 a person who files a return under the federal income tax as a surviving
 1396 spouse, as defined in Section 2(a) of the Internal Revenue Code:

T175	Connecticut Taxable Income	Rate of Tax
T176	Not over \$4,500	3.0%
T177	Over \$4,500	\$135.00, plus 4.5% of the
T178		excess over \$4,500

1397 (D) For trusts or estates, the rate of tax shall be 4.5% of their
 1398 Connecticut taxable income.

1399 (3) For taxable years commencing on or after January 1, 1997, but
 1400 prior to January 1, 1998, in accordance with the following schedule:

1401 (A) For any person who files a return under the federal income tax
 1402 for such taxable year as an unmarried individual or as a married
 1403 individual filing separately:

T179	Connecticut Taxable Income	Rate of Tax
T180	Not over \$6,250	3.0%
T181	Over \$6,250	\$187.50, plus 4.5% of the
T182		excess over \$6,250

1404 (B) For any person who files a return under the federal income tax
 1405 for such taxable year as a head of household, as defined in Section 2(b)
 1406 of the Internal Revenue Code:

T183	Connecticut Taxable Income	Rate of Tax
T184	Not over \$10,000	3.0%
T185	Over \$10,000	\$300.00, plus 4.5% of the

T186 excess over \$10,000

1407 (C) For any husband and wife who file a return under the federal
1408 income tax for such taxable year as married individuals filing jointly or
1409 any person who files a return under the federal income tax for such
1410 taxable year as a surviving spouse, as defined in Section 2(a) of the
1411 Internal Revenue Code:

T187	Connecticut Taxable Income	Rate of Tax
T188	Not over \$12,500	3.0%
T189	Over \$12,500	\$375.00, plus 4.5% of the
T190		excess over \$12,500

1412 (D) For trusts or estates, the rate of tax shall be 4.5% of their
1413 Connecticut taxable income.

1414 (4) For taxable years commencing on or after January 1, 1998, but
1415 prior to January 1, 1999, in accordance with the following schedule:

1416 (A) For any person who files a return under the federal income tax
1417 for such taxable year as an unmarried individual or as a married
1418 individual filing separately:

T191	Connecticut Taxable Income	Rate of Tax
T192	Not over \$7,500	3.0%
T193	Over \$7,500	\$225.00, plus 4.5% of the
T194		excess over \$7,500

1419 (B) For any person who files a return under the federal income tax
1420 for such taxable year as a head of household, as defined in Section 2(b)
1421 of the Internal Revenue Code:

T195	Connecticut Taxable Income	Rate of Tax
T196	Not over \$12,000	3.0%

T197 Over \$12,000 \$360.00, plus 4.5% of the
T198 excess over \$12,000

1422 (C) For any husband and wife who file a return under the federal
1423 income tax for such taxable year as married individuals filing jointly or
1424 any person who files a return under the federal income tax for such
1425 taxable year as a surviving spouse, as defined in Section 2(a) of the
1426 Internal Revenue Code:

T199	Connecticut Taxable Income	Rate of Tax
T200	Not over \$15,000	3.0%
T201	Over \$15,000	\$450.00, plus 4.5% of the
T202		excess over \$15,000

1427 (D) For trusts or estates, the rate of tax shall be 4.5% of their
1428 Connecticut taxable income.

1429 (5) For taxable years commencing on or after January 1, 1999, but
1430 prior to January 1, 2003, in accordance with the following schedule:

1431 (A) For any person who files a return under the federal income tax
1432 for such taxable year as an unmarried individual or as a married
1433 individual filing separately:

T203	Connecticut Taxable Income	Rate of Tax
T204	Not over \$10,000	3.0%
T205	Over \$10,000	\$300.00, plus 4.5% of the
T206		excess over \$10,000

1434 (B) For any person who files a return under the federal income tax
1435 for such taxable year as a head of household, as defined in Section 2(b)
1436 of the Internal Revenue Code:

T207	Connecticut Taxable Income	Rate of Tax
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T208	Not over \$16,000	3.0%
T209	Over \$16,000	\$480.00, plus 4.5% of the
T210		excess over \$16,000

1437 (C) For any husband and wife who file a return under the federal
 1438 income tax for such taxable year as married individuals filing jointly or
 1439 any person who files a return under the federal income tax for such
 1440 taxable year as a surviving spouse, as defined in Section 2(a) of the
 1441 Internal Revenue Code:

T211	Connecticut Taxable Income	Rate of Tax
T212	Not over \$20,000	3.0%
T213	Over \$20,000	\$600.00, plus 4.5% of the
T214		excess over \$20,000

1442 (D) For trusts or estates, the rate of tax shall be 4.5% of their
 1443 Connecticut taxable income.

1444 (6) For taxable years commencing on or after January 1, 2003, but
 1445 prior to January 1, 2009, in accordance with the following schedule:

1446 (A) For any person who files a return under the federal income tax
 1447 for such taxable year as an unmarried individual or as a married
 1448 individual filing separately:

T215	Connecticut Taxable Income	Rate of Tax
T216	Not over \$10,000	3.0%
T217	Over \$10,000	\$300.00, plus 5.0% of the
T218		excess over \$10,000

1449 (B) For any person who files a return under the federal income tax
 1450 for such taxable year as a head of household, as defined in Section 2(b)
 1451 of the Internal Revenue Code:

T219	Connecticut Taxable Income	Rate of Tax
T220	Not over \$16,000	3.0%
T221	Over \$16,000	\$480.00, plus 5.0% of the
T222		excess over \$16,000

1452 (C) For any husband and wife who file a return under the federal
 1453 income tax for such taxable year as married individuals filing jointly or
 1454 any person who files a return under the federal income tax for such
 1455 taxable year as a surviving spouse, as defined in Section 2(a) of the
 1456 Internal Revenue Code:

T223	Connecticut Taxable Income	Rate of Tax
T224	Not over \$20,000	3.0%
T225	Over \$20,000	\$600.00, plus 5.0% of the
T226		excess over \$20,000

1457 (D) For trusts or estates, the rate of tax shall be 5.0% of the
 1458 Connecticut taxable income.

1459 (7) For taxable years commencing on or after January 1, 2009, but
 1460 prior to January 1, 2011, in accordance with the following schedule:

1461 (A) For any person who files a return under the federal income tax
 1462 for such taxable year as an unmarried individual:

T227	Connecticut Taxable Income	Rate of Tax
T228	Not over \$10,000	3.0%
T229	Over \$10,000 but not	\$300.00, plus 5.0% of the
T230	over \$500,000	excess over \$10,000
T231	Over \$500,000	\$24,800, plus 6.5% of the
T232		excess over \$500,000

1463 (B) For any person who files a return under the federal income tax
 1464 for such taxable year as a head of household, as defined in Section 2(b)
 1465 of the Internal Revenue Code:

T233	Connecticut Taxable Income	Rate of Tax
T234	Not over \$16,000	3.0%
T235	Over \$16,000 but not	\$480.00, plus 5.0% of the
T236	over \$800,000	excess over \$16,000
T237	Over \$800,000	\$39,680, plus 6.5% of the
T238		excess over \$800,000

1466 (C) For any husband and wife who file a return under the federal
 1467 income tax for such taxable year as married individuals filing jointly or
 1468 any person who files a return under the federal income tax for such
 1469 taxable year as a surviving spouse, as defined in Section 2(a) of the
 1470 Internal Revenue Code:

T239	Connecticut Taxable Income	Rate of Tax
T240	Not over \$20,000	3.0%
T241	Over \$20,000 but not	\$600.00, plus 5.0% of the
T242	over \$1,000,000	excess over \$20,000
T243	Over \$1,000,000	\$49,600, plus 6.5% of the excess
T244		over \$1,000,000

1471 (D) For any person who files a return under the federal income tax
 1472 for such taxable year as a married individual filing separately:

T245	Connecticut Taxable Income	Rate of Tax
T246	Not over \$10,000	3.0%
T247	Over \$10,000 but not	\$300.00, plus 5.0% of the
T248	over \$500,000	excess over \$10,000
T249	Over \$500,000	\$24,800, plus 6.5% of the excess
T250		over \$500,000

1473 (E) For trusts or estates, the rate of tax shall be 6.5% of the
 1474 Connecticut taxable income.

1475 (8) For taxable years commencing on or after January 1, 2011, in

1476 accordance with the following schedule:

1477 (A) (i) For any person who files a return under the federal income
 1478 tax for such taxable year as an unmarried individual:

T251	<u>Connecticut Taxable Income</u>	<u>Rate of Tax</u>
T252	<u>Not over \$10,000</u>	<u>3.0%</u>
T253	<u>Over \$10,000 but not</u>	<u>\$300.00, plus 5.0% of the</u>
T254	<u>over \$50,000</u>	<u>excess over \$10,000</u>
T255	<u>Over \$50,000 but not</u>	<u>\$2,300, plus 5.5% of the</u>
T256	<u>over \$100,000</u>	<u>excess over \$50,000</u>
T257	<u>Over \$100,000 but not</u>	<u>\$5,050, plus 6.0% of the</u>
T258	<u>over \$200,000</u>	<u>excess over \$100,000</u>
T259	<u>Over \$200,000 but not</u>	<u>\$11,050, plus 6.5% of the</u>
T260	<u>over \$250,000</u>	<u>excess over \$200,000</u>
T261	<u>Over \$250,000</u>	<u>\$14,300, plus 6.70% of the</u>
T262		<u>excess over \$250,000</u>

1479 (ii) Notwithstanding the provisions of subparagraph (A)(i) of this
 1480 subdivision, for each taxpayer whose Connecticut adjusted gross
 1481 income exceeds fifty-six thousand five hundred dollars, the amount of
 1482 the taxpayer's Connecticut taxable income to which the three-per-cent
 1483 tax rate applies shall be reduced by one thousand dollars for each five
 1484 thousand dollars, or fraction thereof, by which the taxpayer's
 1485 Connecticut adjusted gross income exceeds said amount. Any such
 1486 amount of Connecticut taxable income to which, as provided in the
 1487 preceding sentence, the three-per-cent tax rate does not apply shall be
 1488 an amount to which the five-per-cent tax rate shall apply.

