



General Assembly

February Session, 2020

**Governor's Bill No. 5010**

LCO No. 708



Referred to Committee on FINANCE, REVENUE AND BONDING

Introduced by:

REP. ARESIMOWICZ, 30<sup>th</sup> Dist.

REP. RITTER M., 1<sup>st</sup> Dist.

SEN. LOONEY, 11<sup>th</sup> Dist.

SEN. DUFF, 25<sup>th</sup> Dist.

**AN ACT CONCERNING REVENUE ITEMS TO IMPLEMENT THE GOVERNOR'S BUDGET.**

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

1 Section 1. Subparagraph (K) of subdivision (1) of section 12-408 of the  
2 2020 supplement to the general statutes is repealed and the following is  
3 substituted in lieu thereof (*Effective July 1, 2020*):

4 (K) (i) For calendar quarters (I) ending on or after September 30, 2019,  
5 but prior to July 1, 2020, and (II) ending on or after September 30, 2021,  
6 the commissioner shall deposit into the regional planning incentive  
7 account, established pursuant to section 4-66k, six and seven-tenths per  
8 cent of the amounts received by the state from the tax imposed under  
9 subparagraph (B) of this subdivision and ten and seven-tenths per cent  
10 of the amounts received by the state from the tax imposed under  
11 subparagraph (G) of this subdivision;

12 (ii) For calendar quarters ending on or after September 30, 2018, the  
13 commissioner shall deposit into the Tourism Fund established under  
14 section 10-395b ten per cent of the amounts received by the state from  
15 the tax imposed under subparagraph (B) of this subdivision;

16 Sec. 2. Subparagraph (J) of subdivision (1) of section 12-411 of the  
17 2020 supplement to the general statutes is repealed and the following is  
18 substituted in lieu thereof (*Effective July 1, 2020*):

19 (J) (i) For calendar quarters (I) ending on or after September 30, 2019,  
20 but prior to July 1, 2020, and (II) ending on or after September 30, 2021,  
21 the commissioner shall deposit into the regional planning incentive  
22 account, established pursuant to section 4-66k, six and seven-tenths per  
23 cent of the amounts received by the state from the tax imposed under  
24 subparagraph (B) of this subdivision and ten and seven-tenths per cent  
25 of the amounts received by the state from the tax imposed under  
26 subparagraph (G) of this subdivision;

27 (ii) For calendar quarters ending on or after September 30, 2018, the  
28 commissioner shall deposit into the Tourism Fund established under  
29 section 10-395b ten per cent of the amounts received by the state from  
30 the tax imposed under subparagraph (B) of this subdivision;

31 Sec. 3. Subdivision (8) of subsection (b) of section 12-214 of the 2020  
32 supplement to the general statutes is repealed and the following is  
33 substituted in lieu thereof (*Effective from passage*):

34 (8) (A) With respect to income years commencing on or after January  
35 1, 2018, [and prior to January 1, 2021,] any company subject to the tax  
36 imposed in accordance with subsection (a) of this section shall pay, for  
37 such income year, except when the tax so calculated is equal to two  
38 hundred fifty dollars, an additional tax in an amount equal to ten per  
39 cent of the tax calculated under said subsection (a) for such income year,  
40 without reduction of the tax so calculated by the amount of any credit  
41 against such tax. The additional amount of tax determined under this  
42 subsection for any income year shall constitute a part of the tax imposed  
43 by the provisions of said subsection (a) and shall become due and be

44 paid, collected and enforced as provided in this chapter.

45 (B) Any company whose gross income for the income year was less  
46 than one hundred million dollars shall not be subject to the additional  
47 tax imposed under subparagraph (A) of this subdivision. This exception  
48 shall not apply to taxable members of a combined group that files a  
49 combined unitary tax return.

