



General Assembly

January Session, 2019

Raised Bill No. 7374

LCO No. 5388



Referred to Committee on FINANCE, REVENUE AND BONDING

Introduced by:
(FIN)

AN ACT CONCERNING THE CONNECTICUT AIRPORT AND AVIATION ACCOUNT AND REDUCING THE RATE OF SALES AND USE TAXES ON DYED DIESEL FUEL USED FOR MARINE PURPOSES.

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

1 Section 1. Section 13b-50c of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective July 1, 2019*):

3 (a) There is established an account to be known as the "Connecticut
4 airport and aviation account" which shall be a separate, nonlapsing
5 account within the Grants and Restricted Accounts Fund established
6 pursuant to section 4-31c. The account shall contain any moneys
7 required by law to be deposited in the account. Moneys in the account
8 shall be expended [by the Commissioner of Transportation, with the
9 approval of the Secretary of the Office of Policy and Management, for
10 the purposes of airport and aviation-related purposes] in accordance
11 with the provisions of subsection (c) of this section.

12 (b) Notwithstanding the provisions of section 13b-61a, on and after
13 [the effective date of this section] October 31, 2017, the Commissioner

14 of Revenue Services shall deposit into said account seventy-five and
15 three-tenths per cent of the amounts received by the state from
16 aviation fuel sources from the tax imposed under section 12-587.

17 (c) Moneys in said account shall be transferred, in an amount and
18 frequency as is mutually agreed to by the Commissioner of Revenue
19 Services and the executive director of the Connecticut Airport
20 Authority established pursuant to section 15-120bb, to an account
21 established by said authority, which shall expend such moneys for the
22 purposes of airport and aviation-related purposes.

23 Sec. 2. Subparagraph (E) of subdivision (1) of section 12-408 of the
24 general statutes is repealed and the following is substituted in lieu
25 thereof (*Effective July 1, 2019*):

26 (E) (i) With respect to the sales of labor that is otherwise taxable
27 under subparagraph (C) or (G) of subdivision (2) of subsection (a) of
28 section 12-407 on existing vessels and repair or maintenance services
29 on vessels occurring on and after July 1, 1999, such services shall be
30 exempt from such tax;

31 (ii) With respect to the sale of a vessel, a motor for a vessel or a
32 trailer used for transporting a vessel, at the rate of two and ninety-
33 nine-hundredths per cent, except that the sale of a vessel shall be
34 exempt from such tax if such vessel is docked in this state for sixty or
35 fewer days in a calendar year;

36 (iii) With respect to the sale of dyed diesel fuel, as defined in
37 subsection (d) of section 12-487, sold by a marine fuel dock exclusively
38 for marine purposes, at the rate of two and ninety-nine-hundredths
39 per cent;

40 Sec. 3. Subparagraph (D) of subdivision (1) of section 12-411 of the
41 general statutes is repealed and the following is substituted in lieu
42 thereof (*Effective July 1, 2019*):

43 (D) (i) With respect to the acceptance or receipt in this state of labor
44 that is otherwise taxable under subparagraph (C) or (G) of subdivision
45 (2) of subsection (a) of section 12-407 on existing vessels and repair or
46 maintenance services on vessels occurring on and after July 1, 1999,
47 such services shall be exempt from such tax;

48 (ii) (I) With respect to the storage, acceptance or other use of a vessel
49 in this state, at the rate of two and ninety-nine-hundredths per cent,
50 except that such storage, acceptance or other use shall be exempt from
51 such tax if such vessel is docked in this state for sixty or fewer days in
52 a calendar year;

53 (II) With respect to the storage, acceptance or other use of a motor
54 for a vessel or a trailer used for transporting a vessel in this state, at the
55 rate of two and ninety-nine-hundredths per cent;

56 (III) With respect to the storage, acceptance or other use of dyed
57 diesel fuel, as defined in subsection (d) of section 12-487, exclusively
58 for marine purposes, at the rate of two and ninety-nine-hundredths
59 per cent;

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2019</i>	13b-50c
Sec. 2	<i>July 1, 2019</i>	12-408(1)(E)
Sec. 3	<i>July 1, 2019</i>	12-411(1)(D)

Statement of Purpose:

To require the Commissioner of Revenue Services to transfer moneys in the Connecticut airport and aviation account and authorize the Connecticut Airport Authority to expend such moneys for airport and aviation-related purposes, and to reduce the rate of the sales and use taxes on marine dyed diesel fuel.

[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.]