1489 (B) (i) For any person who files a return under the federal income
 1490 tax for such taxable year as a head of household, as defined in Section
 1491 2(b) of the Internal Revenue Code:

T263	<u>Connecticut Taxable Income</u>	<u>Rate of Tax</u>
T264	<u>Not over \$16,000</u>	<u>3.0%</u>
T265	<u>Over \$16,000 but not</u>	<u>\$480.00, plus 5.0% of the</u>

T266	<u>over \$80,000</u>	<u>excess over \$16,000</u>
T267	<u>Over \$80,000 but not</u>	<u>\$3,680, plus 5.5% of the</u>
T268	<u>over \$160,000</u>	<u>excess over \$80,000</u>
T269	<u>Over \$160,000 but not</u>	<u>\$8,080, plus 6.0% of the</u>
T270	<u>over \$320,000</u>	<u>excess over \$160,000</u>
T271	<u>Over \$320,000 but not</u>	<u>\$17,680, plus 6.5% of the</u>
T272	<u>over \$400,000</u>	<u>excess over \$320,000</u>
T273	<u>Over \$400,000</u>	<u>\$22,880, plus 6.70% of the</u>
T274		<u>excess over \$400,000</u>

1492 (ii) Notwithstanding the provisions of subparagraph (B)(i) of this
 1493 subdivision, for each taxpayer whose Connecticut adjusted gross
 1494 income exceeds seventy-eight thousand five hundred dollars, the
 1495 amount of the taxpayer's Connecticut taxable income to which the
 1496 three-per-cent tax rate applies shall be reduced by one thousand six
 1497 hundred dollars for each four thousand dollars, or fraction thereof, by
 1498 which the taxpayer's Connecticut adjusted gross income exceeds said
 1499 amount. Any such amount of Connecticut taxable income to which, as
 1500 provided in the preceding sentence, the three-per-cent tax rate does
 1501 not apply shall be an amount to which the five-per-cent tax rate shall
 1502 apply.

1503 (C) (i) For any husband and wife who file a return under the federal
 1504 income tax for such taxable year as married individuals filing jointly or
 1505 any person who files a return under the federal income tax for such
 1506 taxable year as a surviving spouse, as defined in Section 2(a) of the
 1507 Internal Revenue Code:

T275	<u>Connecticut Taxable Income</u>	<u>Rate of Tax</u>
T276	<u>Not over \$20,000</u>	<u>3.0%</u>
T277	<u>Over \$20,000 but not</u>	<u>\$600.00, plus 5.0% of the</u>
T278	<u>over \$100,000</u>	<u>excess over \$20,000</u>
T279	<u>Over \$100,000 but not</u>	<u>\$4,600, plus 5.5% of the</u>
T280	<u>over \$200,000</u>	<u>excess over \$100,000</u>

T281	<u>Over \$200,000 but not</u>	<u>\$10,100, plus 6.0% of the</u>
T282	<u>over \$400,000</u>	<u>excess over \$200,000</u>
T283	<u>Over \$400,000 but not</u>	<u>\$22,100, plus 6.5% of the</u>
T284	<u>over \$500,000</u>	<u>excess over \$400,000</u>
T285	<u>Over \$500,000</u>	<u>\$28,600, plus 6.70% of the</u>
T286		<u>excess over \$500,000</u>

1508 (ii) Notwithstanding the provisions of subparagraph (C)(i) of this
 1509 subdivision, for each taxpayer whose Connecticut adjusted gross
 1510 income exceeds one hundred thousand five hundred dollars, the
 1511 amount of the taxpayer's Connecticut taxable income to which the
 1512 three-per-cent tax rate applies shall be reduced by two thousand
 1513 dollars for each five thousand dollars, or fraction thereof, by which the
 1514 taxpayer's Connecticut adjusted gross income exceeds said amount.
 1515 Any such amount of Connecticut taxable income to which, as provided
 1516 in the preceding sentence, the three-per-cent tax rate does not apply
 1517 shall be an amount to which the five-per-cent tax rate shall apply.

1518 (D) (i) For any person who files a return under the federal income
 1519 tax for such taxable year as a married individual filing separately:

T287	<u>Connecticut Taxable Income</u>	<u>Rate of Tax</u>
T288	<u>Not over \$10,000</u>	<u>3.0%</u>
T289	<u>Over \$10,000 but not</u>	<u>\$300.00, plus 5.0% of the</u>
T290	<u>over \$50,000</u>	<u>excess over \$10,000</u>
T291	<u>Over \$50,000 but not</u>	<u>\$2,300, plus 5.5% of the</u>
T292	<u>over \$100,000</u>	<u>excess over \$50,000</u>
T293	<u>Over \$100,000 but not</u>	<u>\$5,050, plus 6.0% of the</u>
T294	<u>over \$200,000</u>	<u>excess over \$100,000</u>
T295	<u>Over \$200,000 but not</u>	<u>\$11,050, plus 6.5% of the</u>
T296	<u>over \$250,000</u>	<u>excess over \$200,000</u>
T297	<u>Over \$250,000</u>	<u>\$14,300, plus 6.70% of the</u>

T298

excess over \$250,000

1520 (ii) Notwithstanding the provisions of subparagraph (D)(i) of this
1521 subdivision, for each taxpayer whose Connecticut adjusted gross
1522 income exceeds fifty thousand two hundred fifty dollars, the amount
1523 of the taxpayer's Connecticut taxable income to which the three-per-
1524 cent tax rate applies shall be reduced by one thousand dollars for each
1525 two thousand five hundred dollars, or fraction thereof, by which the
1526 taxpayer's Connecticut adjusted gross income exceeds said amount.
1527 Any such amount of Connecticut taxable income to which, as provided
1528 in the preceding sentence, the three-per-cent tax rate does not apply
1529 shall be an amount to which the five-per-cent tax rate shall apply.

1530 (E) For trusts or estates, the rate of tax shall be 6.70% of the
1531 Connecticut taxable income.

1532 [(8)] (9) The provisions of this subsection shall apply to resident
1533 trusts and estates and, wherever reference is made in this subsection to
1534 residents of this state, such reference shall be construed to include
1535 resident trusts and estates, provided any reference to a resident's
1536 Connecticut adjusted gross income derived from sources without this
1537 state or to a resident's Connecticut adjusted gross income shall be
1538 construed, in the case of a resident trust or estate, to mean the resident
1539 trust or estate's Connecticut taxable income derived from sources
1540 without this state and the resident trust or estate's Connecticut taxable
1541 income, respectively.

1542 (10) (A) Any taxpayer who files a return under the federal income
1543 tax for such taxable year as married individuals filing jointly, whose
1544 Connecticut adjusted gross income is equal to or more than four
1545 hundred thousand dollars, shall pay, as a benefit recapture, an amount
1546 equal to one hundred fifty dollars for every ten thousand dollars, or
1547 fraction thereof, by which the taxpayer's Connecticut adjusted gross
1548 income exceeds four hundred thousand dollars, to a maximum
1549 payment of four thousand five hundred dollars.

1550 (B) Any taxpayer who files a return under the federal income tax for
1551 such taxable year as an unmarried individual, whose Connecticut
1552 adjusted gross income is equal to or more than two hundred thousand
1553 dollars, shall pay, as a benefit recapture, an amount equal to seventy-
1554 five dollars for every five thousand dollars, or fraction thereof, by
1555 which the taxpayer's Connecticut adjusted gross income exceeds two
1556 hundred thousand dollars, to a maximum payment of two thousand
1557 two hundred fifty dollars.

1558 (C) Any taxpayer who files a return under the federal income tax for
1559 such taxable year as a head of household, whose Connecticut adjusted
1560 gross income is equal to or more than three hundred twenty thousand
1561 dollars, shall pay, as a benefit recapture, an amount equal to one
1562 hundred twenty dollars for every eight thousand dollars, or fraction
1563 thereof, by which the taxpayer's Connecticut adjusted gross income
1564 exceeds three hundred twenty thousand dollars, to a maximum
1565 payment of three thousand six hundred dollars.

1566 (D) Any taxpayer who files a return under the federal income tax for
1567 such taxable year as a married individual filing separately, whose
1568 Connecticut adjusted gross income is equal to or more than two
1569 hundred thousand dollars, shall pay, as a benefit recapture, an amount
1570 equal to seventy-five dollars for every five thousand dollars, or
1571 fraction thereof, by which the taxpayer's Connecticut adjusted gross
1572 income exceeds two hundred thousand dollars, to a maximum
1573 payment of two thousand two hundred fifty dollars.

1574 Sec. 37. *(Effective from passage)* The Commissioner of Revenue
1575 Services shall adjust the withholding tables issued for purposes of
1576 administering the income tax imposed under chapter 229 of the
1577 general statutes, to take account of any changes in such tax made by
1578 section 36 of this act, and, as soon as practicable, shall issue new
1579 withholding tables applicable to the taxable year commencing during
1580 2011.

1581 Sec. 38. *(Effective from passage)* Notwithstanding the provisions of

1582 section 12-722 of the general statutes, any taxpayer required to make
1583 an estimated payment in September, 2011, for the tax due under
1584 chapter 229 of the general statutes, shall make such payment in an
1585 amount which is adjusted for any change in the rate applicable to the
1586 current taxable year, as provided in section 12-700 of the general
1587 statutes, as amended by this act.

1588 Sec. 39. (NEW) (*Effective from passage and applicable to taxable years*
1589 *commencing on or after January 1, 2011*) (a) Any resident of this state, as
1590 defined in subdivision (1) of subsection (a) of section 12-701 of the
1591 general statutes, who is subject to the tax imposed under chapter 229 of
1592 the general statutes for any taxable year shall be allowed a credit
1593 against the tax otherwise due under such chapter in an amount equal
1594 to thirty per cent of the earned income credit claimed and allowed for
1595 the same taxable year under Section 32 of the Internal Revenue Code,
1596 as defined in subsection (a) of section 12-701 of the general statutes.