50 Sec. 4. Subdivision (8) of subsection (b) of section 12-219 of the 2020  
51 supplement to the general statutes is repealed and the following is  
52 substituted in lieu thereof (*Effective from passage*):

53 (8) (A) With respect to income years commencing on or after January  
54 1, 2018, [and prior to January 1, 2021,] the additional tax imposed on any  
55 company and calculated in accordance with subsection (a) of this section  
56 shall, for such income year, except when the tax so calculated is equal to  
57 two hundred fifty dollars, be increased by adding thereto an amount  
58 equal to ten per cent of the additional tax so calculated for such income  
59 year, without reduction of the tax so calculated by the amount of any  
60 credit against such tax. The increased amount of tax payable by any  
61 company under this section, as determined in accordance with this  
62 subsection, shall become due and be paid, collected and enforced as  
63 provided in this chapter.

64 (B) Any company whose gross income for the income year was less  
65 than one hundred million dollars shall not be subject to the additional  
66 tax imposed under subparagraph (A) of this subdivision. This exception  
67 shall not apply to taxable members of a combined group that files a  
68 combined unitary tax return.

69 Sec. 5. Subdivision (1) of subsection (a) of section 12-219 of the 2020  
70 supplement to the general statutes is repealed and the following is  
71 substituted in lieu thereof (*Effective from passage*):

72 (a) (1) Each company subject to the provisions of this part shall pay  
73 for the privilege of carrying on or doing business within the state, the  
74 larger of the tax, if any, imposed by section 12-214, as amended by this

75 act, and the tax calculated under this subsection. The tax calculated  
76 under this section shall be a tax of (A) three and one-tenth mills per  
77 dollar for income years commencing prior to January 1, [2021] 2022, (B)  
78 two and six-tenths mills per dollar for the income year commencing on  
79 or after January 1, [2021] 2022, and prior to January 1, [2022] 2023, (C)  
80 two and one-tenth mills per dollar for the income year commencing on  
81 or after January 1, [2022] 2023, and prior to January 1, [2023] 2024, (D)  
82 one and six-tenths mills per dollar for the income year commencing on  
83 or after January 1, 2024, and prior to January 1, 2025, (E) one and one-  
84 tenth mills per dollar for the income year commencing on or after  
85 January 1, [2023] 2025, and prior to January 1, [2024] 2026, and [(E)] (F)  
86 zero mills per dollar for income years commencing on or after January  
87 1, [2024] 2026, of the amount derived (i) by adding (I) the average value  
88 of the issued and outstanding capital stock, including treasury stock at  
89 par or face value, fractional shares, scrip certificates convertible into  
90 shares of stock and amounts received on subscriptions to capital stock,  
91 computed on the balances at the beginning and end of the taxable year  
92 or period, the average value of surplus and undivided profit computed  
93 on the balances at the beginning and end of the taxable year or period,  
94 and (II) the average value of all surplus reserves computed on the  
95 balances at the beginning and end of the taxable year or period, (ii) by  
96 subtracting from the sum so calculated (I) the average value of any  
97 deficit carried on the balance sheet computed on the balances at the  
98 beginning and end of the taxable year or period, and (II) the average  
99 value of any holdings of stock of private corporations including treasury  
100 stock shown on the balance sheet computed on the balances at the  
101 beginning and end of the taxable year or period, and (iii) by  
102 apportioning the remainder so derived between this and other states  
103 under the provisions of section 12-219a, provided in no event shall the  
104 tax so calculated exceed one million dollars or be less than two hundred  
105 fifty dollars.

106 Sec. 6. Subsection (d) of section 12-217n of the general statutes is  
107 repealed and the following is substituted in lieu thereof (*Effective from*  
108 *passage and applicable to income years commencing on or after January 1,*  
109 *2020*):

110 (d) (1) The credit provided for by this section shall be allowed for any  
111 income year commencing on or after January 1, 1993, provided any  
112 credits allowed for income years commencing on or after January 1,  
113 1993, and prior to January 1, 1995, may not be taken until income years  
114 commencing on or after January 1, 1995, and, for the purposes of  
115 subdivision (2) of this subsection, shall be treated as if the credit for each  
116 such income year first became allowable in the first income year  
117 commencing on or after January 1, 1995.

