



# Senate

General Assembly

**File No. 343**

February Session, 2018

Substitute Senate Bill No. 475

*Senate, April 9, 2018*

The Committee on Banking reported through SEN. WINFIELD of the 10th Dist. and SEN. MARTIN of the 31st Dist., Chairpersons of the Committee on the part of the Senate, that the substitute bill ought to pass.

***AN ACT STUDYING THE EFFECTS OF FEDERAL TAX REFORM ON HEDGE FUNDS AND INVESTMENT MANAGEMENT FIRMS IN THIS STATE.***

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

1 Section 1. (*Effective from passage*) (a) There is established a task force  
2 to (1) study the effects of federal tax reform on hedge funds and  
3 investment management firms in this state, and (2) make  
4 recommendations for modification of state statutes to encourage the  
5 growth of the investment management industry in this state.

6 (b) The task force shall consist of the following members:

7 (1) Two appointed by the speaker of the House of Representatives,  
8 one of whom has expertise in federal tax law and one of whom has  
9 expertise in hedge funds and investment management;

10 (2) Two appointed by the president pro tempore of the Senate;

11 (3) One appointed by the majority leader of the House of  
12 Representatives;

13 (4) One appointed by the majority leader of the Senate;

14 (5) One appointed by the minority leader of the House of  
15 Representatives; and

16 (6) One appointed by the minority leader of the Senate.

17 (c) Any member of the task force appointed under subsection (b) of  
18 this section may be a member of the General Assembly.

19 (d) All appointments to the task force shall be made not later than  
20 thirty days after the effective date of this section. Any vacancy shall be  
21 filled by the appointing authority.

22 (e) The speaker of the House of Representatives and the president  
23 pro tempore of the Senate shall select the chairpersons of the task force  
24 from among the members of the task force. Such chairpersons shall  
25 schedule the first meeting of the task force, which shall be held not  
26 later than sixty days after the effective date of this section.

27 (f) The administrative staff of the joint standing committee of the  
28 General Assembly having cognizance of matters relating to banking  
29 shall serve as administrative staff of the task force.

30 (g) Not later than January 1, 2019, the task force shall submit a  
31 report on its findings and recommendations to the joint standing  
32 committees of the General Assembly having cognizance of matters  
33 relating to banking, commerce and finance, revenue and bonding, in  
34 accordance with the provisions of section 11-4a of the general statutes.  
35 The task force shall terminate on the date that it submits such report or  
36 January 1, 2019, whichever is later.

|   |                     |             |
|---|---------------------|-------------|
| This act shall take effect as follows and shall amend the following sections: |                     |             |
| Section 1   | <i>from passage</i> | New section |

**Statement of Legislative Commissioners:**

In Section 1(c), "subdivision (1), (2), (3), (4), (5) or (6) of" was deleted for clarity and conciseness.

**BA**      *Joint Favorable Subst. -LCO*

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

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***OFA Fiscal Note******State Impact:*** None***Municipal Impact:*** None***Explanation***

The bill establishes a task force to study the effects of federal tax reform on hedge funds and investment management firms. The task force shall submit its findings and recommendations to the pertinent committees of cognizance by January 1, 2019.

This bill has no fiscal impact as PA 17-236 prohibits transportation allowances for task force members.

***The Out Years******State Impact:*** None***Municipal Impact:*** None

**OLR Bill Analysis**

**sSB 475**

***AN ACT STUDYING THE EFFECTS OF FEDERAL TAX REFORM  
ON HEDGE FUNDS AND INVESTMENT MANAGEMENT FIRMS IN  
THIS STATE.***

**SUMMARY**

The Office of Legislative Research does not analyze Special Acts.

**COMMITTEE ACTION**

Banking Committee

Joint Favorable

Yea 10 Nay 9 (03/20/2018)