1597 (b) If the amount of the credit allowed pursuant to this section
1598 exceeds the taxpayer's liability for the tax imposed under said chapter
1599 229, the Commissioner of Revenue Services shall treat such excess as
1600 an overpayment and, except as provided under section 12-739 or 12-
1601 742 of the general statutes, shall refund the amount of such excess,
1602 without interest, to the taxpayer.

1603 (c) If a married individual who is otherwise eligible for the credit
1604 allowed hereunder has filed a joint federal income tax return for the
1605 taxable year, but is required to file a separate return under said chapter
1606 229 of the general statutes for such taxable year, the credit for which
1607 such individual is eligible under this section shall be an amount equal
1608 to thirty per cent of the earned income credit claimed and allowed for
1609 such taxable year under said Section 32 of the Internal Revenue Code
1610 multiplied by a fraction, the numerator of which is such individual's
1611 federal adjusted gross income, as reported on such individual's
1612 separate return under said chapter 229, and the denominator of which
1613 is the federal adjusted gross income, as reported on the joint federal
1614 income tax return.

1615 (d) To the extent permitted under federal law, any state or federal
1616 earned income tax credit shall not be counted as income when received
1617 by an individual who is an applicant for, or recipient of, benefits or
1618 services under any state or federal program that provides such benefits
1619 or services based on need, nor shall any such earned income tax credit
1620 be counted as resources, for the purpose of determining the
1621 individual's or any other individual's eligibility for such benefits or
1622 services, or the amount of such benefits or services.

1623 Sec. 40. Subsections (b) and (c) of section 12-704c of the general
1624 statutes are repealed and the following is substituted in lieu thereof
1625 (*Effective from passage and applicable to taxable years commencing on or after*
1626 *January 1, 2011*):

1627 (b) The credit allowed under this section shall not exceed two
1628 hundred fifteen dollars for the taxable year commencing on or after
1629 January 1, 1997, and prior to January 1, 1998; for taxable years
1630 commencing on or after January 1, 1998, but prior to January 1, 1999,
1631 three hundred fifty dollars; for taxable years commencing on or after
1632 January 1, 1999, but prior to January 1, 2000, four hundred twenty-five
1633 dollars; for taxable years commencing on or after January 1, 2000, but
1634 prior to January 1, 2003, five hundred dollars; for taxable years
1635 commencing on or after January 1, 2003, three hundred fifty dollars;
1636 for taxable years commencing on or after January 1, 2005, but prior to
1637 January 1, 2006, three hundred fifty dollars; [and] for taxable years
1638 commencing on or after January 1, 2006, but prior to January 1, 2011,
1639 five hundred dollars; and for taxable years commencing on or after
1640 January 1, 2011, three hundred dollars. In the case of any husband and
1641 wife who file a return under the federal income tax for such taxable
1642 year as married individuals filing a joint return, the credit allowed, in
1643 the aggregate, shall not exceed such amounts for each such taxable
1644 year.

1645 (c) (1) (A) For taxable years commencing prior to January 1, 2000, in
1646 the case of any such taxpayer who files under the federal income tax
1647 for such taxable year as an unmarried individual whose Connecticut

1648 adjusted gross income exceeds fifty-two thousand five hundred
1649 dollars, the amount of the credit that exceeds one hundred dollars shall
1650 be reduced by ten per cent for each ten thousand dollars, or fraction
1651 thereof, by which the taxpayer's Connecticut adjusted gross income
1652 exceeds said amount.

1653 (B) For taxable years commencing on or after January 1, 2000, but
1654 prior to January 1, 2001, in the case of any such taxpayer who files
1655 under the federal income tax for such taxable year as an unmarried
1656 individual whose Connecticut adjusted gross income exceeds fifty-
1657 three thousand five hundred dollars, the amount of the credit that
1658 exceeds one hundred dollars shall be reduced by ten per cent for each
1659 ten thousand dollars, or fraction thereof, by which the taxpayer's
1660 Connecticut adjusted gross income exceeds said amount.

1661 (C) For taxable years commencing on or after January 1, 2001, but
1662 prior to January 1, 2004, in the case of any such taxpayer who files
1663 under the federal income tax for such taxable year as an unmarried
1664 individual whose Connecticut adjusted gross income exceeds fifty-four
1665 thousand five hundred dollars, the amount of the credit shall be
1666 reduced by ten per cent for each ten thousand dollars, or fraction
1667 thereof, by which the taxpayer's Connecticut adjusted gross income
1668 exceeds said amount.

1669 (D) For taxable years commencing on or after January 1, 2004, but
1670 prior to January 1, 2007, in the case of any such taxpayer who files
1671 under the federal income tax for such taxable year as an unmarried
1672 individual whose Connecticut adjusted gross income exceeds fifty-five
1673 thousand dollars, the amount of the credit shall be reduced by ten per
1674 cent for each ten thousand dollars, or fraction thereof, by which the
1675 taxpayer's Connecticut adjusted gross income exceeds said amount.

1676 (E) For taxable years commencing on or after January 1, 2007, but
1677 prior to January 1, 2008, in the case of any such taxpayer who files
1678 under the federal income tax for such taxable year as an unmarried
1679 individual whose Connecticut adjusted gross income exceeds fifty-five

1680 thousand five hundred dollars, the amount of the credit shall be
1681 reduced by ten per cent for each ten thousand dollars, or fraction
1682 thereof, by which the taxpayer's Connecticut adjusted gross income
1683 exceeds said amount.

1684 (F) For taxable years commencing on or after January 1, 2008, but
1685 prior to January 1, [2012] 2011, in the case of any such taxpayer who
1686 files under the federal income tax for such taxable year as an
1687 unmarried individual whose Connecticut adjusted gross income
1688 exceeds fifty-six thousand five hundred dollars, the amount of the
1689 credit shall be reduced by ten per cent for each ten thousand dollars, or
1690 fraction thereof, by which the taxpayer's Connecticut adjusted gross
1691 income exceeds said amount.

1692 (G) For taxable years commencing on or after January 1, [2012] 2011,
1693 but prior to January 1, 2013, in the case of any such taxpayer who files
1694 under the federal income tax for such taxable year as an unmarried
1695 individual whose Connecticut adjusted gross income exceeds [fifty-
1696 eight] fifty-six thousand five hundred dollars, the amount of the credit
1697 shall be reduced by [ten] fifteen per cent for each ten thousand dollars,
1698 or fraction thereof, by which the taxpayer's Connecticut adjusted gross
1699 income exceeds said amount.

1700 (H) For taxable years commencing on or after January 1, 2013, but
1701 prior to January 1, 2014, in the case of any such taxpayer who files
1702 under the federal income tax for such taxable year as an unmarried
1703 individual whose Connecticut adjusted gross income exceeds sixty
1704 thousand five hundred dollars, the amount of the credit shall be
1705 reduced by [ten] fifteen per cent for each ten thousand dollars, or
1706 fraction thereof, by which the taxpayer's Connecticut adjusted gross
1707 income exceeds said amount.

1708 (I) For taxable years commencing on or after January 1, 2014, but
1709 prior to January 1, 2015, in the case of any such taxpayer who files
1710 under the federal income tax for such taxable year as an unmarried
1711 individual whose Connecticut adjusted gross income exceeds

1712 sixty-two thousand five hundred dollars, the amount of the credit shall
1713 be reduced by [ten] fifteen per cent for each ten thousand dollars, or
1714 fraction thereof, by which the taxpayer's Connecticut adjusted gross
1715 income exceeds said amount.

1716 (J) For taxable years commencing on or after January 1, 2015, in the
1717 case of any such taxpayer who files under the federal income tax for
1718 such taxable year as an unmarried individual whose Connecticut
1719 adjusted gross income exceeds sixty-four thousand five hundred
1720 dollars, the amount of the credit shall be reduced by [ten] fifteen per
1721 cent for each ten thousand dollars, or fraction thereof, by which the
1722 taxpayer's Connecticut adjusted gross income exceeds said amount.

1723 (2) In the case of any such taxpayer who files under the federal
1724 income tax for such taxable year as a married individual filing
1725 separately whose Connecticut adjusted gross income exceeds fifty
1726 thousand two hundred fifty dollars, the amount of the credit shall be
1727 reduced by [ten] fifteen per cent for each five thousand dollars, or
1728 fraction thereof, by which the taxpayer's Connecticut adjusted gross
1729 income exceeds said amount.

1730 (3) In the case of a taxpayer who files under the federal income tax
1731 for such taxable year as a head of household whose Connecticut
1732 adjusted gross income exceeds seventy-eight thousand five hundred
1733 dollars, the amount of the credit shall be reduced by [ten] fifteen per
1734 cent for each ten thousand dollars or fraction thereof, by which the
1735 taxpayer's Connecticut adjusted gross income exceeds said amount.

1736 (4) In the case of a taxpayer who files under federal income tax for
1737 such taxable year as married individuals filing jointly whose
1738 Connecticut adjusted gross income exceeds one hundred thousand five
1739 hundred dollars, the amount of the credit shall be reduced by [ten]
1740 fifteen per cent for each ten thousand dollars, or fraction thereof, by
1741 which the taxpayer's Connecticut adjusted gross income exceeds said
1742 amount.