118 (2) No more than one-third of the amount of the credit allowable for  
119 any income year may be included in the calculation of the amount of the  
120 credit that may be taken in that income year.

121 (3) The total amount of the credit under subdivision (1) of this  
122 subsection that may be taken for any income year may not exceed the  
123 greater of (A) fifty per cent of the taxpayer's tax liability or in the case of  
124 a combined return, fifty per cent of the combined tax liability, for such  
125 income year, determined without regard to any credits allowed under  
126 this section, and (B) the lesser of (i) two hundred per cent of the credit  
127 otherwise allowed under subsection (c) of this section for such income  
128 year, and (ii) ninety per cent of the taxpayer's tax liability or in the case  
129 of a combined return, ninety per cent of the combined liability for such  
130 income year, determined without regard to any credits allowed under  
131 this section.

132 (4) (A) Credits that are allowed under this section [but] for income  
133 years commencing prior to January 1, 2020, that exceed the amount  
134 permitted to be taken in an income year [by reason] pursuant to the  
135 provisions of subdivision (1), (2) or (3) of this subsection [,] shall be  
136 carried forward to each of the successive income years until such credits,  
137 or applicable portion thereof, are fully taken.

138 (B) Credits that are allowed under this section for income years  
139 commencing on or after January 1, 2020, that exceed the amount  
140 permitted to be taken in an income year pursuant to the provisions of  
141 subdivision (1), (2) or (3) of this subsection shall be carried forward to

142 each of the successive income years until such credits, or applicable  
143 portion thereof, are fully taken. In no case shall a credit, or any portion  
144 thereof, allowed under this section for income years commencing on or  
145 after January 1, 2020, be carried forward for a period of more than fifteen  
146 years.

147 (C) No credit [permitted] allowed under this section shall be taken in  
148 any income year until the full amount of all allowable credits carried  
149 forward to such year from any prior income year, commencing with the  
150 earliest such prior year, that otherwise may be taken under subdivision  
151 (2) of this subsection in that income year, have been fully taken.

152 Sec. 7. (NEW) (*Effective from passage and applicable to quarterly periods*  
153 *commencing on or after July 1, 2020*) Notwithstanding any provision of the  
154 general statutes allowing for a higher amount, for any quarterly periods  
155 commencing on or after July 1, 2020, the amount of tax credit or credits  
156 allowable against the tax imposed under chapter 212 of the general  
157 statutes, shall not exceed fifty and one one-hundredths per cent of the  
158 amount of tax due from a taxpayer under such chapter with respect to  
159 any such quarterly period of the taxpayer prior to the application of  
160 such credit or credits.

161 Sec. 8. Subsection (a) of section 12-264 of the general statutes is  
162 repealed and the following is substituted in lieu thereof (*Effective July 1,*  
163 *2020*):

164 (a) Each (1) municipality, or department or agency thereof, or district  
165 manufacturing, selling or distributing gas to be used for light, heat or  
166 power, (2) company the principal business of which is manufacturing,  
167 selling or distributing gas or steam to be used for light, heat or power,  
168 including each foreign electric company, as defined in section 16-246f,  
169 that holds property in this state, and (3) company required to register  
170 pursuant to section 16-258a, shall pay a quarterly tax upon gross  
171 earnings from such operations in this state. Gross earnings from such  
172 operations under subdivisions (1) and (2) of this subsection shall  
173 include, as determined by the Commissioner of Revenue Services, (A)

