



General Assembly

January Session, 2013

Raised Bill No. 1053

LCO No. 4067



Referred to Committee on FINANCE, REVENUE AND BONDING

Introduced by:
(FIN)

AN ACT CONCERNING EXPANDED ELIGIBILITY FOR APPRENTICESHIP TRAINING TAX CREDITS.

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

1 Section 1. Section 12-217g of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective July 1, 2013, and*
3 *applicable to income or taxable years, as appropriate, commencing on or after*
4 *January 1, 2013*):

5 (a) There shall be allowed a credit for any taxpayer against the tax
6 imposed under this chapter or chapter 229, other than the liability
7 imposed by section 12-707, for any income or taxable year with respect
8 to each apprenticeship in the manufacturing trades commenced by
9 such taxpayer in such year under a qualified apprenticeship training
10 program as described in this section, certified in accordance with
11 regulations adopted by the Labor Commissioner and registered with
12 the Connecticut State Apprenticeship Council established under
13 section 31-22n, in an amount equal to four dollars per hour multiplied
14 by the total number of hours worked during the income year by

15 apprentices in the first half of a two-year term of apprenticeship and
16 the first three-quarters of a four-year term of apprenticeship, provided
17 the amount of credit allowed for any income or taxable year with
18 respect to each such apprenticeship may not exceed four thousand
19 eight hundred dollars or fifty per cent of actual wages paid in such
20 [income] year to an apprentice in the first half of a two-year term of
21 apprenticeship or in the first three-quarters of a four-year term of
22 apprenticeship, whichever is less.

23 (b) There shall be allowed a credit for any taxpayer against the tax
24 imposed under this chapter or chapter 229, other than the liability
25 imposed by section 12-707, for any income or taxable year with respect
26 to each apprenticeship in plastics and plastics-related trades
27 commenced by such taxpayer in such year under a qualified
28 apprenticeship training program as described in this section, certified
29 in accordance with regulations adopted by the Labor Commissioner
30 and registered with the Connecticut State Apprenticeship Council
31 established under section 31-22n, which apprenticeship exceeds the
32 average number of such apprenticeships begun by such taxpayer
33 during the five income or taxable years immediately preceding the
34 income or taxable year with respect to which such credit is allowed, in
35 an amount equal to four dollars per hour multiplied by the total
36 number of hours worked during the income year by apprentices in the
37 first half of a two-year term of apprenticeship and the first three-
38 quarters of a four-year term of apprenticeship, provided the amount of
39 credit allowed for any [income] such year with respect to each such
40 apprenticeship may not exceed four thousand eight hundred dollars or
41 fifty per cent of actual wages paid in such [income] year to an
42 apprentice in the first half of a two-year term of apprenticeship or in
43 the first three-quarters of a four-year term of apprenticeship,
44 whichever is less.

45 (c) There shall be allowed a credit for any taxpayer against the tax
46 imposed under this chapter or chapter 229, other than the liability
47 imposed by section 12-707, for any income or taxable year with respect

48 to wages paid to apprentices in the construction trades by such
49 taxpayer in such year that the apprentice and taxpayer participate in a
50 qualified apprenticeship training program, as described in this section,
51 which (1) is at least four years in duration, (2) is certified in accordance
52 with regulations adopted by the Labor Commissioner, and (3) is
53 registered with the Connecticut State Apprenticeship Council
54 established under section 31-22n. The tax credit shall be (A) in an
55 amount equal to two dollars per hour multiplied by the total number
56 of hours completed by each apprentice toward completion of such
57 program, and (B) awarded upon completion and notification of
58 completion of such program in the income or taxable year in which
59 such completion and notification occur, provided the amount of credit
60 allowed for such [income] year with respect to each such apprentice
61 may not exceed four thousand dollars or fifty per cent of actual wages
62 paid over the first four income or taxable years for such
63 apprenticeship, whichever is less.

64 (d) If the taxpayer is an S corporation or an entity treated as a
65 partnership for federal income tax purposes, the shareholders or
66 partners of such taxpayer may claim the credit. If the taxpayer is a
67 single member limited liability company that is disregarded as an
68 entity separate from its owner, the limited liability company's owner
69 may claim the credit.

70 ~~[(d)]~~ (e) For purposes of this section, a qualified apprenticeship
71 training program shall require at least four thousand but not more
72 than eight thousand hours of apprenticeship training for certification
73 of such apprenticeship by the Connecticut State Apprenticeship
74 Council. The amount of credit allowed any taxpayer under this section
75 for any income year may not exceed the amount of tax due from such
76 taxpayer under this chapter with respect to such income year.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>July 1, 2013, and applicable to income or taxable years, as appropriate, commencing on or after January 1, 2013</i>	12-217g
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Statement of Purpose:

To expand eligibility for the apprenticeship training tax credit to business entities other than corporations, in order to provide additional incentives for job creation.

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