1743 Sec. 41. Subsection (a) of section 14-12 of the general statutes is

1744 repealed and the following is substituted in lieu thereof (*Effective July*
1745 *1, 2011*):

1746 (a) No motor vehicle shall be operated or towed on any highway,
1747 except as otherwise expressly provided, unless it is registered with the
1748 commissioner, provided any motor vehicle may be towed for repairs
1749 or necessary work if it bears the markers of a licensed and registered
1750 dealer, manufacturer or repairer and provided any motor vehicle
1751 which is validly registered in another state may, for a period of sixty
1752 days following establishment by the owner of residence in this state, be
1753 operated on any highway without first being registered with the
1754 commissioner. Except as otherwise provided in this subsection, (1) a
1755 person commits an infraction if [he] such person registers a motor
1756 vehicle he or she does not own or if [he] such person operates, or
1757 allows the operation of, an unregistered motor vehicle on a public
1758 highway, or (2) a resident of this state who operates a motor vehicle he
1759 or she owns with marker plates issued by another state shall be fined
1760 [not less than one hundred fifty dollars nor more than three hundred]
1761 one thousand dollars. If the owner of a motor vehicle previously
1762 registered on an annual or biennial basis, the registration of which
1763 expired not more than thirty days previously, operates or allows the
1764 operation of such a motor vehicle, [he] such owner shall be fined the
1765 amount designated for the infraction of failure to renew a registration,
1766 but [his] the right to retain his or her operator's license shall not be
1767 affected. No operator other than the owner shall be subject to penalty
1768 for the operation of such a previously registered motor vehicle. As
1769 used in this subsection, the term "unregistered motor vehicle" includes
1770 any vehicle that is not eligible for registration by the commissioner due
1771 to the absence of necessary equipment or other characteristics of the
1772 vehicle that make it unsuitable for highway operation, unless the
1773 operation of such vehicle is expressly permitted by another provision
1774 of this chapter or chapter 248.

1775 Sec. 42. Subsection (b) of section 51-56a of the general statutes is
1776 repealed and the following is substituted in lieu thereof (*Effective July*
1777 *1, 2011*):

1778 (b) The state shall remit to the municipalities in which the violations
1779 occurred all amounts received in respect to the violation of subdivision
1780 (2) of subsection (a) of section 14-12, as amended by this act, sections
1781 14-251, 14-252, 14-253a and 14-305 to 14-308, inclusive, or any
1782 regulation adopted thereunder or ordinance enacted in accordance
1783 therewith. Each clerk of the Superior Court or the Chief Court
1784 Administrator, or any other official of the Superior Court designated
1785 by the Chief Court Administrator, shall, on or before the thirtieth day
1786 of January, April, July and October in each year, certify to the
1787 Comptroller the amount due for the previous quarter under this
1788 subsection to each municipality served by the office of the clerk or
1789 official, provided prior to the institution of court proceedings, a city,
1790 town or borough shall have the authority to collect and retain all
1791 proceeds from parking violations committed within the jurisdiction of
1792 such city, town or borough.

1793 Sec. 43. (*Effective July 1, 2011*) Notwithstanding the provisions of
1794 subsection (a) of section 14-12 of the general statutes, as amended by
1795 this act, and subsection (b) of section 51-56a of the general statutes, as
1796 amended by this act, no person shall be liable for the fine prescribed
1797 pursuant to subdivision (2) of subsection (a) of section 14-12 of the
1798 general statutes, as amended by this act, prior to January 1, 2012. When
1799 a resident of this state registers in this state a motor vehicle with
1800 marker plates issued by another state, taxes owing, if any, shall be due
1801 upon such registration, but no fine, interest or other penalty shall
1802 apply prior to January 1, 2012.

1803 Sec. 44. Subsection (g) of section 13b-59 of the general statutes is
1804 repealed and the following is substituted in lieu thereof (*Effective July*
1805 *1, 2011*):

1806 (g) "Motor vehicle related fines, penalties or other charges" means
1807 all fines, penalties or other charges required by, or levied pursuant to
1808 subsection (a) of section 14-12, as amended by this act, except for
1809 subdivision (2) of said subsection (a), sections 14-12s, 14-13, 14-16,
1810 14-17, 14-18, 14-26, 14-27 and 14-29, subsection (d) of section 14-35 and

1811 sections 14-36, 14-39, 14-43, 14-45, 14-64, 14-80, 14-81, 14-97, 14-98,
1812 14-99, 14-101, 14-102, 14-103, 14-104, 14-105, 14-106, 14-110, 14-111,
1813 14-112, 14-137a, 14-140, 14-145, 14-146, 14-147, 14-148, 14-149, 14-150,
1814 14-151, 14-152, 14-161, subsection (f) of section 14-164i, 14-196, 14-197,
1815 14-198, 14-213, 14-214, 14-215, 14-216, 14-217, 14-218a, 14-219, 14-220,
1816 14-221, 14-222, 14-223, 14-224, 14-225, 14-226, 14-228, 14-230, 14-231,
1817 14-232, 14-233, 14-234, 14-235, 14-236, 14-237, 14-238, 14-239, 14-240,
1818 14-241, 14-242, 14-243, 14-244, 14-245, 14-246a, 14-247, 14-249, 14-250,
1819 14-257, 14-260, 14-261, 14-262, 14-264, 14-267a, 14-269, subsection (g) of
1820 section 14-270, sections 14-271, 14-273, 14-274, 14-275, 14-276, 14-277,
1821 14-279, 14-280, 14-281, 14-282, 14-283, 14-285, 14-286, 14-295, 14-296,
1822 14-300, 14-314, 14-329, 14-331, 14-342, 14-386, 14-386a, 14-387, 15-7,
1823 15-8, 15-9, 15-16, 15-25 and 15-33;

1824 Sec. 45. Subsections (a) to (g), inclusive, of section 13b-76 of the
1825 general statutes are repealed and the following is substituted in lieu
1826 thereof (*Effective July 1, 2011*):

1827 (a) Bonds and bond anticipation notes issued pursuant to sections
1828 13b-74 to 13b-77, inclusive, as amended by this act, are hereby
1829 determined to be issued for valid public purposes in exercise of
1830 essential governmental functions. Such bonds and bond anticipation
1831 notes shall be special obligations of the state and shall not be payable
1832 from or charged upon any funds other than the pledged revenues or
1833 other receipts, funds or moneys pledged therefor as provided in
1834 sections 3-21a, 3-27a, 3-27f, 12-458, as amended by this act, and 12-
1835 458d, subsection (c) of section 13a-80a, sections 13a-175p to 13a-175u,
1836 inclusive, subsection (f) of section 13b-42, sections 13b-59, as amended
1837 by this act, 13b-61, 13b-69, 13b-71, 13b-74 to 13b-77, inclusive, as
1838 amended by this act, and 13b-80, subsection (a) of section 13b-97,
1839 subsection (a) of section 14-12, as amended by this act, except for
1840 subdivision (2) of said subsection (a), sections 14-15, 14-16a and 14-21c,
1841 subsection (a) of section 14-25a, section 14-28, subsection (b) of section
1842 14-35, subsection (b) of section 14-41, section 14-41a, subsection (a) of
1843 section 14-44, sections 14-47, 14-48b, 14-49 and 14-50, subsection (a) of
1844 section 14-50a, sections 14-52 and 14-58, subsection (c) of section 14-66,

1845 subsection (e) of section 14-67, sections 14-67a, 14-67d, 14-67l and 14-
1846 69, subsection (e) of section 14-73, subsection (c) of section 14-96q,
1847 sections 14-103a and 14-160, subsection (a) of section 14-164a,
1848 subsection (a) of section 14-192, sections 14-319, 14-320 and 14-381,
1849 subsection (b) of section 14-382 and sections 15-14 and 16-299, nor shall
1850 the state or any political subdivision thereof be subject to any liability
1851 thereon, except to the extent of such pledged revenues or other
1852 receipts, funds or moneys pledged therefor as provided in said
1853 sections. As part of the contract of the state with the owners of said
1854 bonds and bond anticipation notes, all amounts necessary for punctual
1855 payment of the debt service requirements with respect to such bonds
1856 and bond anticipation notes shall be deemed to be appropriated, but
1857 only from the sources pledged pursuant to said sections, upon the
1858 authorization of issuance of such bonds and bond anticipation notes by
1859 the State Bond Commission, or the filing of a certificate of
1860 determination by the Treasurer in accordance with subsection (c) of
1861 this section, and the Treasurer shall pay such principal and interest as
1862 the same shall accrue, but only from such sources. The issuance of
1863 bonds or bond anticipation notes issued under sections 13b-74 to 13b-
1864 77, inclusive, as amended by this act, shall not directly or indirectly or
1865 contingently obligate the state or any political subdivision thereof to
1866 levy or to pledge any form of taxation whatever therefor, except for
1867 taxes included in the pledged revenues, or to make any additional
1868 appropriation for their payment. Such bonds and bond anticipation
1869 notes shall not constitute a charge, lien or encumbrance, legal or
1870 equitable, upon any property of the state or of any political subdivision
1871 thereof other than the pledged revenues or other receipts, funds or
1872 moneys pledged therefor as provided in sections 3-21a, 3-27a, 3-27f, 12-
1873 458, as amended by this act, and 12-458d, subsection (c) of section 13a-
1874 80a, sections 13a-175p to 13a-175u, inclusive, subsection (f) of section
1875 13b-42, sections 13b-59, as amended by this act, 13b-61, 13b-69, 13b-71,
1876 13b-74 to 13b-77, inclusive, as amended by this act, and 13b-80,
1877 subsection (a) of section 13b-97, subsection (a) of section 14-12, as
1878 amended by this act, except for subdivision (2) of said subsection (a),
1879 sections 14-15, 14-16a and 14-21c, subsection (a) of section 14-25a,

1880 section 14-28, subsection (b) of section 14-35, subsection (b) of section
1881 14-41, section 14-41a, subsection (a) of section 14-44, sections 14-47, 14-
1882 48b, 14-49 and 14-50, subsection (a) of section 14-50a, sections 14-52
1883 and 14-58, subsection (c) of section 14-66, subsection (e) of section 14-
1884 67, sections 14-67a, 14-67d, 14-67l and 14-69, subsection (e) of section
1885 14-73, subsection (c) of section 14-96q, sections 14-103a and 14-160,
1886 subsection (a) of section 14-164a, subsection (a) of section 14-192,
1887 sections 14-319, 14-320 and 14-381, subsection (b) of section 14-382 and
1888 section 15-14, and the substance of such limitation shall be plainly
1889 stated on the face of each such bond and bond anticipation note. Bonds
1890 and bond anticipation notes issued pursuant to sections 13b-74 to 13b-
1891 77, inclusive, as amended by this act, shall not be subject to any
1892 statutory limitation on the indebtedness of the state, and, when issued,
1893 shall not be included in computing the aggregate indebtedness of the
1894 state in respect to and to the extent of any such limitation.