174 all income included in operating revenue accounts in the uniform  
175 systems of accounts prescribed by the Public Utilities Regulatory  
176 Authority for operations within the taxable quarter and, with respect to  
177 each such company, (B) all income identified in said uniform systems of  
178 accounts as income from merchandising, jobbing and contract work, (C)  
179 all revenues identified in said uniform systems of accounts as income  
180 from nonutility operations, (D) all revenues identified in said uniform  
181 systems of accounts as nonoperating retail income, and (E) receipts from  
182 the sale of residuals and other by-products obtained in connection with  
183 the production of gas, electricity or steam. Gross earnings from such  
184 operations under subdivision (3) of this subsection shall be gross income  
185 from the sales of natural gas. [ provided gross income shall not include  
186 income from the sale of natural gas to an existing combined cycle facility  
187 comprised of three gas turbines providing electric generation services,  
188 as defined in section 16-1, with a total capacity of seven hundred  
189 seventy-five megawatts, for use in the production of electricity.] Gross  
190 earnings of a gas company, as defined in section 16-1, shall not include  
191 income earned in a taxable quarter commencing prior to June 30, 2008,  
192 from the sale of natural gas or propane as a fuel for a motor vehicle. No  
193 deductions shall be allowed from such gross earnings for any  
194 commission, rebate or other payment, except a refund resulting from an  
195 error or overcharge and those specifically mentioned in section 12-265.  
196 Gross earnings of a company, as described in subdivision (2) of this  
197 subsection, shall not include income earned in any taxable quarter  
198 commencing on or after July 1, 2000, from the sale of steam.

199 Sec. 9. Subsection (b) of section 12-330ee of the 2020 supplement to  
200 the general statutes is repealed and the following is substituted in lieu  
201 thereof (*Effective October 1, 2020*):

202 (b) (1) [For each calendar month commencing on or after October 1,  
203 2019, a] A tax is imposed on all sales of electronic cigarette products  
204 made in this state by electronic cigarette wholesalers and payable by  
205 such wholesalers, at the following rates:

206 (A) For each calendar month commencing on or after October 1, 2019,

207 but prior to October 1, 2020:

208 [(A)] (i) For an electronic cigarette product that is prefilled, sealed by  
209 the manufacturer and not intended to be refillable, forty cents per  
210 milliliter of the electronic cigarette liquid contained therein; and

211 [(B)] (ii) For any other electronic cigarette product, ten per cent of the  
212 wholesale sales price of such product, whether or not sold at wholesale,  
213 or if not sold, then at the same rate upon the use by the wholesaler; and

214 (B) For each calendar month commencing on or after October 1, 2020,  
215 fifty per cent of the wholesale sales price of such product, whether or  
216 not sold at wholesale, or if not sold, then at the same rate upon the use  
217 by the wholesaler.

218 (2) Only the first sale or use of the same product by an electronic  
219 cigarette wholesaler shall be used in computing the amount of tax due  
220 under this subsection.

221 Sec. 10. Section 12-263p of the general statutes is repealed and the  
222 following is substituted in lieu thereof (*Effective July 1, 2020, and*  
223 *applicable to calendar quarters commencing on or after July 1, 2020*):

224 As used in sections 12-263p to 12-263x, inclusive, and section 11 of  
225 this act, unless the context otherwise requires:

226 (1) "Commissioner" means the Commissioner of Revenue Services;

227 (2) "Department" means the Department of Revenue Services;

228 (3) "Taxpayer" means any health care provider subject to any tax or  
229 fee under section 12-263q, [or] 12-263r or section 11 of this act;

230 (4) "Health care provider" means an individual or entity that receives  
231 any payment or payments for health care items or services provided;

232 (5) "Gross receipts" means the amount received, whether in cash or in  
233 kind, from patients, third-party payers and others for taxable health care  
234 items or services provided by the taxpayer in the state, including

235 retroactive adjustments under reimbursement agreements with third-  
236 party payers, without any deduction for any expenses of any kind;

237 (6) "Net revenue" means gross receipts less payer discounts, charity  
238 care and bad debts, to the extent the taxpayer previously paid tax under  
239 section 12-263q or section 11 of this act on the amount of such bad debts;