1895 (b) Bonds issued pursuant to sections 13b-74 to 13b-77, inclusive, as
1896 amended by this act, may be executed and delivered at such time or
1897 times and shall be dated, bear interest at such rate or rates, including
1898 variable rates to be determined in such manner as set forth in the
1899 proceedings authorizing the issuance of the bonds, provide for
1900 payment of interest on such dates, whether before or at maturity, be
1901 issued at, above or below par, mature at such time or times not
1902 exceeding thirty years from their date, have such rank or priority, be
1903 payable in such medium of payment, be issued in such form, including
1904 without limitation registered or book-entry form, carry such
1905 registration and transfer privileges and be made subject to purchase or
1906 redemption before maturity at such price or prices and under such
1907 terms and conditions, including the condition that such bonds be
1908 subject to purchase or redemption on the demand of the owner
1909 thereof, all as may be provided by the State Bond Commission. The
1910 State Bond Commission shall determine the form of the bonds, the
1911 manner of execution of the bonds, the denomination or denominations
1912 of the bonds and the manner of payment of principal and interest.
1913 Prior to the preparation of definitive bonds, the State Bond

1914 Commission may, under like restrictions, authorize the issuance of
1915 interim receipts or temporary bonds, exchangeable for definitive bonds
1916 when such bonds have been executed and are available for delivery. If
1917 any of the officers whose signatures appear on the bonds cease to be
1918 officers before the delivery of any such bonds, such signatures shall,
1919 nevertheless, be valid and sufficient for all purposes, the same as if
1920 such officers had remained in office until delivery. Nothing herein
1921 shall prevent any series of bonds issued under sections 3-21a, 3-27a, 3-
1922 27f, 12-458, as amended by this act, and 12-458d, subsection (c) of
1923 section 13a-80a, sections 13a-175p to 13a-175u, inclusive, subsection (f)
1924 of section 13b-42, sections 13b-59, as amended by this act, 13b-61, 13b-
1925 69, 13b-71, 13b-74 to 13b-77, inclusive, as amended by this act, and 13b-
1926 80, subsection (a) of section 13b-97, subsection (a) of section 14-12, as
1927 amended by this act, except for subdivision (2) of said subsection (a),
1928 sections 14-15, 14-16a and 14-21c, subsection (a) of section 14-25a,
1929 section 14-28, subsection (b) of section 14-35, subsection (b) of section
1930 14-41, section 14-41a, subsection (a) of section 14-44, sections 14-47, 14-
1931 48b, 14-49 and 14-50, subsection (a) of section 14-50a, sections 14-52
1932 and 14-58, subsection (c) of section 14-66, subsection (e) of section 14-
1933 67, sections 14-67a, 14-67d, 14-67l and 14-69, subsection (e) of section
1934 14-73, subsection (c) of section 14-96q, sections 14-103a and 14-160,
1935 subsection (a) of section 14-164a, subsection (a) of section 14-192,
1936 sections 14-319, 14-320 and 14-381, subsection (b) of section 14-382 and
1937 sections 15-14 and 16-299 from being issued in coupon form, in which
1938 case references to the bonds herein also shall refer to the coupons
1939 attached thereto where appropriate, and references to owners of bonds
1940 shall include holders of such bonds where appropriate.

1941 (c) Any bonds issued pursuant to sections 13b-74 to 13b-77,
1942 inclusive, as amended by this act, may be sold at public sale on sealed
1943 proposals or by negotiation in such manner, at such price or prices, at
1944 such time or times and on such other terms and conditions of such
1945 bonds and the issuance and sale thereof as the State Bond Commission
1946 may determine to be in the best interests of the state, or the State Bond
1947 Commission may delegate to the Treasurer all or any part of the

1948 foregoing powers in which event the Treasurer shall exercise such
1949 powers unless the State Bond Commission, by adoption of a resolution
1950 prior to the exercise of such powers by the Treasurer shall elect to
1951 reassume the same. Such powers shall be exercised from time to time
1952 in such manner as the Treasurer shall determine to be in the best
1953 interests of the state and he shall file a certificate of determination
1954 setting forth the details thereof with the secretary of the State Bond
1955 Commission on or before the date of delivery of such bonds, the details
1956 of which were determined by him in accordance with such delegation.

1957 (d) The debt service requirements with respect to any bonds and
1958 bond anticipation notes issued pursuant to sections 13b-74 to 13b-77,
1959 inclusive, as amended by this act, shall be secured by (1) a first call
1960 upon the pledged revenues as they are received by the state and
1961 credited to the Special Transportation Fund established under section
1962 13b-68, and (2) a lien upon any and all amounts held to the credit of
1963 said Special Transportation Fund from time to time, provided said lien
1964 shall not extend to amounts held to the credit of such Special
1965 Transportation Fund which represent (A) amounts borrowed by the
1966 Treasurer in anticipation of state revenues pursuant to section 3-16, or
1967 (B) transportation-related federal revenues of the state. Any obligation
1968 of the state secured by said lien to pay the unrefunded principal of
1969 bond anticipation notes, including for this purpose any obligation of
1970 the state under a reimbursement agreement entered into in connection
1971 with a credit facility providing for payment of the unrefunded
1972 principal of bond anticipation notes, shall be subordinate to any
1973 obligation of the state secured by said lien to pay (i) the debt service
1974 requirements with respect to bonds, or (ii) any debt service
1975 requirements with respect to bond anticipation notes other than debt
1976 service requirements relating to unrefunded principal of bond
1977 anticipation notes or to obligations under a credit facility for the
1978 payment of such unrefunded principal. The debt service requirements
1979 with respect to bonds and bond anticipation notes also may be secured
1980 by a pledge of reserves, sinking funds and any other funds and
1981 accounts, including proceeds from investment of any of the foregoing,

1982 established pursuant to sections 3-21a, 3-27a, 3-27f, 12-458, as amended
1983 by this act, and 12-458d, subsection (c) of section 13a-80a, sections 13a-
1984 175p to 13a-175u, inclusive, subsection (f) of section 13b-42, sections
1985 13b-59, as amended by this act, 13b-61, 13b-69, 13b-71, 13b-74 to 13b-
1986 77, inclusive, as amended by this act, and 13b-80, subsection (a) of
1987 section 13b-97, subsection (a) of section 14-12, as amended by this act,
1988 except for subdivision (2) of said subsection (a), sections 14-15, 14-16a
1989 and 14-21c, subsection (a) of section 14-25a, section 14-28, subsection
1990 (b) of section 14-35, subsection (b) of section 14-41, section 14-41a,
1991 subsection (a) of section 14-44, sections 14-47, 14-48b, 14-49 and 14-50,
1992 subsection (a) of section 14-50a, sections 14-52 and 14-58, subsection (c)
1993 of section 14-66, subsection (e) of section 14-67, sections 14-67a, 14-67d,
1994 14-67l and 14-69, subsection (e) of section 14-73, subsection (c) of
1995 section 14-96q, sections 14-103a and 14-160, subsection (a) of section
1996 14-164a, subsection (a) of section 14-192, sections 14-319, 14-320 and 14-
1997 381, subsection (b) of section 14-382 and sections 15-14 and 16-299 or
1998 the proceedings authorizing the issuance of such bonds, and by
1999 moneys paid under a credit facility, including, but not limited to, a
2000 letter of credit or policy of bond insurance, issued by a financial
2001 institution pursuant to an agreement authorized by such proceedings.

2002 (e) The proceedings under which bonds are authorized to be issued
2003 may, subject to the provisions of the general statutes, contain any or all
2004 of the following: (1) Provisions respecting custody of the proceeds
2005 from the sale of the bonds and any bond anticipation notes, including
2006 any requirements that such proceeds be held separate from or not be
2007 commingled with other funds of the state; (2) provisions for the
2008 investment and reinvestment of bond proceeds until used to pay
2009 transportation costs and for the disposition of any excess bond
2010 proceeds or investment earnings thereon; (3) provisions for the
2011 execution of reimbursement agreements or similar agreements in
2012 connection with credit facilities, including, but not limited to, letters of
2013 credit or policies of bond insurance, remarketing agreements and
2014 agreements for the purpose of moderating interest rate fluctuations,
2015 and of such other agreements entered into pursuant to section 3-20a;

2016 (4) provisions for the collection, custody, investment, reinvestment and
2017 use of the pledged revenues or other receipts, funds or moneys
2018 pledged therefor as provided in sections 3-21a, 3-27a, 3-27f, 12-458, as
2019 amended by this act, and 12-458d, subsection (c) of section 13a-80a,
2020 sections 13a-175p to 13a-175u, inclusive, subsection (f) of section 13b-
2021 42, sections 13b-59, as amended by this act, 13b-61, 13b-69, 13b-71, 13b-
2022 74 to 13b-77, inclusive, as amended by this act, and 13b-80, subsection
2023 (a) of section 13b-97, subsection (a) of section 14-12, as amended by this
2024 act, except for subdivision (2) of said subsection (a), sections 14-15, 14-
2025 16a and 14-21c, subsection (a) of section 14-25a, section 14-28,
2026 subsection (b) of section 14-35, subsection (b) of section 14-41, section
2027 14-41a, subsection (a) of section 14-44, sections 14-47, 14-48b, 14-49 and
2028 14-50, subsection (a) of section 14-50a, sections 14-52 and 14-58,
2029 subsection (c) of section 14-66, subsection (e) of section 14-67, sections
2030 14-67a, 14-67d, 14-67l and 14-69, subsection (e) of section 14-73,
2031 subsection (c) of section 14-96q, sections 14-103a and 14-160, subsection
2032 (a) of section 14-164a, subsection (a) of section 14-192, sections 14-319,
2033 14-320 and 14-381, subsection (b) of section 14-382 and sections 15-14
2034 and 16-299; (5) provisions regarding the establishment and
2035 maintenance of reserves, sinking funds and any other funds and
2036 accounts as shall be approved by the State Bond Commission in such
2037 amounts as may be established by the State Bond Commission, and the
2038 regulation and disposition thereof, including requirements that any
2039 such funds and accounts be held separate from or not be commingled
2040 with other funds of the state; (6) covenants for the establishment of
2041 pledged revenue coverage requirements for the bonds and bond
2042 anticipation notes, provided that no such covenant shall obligate the
2043 state to provide coverage in any year with respect to any bonds or
2044 bond anticipation notes in excess of four times the aggregate debt
2045 service on bonds and bond anticipation notes, as described in
2046 subparagraph (A) of subdivision (3) of section 13b-75, during such
2047 year; (7) covenants for the establishment of maintenance requirements
2048 with respect to state transportation facilities and properties; (8)
2049 provisions for the issuance of additional bonds on a parity with bonds
2050 theretofore issued, including establishment of coverage requirements

2051 with respect thereto as herein provided; (9) provisions regarding the
2052 rights and remedies available in case of a default to the bondowners,
2053 noteowners or any trustee under any contract, loan agreement,
2054 document, instrument or trust indenture, including the right to
2055 appoint a trustee to represent their interests upon occurrence of an
2056 event of default, as defined in said proceedings, provided that if any
2057 bonds or bond anticipation notes shall be secured by a trust indenture,
2058 the respective owners of such bonds or notes shall have no authority
2059 except as set forth in such trust indenture to appoint a separate trustee
2060 to represent them; and (10) provisions or covenants of like or different
2061 character from the foregoing which are consistent with sections 3-21a,
2062 3-27a, 3-27f, 12-458, as amended by this act, and 12-458d, subsection (c)
2063 of section 13a-80a, sections 13a-175p to 13a-175u, inclusive, subsection
2064 (f) of section 13b-42, sections 13b-59, as amended by this act, 13b-61,
2065 13b-69, 13b-71, 13b-74 to 13b-77, inclusive, as amended by this act, and
2066 13b-80, subsection (a) of section 13b-97, subsection (a) of section 14-12,
2067 as amended by this act, except for subdivision (2) of said subsection
2068 (a), sections 14-15, 14-16a and 14-21c, subsection (a) of section 14-25a,
2069 section 14-28, subsection (b) of section 14-35, subsection (b) of section
2070 14-41, section 14-41a, subsection (a) of section 14-44, sections 14-47, 14-
2071 48b, 14-49 and 14-50, subsection (a) of section 14-50a, sections 14-52
2072 and 14-58, subsection (c) of section 14-66, subsection (e) of section 14-
2073 67, sections 14-67a, 14-67d, 14-67l and 14-69, subsection (e) of section
2074 14-73, subsection (c) of section 14-96q, sections 14-103a and 14-160,
2075 subsection (a) of section 14-164a, subsection (a) of section 14-192,
2076 sections 14-319, 14-320 and 14-381, subsection (b) of section 14-382 and
2077 sections 15-14 and 16-299 and which the State Bond Commission
2078 determines in such proceedings are necessary, convenient or desirable
2079 in order to better secure the bonds or bond anticipation notes, or will
2080 tend to make the bonds or bond anticipation notes more marketable,
2081 and which are in the best interests of the state. Any provision which
2082 may be included in proceedings authorizing the issuance of bonds
2083 hereunder may be included in an indenture of trust duly approved in
2084 accordance with subsection (g) of this section which secures the bonds
2085 and any notes issued in anticipation thereof, and in such case the

2086 provisions of such indenture shall be deemed to be a part of such
2087 proceedings as though they were expressly included therein.

2088 (f) Any pledge made by the state shall be valid and binding from the
2089 time when the pledge is made, and any revenues or other receipts,
2090 funds or moneys so pledged and thereafter received by the state shall
2091 be subject immediately to the lien of such pledge without any physical
2092 delivery thereof or further act. The lien of any such pledge shall be
2093 valid and binding as against all parties having claims of any kind in
2094 tort, contract, or otherwise against the state, irrespective of whether
2095 such parties have notice thereof. Neither the resolution nor any other
2096 instrument by which a pledge is created need be recorded.

2097 (g) In the discretion of the State Bond Commission, bonds issued
2098 pursuant to sections 13b-74 to 13b-77, inclusive, as amended by this
2099 act, including for this purpose any bond anticipation notes, may be
2100 secured by a trust indenture by and between the state and a corporate
2101 trustee, which may be any trust company or bank having the powers
2102 of a trust company within or without the state. Such trust indenture
2103 may contain such provisions for protecting and enforcing the rights
2104 and remedies of the bondowners and noteowners as may be
2105 reasonable and proper and not in violation of law, including covenants
2106 setting forth the duties of the state in relation to the exercise of its
2107 powers pursuant to sections 3-21a, 3-27a, 3-27f, 12-458, as amended by
2108 this act, and 12-458d, subsection (c) of section 13a-80a, sections 13a-
2109 175p to 13a-175u, inclusive, subsection (f) of section 13b-42, sections
2110 13b-59, as amended by this act, 13b-61, 13b-69, 13b-71, 13b-74 to 13b-
2111 77, inclusive, as amended by this act, and 13b-80, subsection (a) of
2112 section 13b-97, subsection (a) of section 14-12, as amended by this act,
2113 except for subdivision (2) of said subsection (a), sections 14-15, 14-16a
2114 and 14-21c, subsection (a) of section 14-25a, section 14-28, subsection
2115 (b) of section 14-35, subsection (b) of section 14-41, section 14-41a,
2116 subsection (a) of section 14-44, sections 14-47, 14-48b, 14-49 and 14-50,
2117 subsection (a) of section 14-50a, sections 14-52 and 14-58, subsection (c)
2118 of section 14-66, subsection (e) of section 14-67, sections 14-67a, 14-67d,
2119 14-67l and 14-69, subsection (e) of section 14-73, subsection (c) of

2120 section 14-96q, sections 14-103a and 14-160, subsection (a) of section
2121 14-164a, subsection (a) of section 14-192, sections 14-319, 14-320 and 14-
2122 381, subsection (b) of section 14-382 and sections 15-14 and 16-299 and
2123 the custody, safeguarding and application of all moneys. The state may
2124 provide by such trust indenture for the payment of the pledged
2125 revenues or other receipts, funds or moneys to the trustee under such
2126 trust indenture or to any other depository, and for the method of
2127 disbursement thereof, with such safeguards and restrictions as it may
2128 determine. All expenses incurred in carrying out such trust indenture
2129 may be treated as transportation costs, as defined in section 13b-75.

2130 Sec. 46. Subsection (c) of section 13b-77 of the general statutes is
2131 repealed and the following is substituted in lieu thereof (*Effective July*
2132 *1, 2011*):

2133 (c) The state covenants with the purchasers and all subsequent
2134 owners and transferees of bonds and bond anticipation notes issued by
2135 the state pursuant to sections 13b-74 to 13b-77, inclusive, as amended
2136 by this act, in consideration of the acceptance of the payment for the
2137 bonds and bond anticipation notes, until such bonds and bond
2138 anticipation notes, together with the interest thereon, with interest on
2139 any unpaid installment of interest and all costs and expenses in
2140 connection with any action or proceeding on behalf of such owners,
2141 are fully met and discharged, or unless expressly permitted or
2142 otherwise authorized by the terms of each contract and agreement
2143 made or entered into by or on behalf of the state with or for the benefit
2144 of such owners, that the state will impose, charge, raise, levy, collect
2145 and apply the pledged revenues and other receipts, funds or moneys
2146 pledged for the payment of debt service requirements as provided in
2147 sections 13b-74 to 13b-77, inclusive, as amended by this act, in such
2148 amounts as may be necessary to pay such debt service requirements in
2149 each year in which bonds or bond anticipation notes are outstanding
2150 and further, that the state (1) will not limit or alter the duties imposed
2151 on the Treasurer and other officers of the state by sections 3-21a, 3-27a,
2152 3-27f, 12-458, as amended by this act, and 12-458d, subsection (c) of
2153 section 13a-80a, sections 13a-175p to 13a-175u, inclusive, subsection (f)

2154 of section 13b-42, sections 13b-59, as amended by this act, 13b-61, 13b-
2155 69, 13b-71, 13b-74 to 13b-77, inclusive, as amended by this act, and 13b-
2156 80, subsection (a) of section 13b-97, subsection (a) of section 14-12, as
2157 amended by this act, except for subdivision (2) of said subsection (a),
2158 sections 14-15, 14-16a and 14-21c, subsection (a) of section 14-25a,
2159 section 14-28, subsection (b) of section 14-35, subsection (b) of section
2160 14-41, section 14-41a, subsection (a) of section 14-44, sections 14-47, 14-
2161 48b, 14-49 and 14-50, subsection (a) of section 14-50a, sections 14-52
2162 and 14-58, subsection (c) of section 14-66, subsection (e) of section 14-
2163 67, sections 14-67a, 14-67d, 14-67l and 14-69, subsection (e) of section
2164 14-73, subsection (c) of section 14-96q, sections 14-103a and 14-160,
2165 subsection (a) of section 14-164a, subsection (a) of section 14-192,
2166 sections 14-319, 14-320 and 14-381, subsection (b) of section 14-382 and
2167 section 15-14 and by the proceedings authorizing the issuance of bonds
2168 with respect to application of pledged revenues or other receipts,
2169 funds or moneys pledged for the payment of debt service
2170 requirements as provided in said sections; (2) will not issue any bonds,
2171 notes or other evidences of indebtedness, other than the bonds and
2172 bond anticipation notes, having any rights arising out of said sections
2173 or secured by any pledge of or other lien or charge on the pledged
2174 revenues or other receipts, funds or moneys pledged for the payment
2175 of debt service requirements as provided in said sections; (3) will not
2176 create or cause to be created any lien or charge on such pledged
2177 amounts, other than a lien or pledge created thereon pursuant to said
2178 sections, provided nothing in this subsection shall prevent the state
2179 from issuing evidences of indebtedness (A) which are secured by a
2180 pledge or lien which is and shall on the face thereof be expressly
2181 subordinate and junior in all respects to every lien and pledge created
2182 by or pursuant to said sections; or (B) for which the full faith and credit
2183 of the state is pledged and which are not expressly secured by any
2184 specific lien or charge on such pledged amounts; or (C) which are
2185 secured by a pledge of or lien on moneys or funds derived on or after
2186 such date as every pledge or lien thereon created by or pursuant to
2187 said sections shall be discharged and satisfied; (4) will carry out and
2188 perform, or cause to be carried out and performed, each and every