240 (7) "Payer discounts" means the difference between a health care  
241 provider's published charges and the payments received by the health  
242 care provider from one or more health care payers for a rate or method  
243 of payment that is different than or discounted from such published  
244 charges. "Payer discounts" does not include charity care or bad debts;

245 (8) "Charity care" means free or discounted health care services  
246 rendered by a health care provider to an individual who cannot afford  
247 to pay for such services, including, but not limited to, health care  
248 services provided to an uninsured patient who is not expected to pay all  
249 or part of a health care provider's bill based on income guidelines and  
250 other financial criteria set forth in the general statutes or in a health care  
251 provider's charity care policies on file at the office of such provider.  
252 "Charity care" does not include bad debts or payer discounts;

253 (9) "Received" means "received" or "accrued", construed according to  
254 the method of accounting customarily employed by the taxpayer;

255 (10) "Hospital" means any health care facility, as defined in section  
256 19a-630, that (A) is licensed by the Department of Public Health as a  
257 short-term general hospital; (B) is maintained primarily for the care and  
258 treatment of patients with disorders other than mental diseases; (C)  
259 meets the requirements for participation in Medicare as a hospital; and  
260 (D) has in effect a utilization review plan, applicable to all Medicaid  
261 patients, that meets the requirements of 42 CFR 482.30, as amended from  
262 time to time, unless a waiver has been granted by the Secretary of the  
263 United States Department of Health and Human Services;

264 (11) "Inpatient hospital services" means, in accordance with federal  
265 law, all services that are (A) ordinarily furnished in a hospital for the

266 care and treatment of inpatients; (B) furnished under the direction of a  
267 physician or dentist; and (C) furnished in a hospital. "Inpatient hospital  
268 services" does not include skilled nursing facility services and  
269 intermediate care facility services furnished by a hospital with swing  
270 bed approval;

271 (12) "Inpatient" means a patient who has been admitted to a medical  
272 institution as an inpatient on the recommendation of a physician or  
273 dentist and who (A) receives room, board and professional services in  
274 the institution for a twenty-four-hour period or longer, or (B) is expected  
275 by the institution to receive room, board and professional services in the  
276 institution for a twenty-four-hour period or longer, even if the patient  
277 does not actually stay in the institution for a twenty-four-hour period or  
278 longer;

279 (13) "Outpatient hospital services" means, in accordance with federal  
280 law, preventive, diagnostic, therapeutic, rehabilitative or palliative  
281 services that are (A) furnished to an outpatient; (B) furnished by or  
282 under the direction of a physician or dentist; and (C) furnished by a  
283 hospital;

284 (14) "Outpatient" means a patient of an organized medical facility or  
285 a distinct part of such facility, who is expected by the facility to receive,  
286 and who does receive, professional services for less than a twenty-four-  
287 hour period regardless of the hour of admission, whether or not a bed  
288 is used or the patient remains in the facility past midnight;

289 (15) "Nursing home" means any licensed chronic and convalescent  
290 nursing home or a rest home with nursing supervision;

291 (16) "Intermediate care facility for individuals with intellectual  
292 disabilities" or "intermediate care facility" means a residential facility for  
293 persons with intellectual disability that is certified to meet the  
294 requirements of 42 CFR 442, Subpart C, as amended from time to time,  
295 and, in the case of a private facility, licensed pursuant to section 17a-227;

296 (17) "Medicare day" means a day of nursing home care service

297 provided to an individual who is eligible for payment, in full or with a  
298 coinsurance requirement, under the federal Medicare program,  
299 including fee for service and managed care coverage;

300 (18) "Nursing home resident day" means a day of nursing home care  
301 service provided to an individual and includes the day a resident is  
302 admitted and any day for which the nursing home is eligible for  
303 payment for reserving a resident's bed due to hospitalization or  
304 temporary leave and for the date of death. For purposes of this  
305 subdivision, a day of nursing home care service shall be the period of  
306 time between the census-taking hour in a nursing home on two  
307 successive calendar days. "Nursing home resident day" does not include  
308 a Medicare day or the day a resident is discharged;