2189 promise, covenant, agreement or contract made or entered into by the
2190 state or on its behalf with the owners of any bonds or bond
2191 anticipation notes; (5) will not in any way impair the rights,
2192 exemptions or remedies of such owners; and (6) will not limit, modify,
2193 rescind, repeal or otherwise alter the rights or obligations of the
2194 appropriate officers of the state to impose, maintain, charge or collect
2195 the taxes, fees, charges and other receipts constituting the pledged
2196 revenues as may be necessary to produce sufficient revenues to fulfill
2197 the terms of the proceedings authorizing the issuance of the bonds,
2198 including pledged revenue coverage requirements, and provided
2199 nothing herein shall preclude the state from exercising its power,
2200 through a change in law, to limit, modify, rescind, repeal or otherwise
2201 alter the character or amount of such pledged revenues or to substitute
2202 like or different sources of taxes, fees, charges or other receipts as
2203 pledged revenues if, for the ensuing fiscal year, as evidenced by the
2204 proposed or adopted budget of the state with respect to the Special
2205 Transportation Fund, the projected revenues meet or exceed the
2206 estimated expenses of the Special Transportation Fund including
2207 accumulated deficits, if any, debt service requirements and any
2208 pledged revenue coverage requirement. The State Bond Commission is
2209 authorized to include this covenant of the state in any agreement with
2210 the owner of any such bonds or bond anticipation notes.

2211 Sec. 47. Section 13b-79a of the general statutes is repealed and the
2212 following is substituted in lieu thereof (*Effective July 1, 2011*):

2213 Not later than October 1, 1984, and annually thereafter, the
2214 Commissioner of Transportation shall prepare a report on the current
2215 status and progress of the transportation infrastructure program
2216 authorized pursuant to special act 84-52 and sections 3-21a, 3-27a, 3-
2217 27f, 12-458, as amended by this act, and 12-458d, subsection (c) of
2218 section 13a-80a, sections 13a-175p to 13a-175u, inclusive, subsection (f)
2219 of section 13b-42, sections 13b-59, as amended by this act, 13b-61, 13b-
2220 69, 13b-71, 13b-74 to 13b-77, inclusive, as amended by this act, and 13b-
2221 80, subsection (a) of section 13b-97, subsection (a) of section 14-12, as
2222 amended by this act, except for subdivision (2) of said subsection (a),

2223 sections 14-15, 14-16a and 14-21c, subsection (a) of section 14-25a,
2224 section 14-28, subsection (b) of section 14-35, subsection (b) of section
2225 14-41, section 14-41a, subsection (a) of section 14-44, sections 14-47, 14-
2226 48b, 14-49 and 14-50, subsection (a) of section 14-50a, sections 14-52
2227 and 14-58, subsection (c) of section 14-66, subsection (e) of section 14-
2228 67, sections 14-67a, 14-67d, 14-67l and 14-69, subsection (e) of section
2229 14-73, subsection (c) of section 14-96q, sections 14-103a and 14-160,
2230 subsection (a) of section 14-164a, subsection (a) of section 14-192,
2231 sections 14-319, 14-320 and 14-381, subsection (b) of section 14-382 and
2232 section 15-14. Each report shall include, but not be limited to:
2233 Information on the number of lane miles of state and local roadway
2234 repaved, the status of the state and local bridge programs, the status of
2235 intrastate and interstate highway programs and the interstate trade-in
2236 program and mass transportation and aeronautics programs. The
2237 commissioner shall notify the joint standing committees of the General
2238 Assembly having cognizance of matters relating to finance, revenue
2239 and bonding and appropriations and the budgets of state agencies of
2240 the availability of the report. A requesting member of such a
2241 committee shall be sent a written copy or electronic storage media of
2242 the report by the commissioner.

2243 Sec. 48. Subsection (l) of section 45a-107 of the general statutes is
2244 repealed and the following is substituted in lieu thereof (*Effective from*
2245 *passage and applicable to estates of decedents dying on or after January 1,*
2246 *2011*):

2247 (l) In the case of decedents who die on or after January 1, 2011:

2248 (1) Any costs assessed under this section that are not paid within
2249 thirty days of the date of an invoice from the court of probate shall
2250 bear interest at the rate of one-half of one per cent per month or
2251 portion thereof until paid;

2252 (2) If a tax return or a copy of a tax return required under
2253 subparagraph [(C)] (D) of subdivision (3) of subsection (b) of section
2254 12-392, as amended by this act, is not filed with a court of probate by

2255 the due date for such return or copy under subdivision (1) of
2256 subsection (b) of section 12-392, as amended by this act, or by the date
2257 an extension under subdivision (4) of subsection (b) of section 12-392,
2258 as amended by this act, expires, the costs that would have been due
2259 under this section if such return or copy had been filed by such due
2260 date or expiration date shall bear interest at the rate of one-half of one
2261 per cent per month or portion thereof from the date that is thirty days
2262 after such due date or expiration date, whichever is later, until paid. If
2263 a return or copy is filed with a court of probate on or before such due
2264 date or expiration date, whichever is later, the costs assessed shall bear
2265 interest as provided in subdivision (1) of this subsection;

2266 (3) A court of probate may extend the time for payment of any costs
2267 under this section, including interest, if it appears to the court that
2268 requiring payment by such due date or expiration date would cause
2269 undue hardship. No additional interest shall accrue during the period
2270 of such extension. A court of probate may not waive interest outside of
2271 any extension period;

2272 (4) The interest requirements in subdivisions (1) and (2) of this
2273 subsection shall not apply if:

2274 (A) The basis for costs for the estate does not exceed forty thousand
2275 dollars; or

2276 (B) The basis for costs for the estate does not exceed five hundred
2277 thousand dollars and any portion of the property included in the basis
2278 for costs passes to a surviving spouse.

2279 Sec. 49. (*Effective July 1, 2011*) Notwithstanding section 3-69a of the
2280 general statutes, the amount to be deposited into the Citizens' Election
2281 Fund established in section 9-791 of the general statutes shall be
2282 \$10,600,000 for the fiscal year ending June 30, 2012.

2283 Sec. 50. Section 13b-61a of the general statutes is repealed and the
2284 following substituted in lieu thereof (*Effective July 1, 2011*):

2285 (a) Notwithstanding the provisions of section 13b-61: (1) For
2286 calendar quarters ending on or after September 30, 1998, and prior to
2287 September 30, 1999, the Commissioner of Revenue Services shall
2288 deposit into the Special Transportation Fund established under section
2289 13b-68 five million dollars of the amount of funds received by the state
2290 from the tax imposed under section 12-587 on the gross earnings from
2291 the sales of petroleum products attributable to sales of motor vehicle
2292 fuel; (2) for calendar quarters ending September 30, 1999, and prior to
2293 September 30, 2000, the commissioner shall deposit into the Special
2294 Transportation Fund nine million dollars of the amount of such funds
2295 received by the state from the tax imposed under said section 12-587
2296 on the gross earnings from the sales of petroleum products attributable
2297 to sales of motor vehicle fuel; (3) for calendar quarters ending
2298 September 30, 2000, and prior to September 30, 2002, the commissioner
2299 shall deposit into the Special Transportation Fund eleven million five
2300 hundred thousand dollars of the amount of such funds received by the
2301 state from the tax imposed under said section 12-587 on the gross
2302 earnings from the sales of petroleum products attributable to sales of
2303 motor vehicle fuel; (4) for the calendar quarters ending September 30,
2304 2002, and prior to September 30, 2003, the commissioner shall deposit
2305 into the Special Transportation Fund, five million dollars of the
2306 amount of such funds received by the state from the tax imposed
2307 under said section 12-587 on the gross earnings from the sales of
2308 petroleum products attributable to sales of motor vehicle fuel; (5) for
2309 the calendar quarter ending September 30, 2003, and prior to
2310 September 30, 2005, the commissioner shall deposit into the Special
2311 Transportation Fund, five million two hundred fifty thousand dollars
2312 of the amount of such funds received by the state from the tax imposed
2313 under said section 12-587 on the gross earnings from the sales of
2314 petroleum products attributable to sales of motor vehicle fuel; and (6)
2315 for the calendar quarters ending September 30, 2005, and prior to
2316 September 30, 2006, the commissioner shall deposit into the Special
2317 Transportation Fund ten million eight hundred and seventy-five
2318 thousand dollars of the amount of such funds received by the state
2319 from the tax imposed under said section 12-587 on the gross earnings

2320 from the sales of petroleum products attributable to sales of motor
 2321 vehicle fuel.

2322 (b) Notwithstanding the provisions of section 13b-61, for calendar
 2323 quarters ending on or after September 30, 2006, the Comptroller shall
 2324 deposit into the Special Transportation Fund an annual amount in
 2325 accordance with the following schedule, from such funds received by
 2326 the state from the tax imposed under said section 12-587 on the gross
 2327 earnings from the sales of petroleum products. Such transfers shall be
 2328 made in quarterly installments.

T299	Fiscal Year	Annual Transfer	
T300	2007	\$141,000,000	
T301	2008	\$127,800,000	
T302	2009	\$141,900,000	
T303	2010	\$141,900,000	
T304	2011	\$165,300,000	
T305	2012	[\$165,300,000]	<u>\$200,700,000</u>
T306	2013	[\$165,300,000]	<u>\$203,400,000</u>
T307	2014 [and thereafter]	[\$179,200,000]	<u>\$222,700,000</u>
T308	<u>2015</u>		<u>\$226,800,000</u>
T309	<u>2016 and thereafter</u>		<u>\$231,400,000</u>

2329 (c) If in any calendar quarter ending on or after September 30, 2006,
 2330 receipts from the tax imposed under section 12-587 are less than
 2331 twenty-five per cent of the total of (1) the amount required to be

2332 transferred pursuant to the Special Transportation Fund pursuant to
2333 subsections (a) and (b) of this section, and (2) any other transfers
2334 required by law, the Comptroller shall certify to the Treasurer the
2335 amount of such shortfall and shall forthwith transfer an amount equal
2336 to such shortfall from the resources of the General Fund into the
2337 Special Transportation Fund.

2338 (d) The Commissioner of Revenue Services shall, on or before
2339 January 1, 2013, and on or before the first day of January biennially
2340 thereafter, calculate the amount of tax paid pursuant to section 12-587
2341 on gasoline sold for the prior fiscal year as a percentage of total tax
2342 collected under said section. Such percentage shall become the basis
2343 for determining the transfers to be made under subsection (b) of this
2344 section. The commissioner shall notify the chairpersons and ranking
2345 members of the joint standing committee of the General Assembly
2346 having cognizance of matters relating to finance, revenue and bonding,
2347 and the Secretary of the Office of Policy and Management of such
2348 percentage calculation.

2349 Sec. 51. Subsection (b) of section 2-35 of the general statutes is
2350 repealed and the following substituted in lieu thereof (*Effective July 1,*
2351 *2011*):

2352 (b) The state budget act passed by the legislature for funding the
2353 expenses of operations of the state government in the ensuing
2354 biennium shall contain a statement of estimated revenue, based upon
2355 the most recent consensus revenue estimate or the revised consensus
2356 revenue estimate issued pursuant to section 2-36c, itemized by major
2357 source, for each appropriated fund. The statement of estimated
2358 revenue applicable to each such fund shall include, for any fiscal year,
2359 an estimate of total revenue with respect to such fund, which amount
2360 shall be reduced by (1) an estimate of total refunds of taxes to be paid
2361 from such revenue in accordance with the authorization in section 12-
2362 39f, and (2) an estimate of total refunds of payments to be paid from
2363 such revenue in accordance with the provisions of [section] sections 4-
2364 37 and 3-70a. Such statement of estimated revenue, including the

2365 estimated refunds of taxes to be offset against such revenue, shall be
2366 supplied by the joint standing committee of the General Assembly
2367 having cognizance of matters relating to state finance, revenue and
2368 bonding. The total estimated revenue for each fund, as adjusted in
2369 accordance with this section, shall not be less than the total net
2370 appropriations made from each fund. On or before July first of each
2371 fiscal year said committee shall, if any revisions in such estimates are
2372 required by virtue of legislative amendments to the revenue measures
2373 proposed by said committee, changes in conditions or receipt of new
2374 information since the original estimate was supplied, meet and revise
2375 such estimates and, through its cochairpersons, report to the
2376 Comptroller any such revisions.

2377 Sec. 52. (*Effective July 1, 2011*) On July 1, 2011, the unexpended
2378 balance of funds carried forward in the General Fund for the
2379 Transportation Strategy Board account in the Department of
2380 Transportation, in accordance with section 13b-57r of the general
2381 statutes, shall be transferred to the resources of the General Fund.

2382 Sec. 53. Subsection (c) of section 16a-46e of the general statutes is
2383 repealed and the following is substituted in lieu thereof (*Effective from*
2384 *passage*):

2385 (c) No person shall receive a rebate pursuant to this section for a
2386 furnace or boiler replacement if such person has received a monetary
2387 grant for the same furnace or boiler replacement under any program
2388 administered by [the Fuel Oil Conservation Board established
2389 pursuant to section 16a-22l or] any other state or federal grant program
2390 that pays the full cost of furnace or boiler replacement. A person using
2391 a state or federal low interest loan program to pay for the cost of
2392 furnace or boiler replacement may be eligible for a rebate pursuant to
2393 this section. In no event shall a rebate exceed the total expenditures for
2394 such furnace or boiler replacement.

2395 Sec. 54. Subsection (b) of section 16-32f of the general statutes is
2396 repealed and the following is substituted in lieu thereof (*Effective from*

2397 *passage*):

2398 (b) Not later than October 1, 2005, and annually thereafter, a gas
2399 company, as defined in section 16-1, shall submit to the Department of
2400 Public Utility Control a gas conservation plan, in accordance with the
2401 provisions of this section, to implement cost-effective energy
2402 conservation programs and market transformation initiatives. All
2403 supply and conservation and load management options shall be
2404 evaluated and selected within an integrated supply and demand
2405 planning framework. [Such plan shall be funded during each state
2406 fiscal year by the revenue from the tax imposed by section 12-264 on
2407 the gross receipts of sales of all public services companies that is in
2408 excess of the revenue estimate for said tax that is approved by the
2409 General Assembly in the appropriations act for such fiscal year,
2410 provided the amount of such excess revenue that shall be allocated to
2411 fund such plan in any state fiscal year shall not exceed ten million
2412 dollars. Before the accounts for the General Fund have been closed for
2413 each fiscal year, such excess revenue shall be deposited by the
2414 Comptroller in an account held by the Energy Conservation
2415 Management Board, established pursuant to section 16-245m.] Services
2416 provided under the plan shall be available to all gas company
2417 customers. Each gas company shall apply to the Energy Conservation
2418 Management Board for reimbursement for expenditures pursuant to
2419 the plan. The department shall, in an uncontested proceeding during
2420 which the department may hold a public hearing, approve, modify or
2421 reject the plan.

2422 Sec. 55. Subsection (c) of section 12-411b of the general statutes is
2423 repealed and the following is substituted in lieu thereof (*Effective July*
2424 *1, 2011, and applicable to sales occurring on or after said date*):

2425 (c) Any agreement entered into under subsection (a) of this section
2426 may provide that the contractor and its affiliates shall collect the use
2427 tax only on items that are subject to the six and thirty-five hundredths
2428 per cent rate of tax.

2429 Sec. 56. Section 16a-22l of the general statutes is repealed. (*Effective*
2430 *from passage*)

2431 Sec. 57. Subdivisions (47), (48), (52), (95), (97) and (111) of section 12-
2432 412 and section 12-412b of the general statutes are repealed. (*Effective*
2433 *July 1, 2011, and applicable to sales occurring on or after said date*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage and applicable to calendar years commencing on or after January 1, 2011</i>	12-211a
Sec. 2	<i>from passage and applicable to income years commencing on or after January 1, 2011</i>	12-214(b)
Sec. 3	<i>from passage and applicable to income years commencing on or after January 1, 2011</i>	12-217jj(c) to (e)
Sec. 4	<i>from passage and applicable to income years commencing on or after January 1, 2011</i>	12-217zz
Sec. 5	<i>from passage and applicable to income years commencing on or after January 1, 2011</i>	12-219(b)
Sec. 6	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-296
Sec. 7	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-316
Sec. 8	<i>from passage</i>	New section

Sec. 9	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-330c(a)
Sec. 10	<i>from passage and applicable to estates of decedents dying on or after January 1, 2011</i>	12-391(g)
Sec. 11	<i>from passage and applicable to estates of decedents dying on or after January 1, 2011</i>	12-392(b)(3)
Sec. 12	<i>from passage and applicable to estates of decedents dying on or after January 1, 2011</i>	12-398(e)
Sec. 13	<i>from passage and applicable to gifts made during calendar years commencing on or after January 1, 2011</i>	12-642(a)
Sec. 14	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-407(a)(37)(I)
Sec. 15	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-407(a)(37)(N)
Sec. 16	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-407(a)(37)(S)
Sec. 17	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-407(a)(37)(FF)
Sec. 18	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-407(a)(37)

Sec. 19	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-408(1)
Sec. 20	<i>July 1, 2011</i>	12-408(3)
Sec. 21	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-408
Sec. 22	<i>July 1, 2011</i>	New section
Sec. 23	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-411(1)
Sec. 24	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-411
Sec. 25	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-412(77)
Sec. 26	<i>from passage and applicable to sales occurring on or after July 1, 2011</i>	12-435
Sec. 27	<i>from passage</i>	New section
Sec. 28	<i>July 1, 2011</i>	12-458(a)(2)
Sec. 29	<i>July 1, 2011</i>	12-458h
Sec. 30	<i>from passage</i>	New section
Sec. 31	<i>July 1, 2011, and applicable to conveyances occurring on or after said date</i>	12-494(a) and (b)
Sec. 32	<i>July 1, 2011</i>	New section
Sec. 33	<i>July 1, 2011</i>	New section
Sec. 34	<i>January 1, 2012, and applicable to admission charges imposed on or after said date</i>	12-541(a)

Sec. 35	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	New section
Sec. 36	<i>from passage and applicable to taxable years commencing on or after January 1, 2011</i>	12-700(a)
Sec. 37	<i>from passage</i>	New section
Sec. 38	<i>from passage</i>	New section
Sec. 39	<i>from passage and applicable to taxable years commencing on or after January 1, 2011</i>	New section
Sec. 40	<i>from passage and applicable to taxable years commencing on or after January 1, 2011</i>	12-704c(b) and (c)
Sec. 41	<i>July 1, 2011</i>	14-12(a)
Sec. 42	<i>July 1, 2011</i>	51-56a(b)
Sec. 43	<i>July 1, 2011</i>	New section
Sec. 44	<i>July 1, 2011</i>	13b-59(g)
Sec. 45	<i>July 1, 2011</i>	13b-76(a) to (g)
Sec. 46	<i>July 1, 2011</i>	13b-77(c)
Sec. 47	<i>July 1, 2011</i>	13b-79a
Sec. 48	<i>from passage and applicable to estates of decedents dying on or after January 1, 2011</i>	45a-107(l)
Sec. 49	<i>July 1, 2011</i>	New section
Sec. 50	<i>July 1, 2011</i>	13b-61a
Sec. 51	<i>July 1, 2011</i>	2-35(b)
Sec. 52	<i>July 1, 2011</i>	New section
Sec. 53	<i>from passage</i>	16a-46e(c)
Sec. 54	<i>from passage</i>	16-32f(b)
Sec. 55	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	12-411b(c)
Sec. 56	<i>from passage</i>	Repealer section

Sec. 57	<i>July 1, 2011, and applicable to sales occurring on or after said date</i>	Repealer section
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FIN *Joint Favorable Subst.*