309 (19) "Intermediate care facility resident day" means a day of  
310 intermediate care facility residential care provided to an individual and  
311 includes the day a resident is admitted and any day for which the  
312 intermediate care facility is eligible for payment for reserving a  
313 resident's bed due to hospitalization or temporary leave and for the date  
314 of death. For purposes of this subdivision, a day of intermediate care  
315 facility residential care shall be the period of time between the census-  
316 taking hour in a facility on two successive calendar days. "Intermediate  
317 care facility resident day" does not include the day a resident is  
318 discharged;

319 (20) "Ambulatory surgical center" means any distinct entity that (A)  
320 operates exclusively for the purpose of providing surgical services to  
321 patients not requiring hospitalization and in which the expected  
322 duration of services would not exceed twenty-four hours following an  
323 admission, (B) has an agreement with the Centers for Medicare and  
324 Medicaid Services to participate in Medicare as an ambulatory surgical  
325 center, and (C) meets the general and specific conditions for  
326 participation in Medicare set forth in 42 CFR Part 416, Subparts B and  
327 C, as amended from time to time;

328 (21) "Ambulatory surgical center services" means, in accordance with

329 42 CFR 433.56(a)(9), as amended from time to time, services for which  
330 payment is received from any payer that, if such services were furnished  
331 under the federal Medicare program (A) would be furnished in  
332 connection with covered surgical procedures performed in an  
333 ambulatory surgical center as provided in 42 CFR 416.164(a), as  
334 amended from time to time, and (B) for which payment would be  
335 included in the ambulatory surgical center payment established under  
336 42 CFR 416.171, as amended from time to time, for the covered surgical  
337 procedure. "Ambulatory surgical center services" includes facility  
338 services only and does not include surgical procedures, physicians'  
339 services, anesthesiologists' services, radiology services, diagnostic services or  
340 ambulance services, if such procedures or services would be reimbursed  
341 separately from facility services under 42 CFR 416.164(a), as amended  
342 from time to time;

343 [(20)] (22) "Medicaid" means the program operated by the  
344 Department of Social Services pursuant to section 17b-260 and  
345 authorized by Title XIX of the Social Security Act, as amended from time  
346 to time; and

347 [(21)] (23) "Medicare" means the program operated by the Centers for  
348 Medicare and Medicaid Services in accordance with Title XVIII of the  
349 Social Security Act, as amended from time to time.

350 Sec. 11. (NEW) (*Effective July 1, 2020*) (a) For each calendar quarter  
351 commencing on or after July 1, 2020, each ambulatory surgical center  
352 shall pay a tax on the total net revenue received by each ambulatory  
353 surgical center for the provision of ambulatory surgical center services.  
354 The tax imposed by this section shall be six per cent, except that revenue  
355 from Medicaid payments and Medicare payments received by the  
356 ambulatory surgical center for the provision of ambulatory surgical  
357 center services shall be exempt from the tax.

358 (b) (1) Net revenue derived from providing a health care item or  
359 service to a patient shall be taxed only one time under this section and  
360 section 12-263q of the general statutes.

361 (2) Net revenue from each hospital-owned ambulatory surgical  
362 center shall be considered net revenue of the hospital and shall be  
363 reported as net revenue from inpatient hospital services or outpatient  
364 hospital services to the extent such net revenue is derived from services  
365 that fall within the scope of inpatient hospital services or outpatient  
366 hospital services. As used in this subsection, "hospital-owned  
367 ambulatory surgical center" includes only those ambulatory surgical  
368 centers that are considered departments of the owner-hospital and that  
369 have provider-based status in accordance with 42 CFR 413.65, as  
370 amended from time to time. If an ambulatory surgical center is owned  
371 by a hospital but is not considered to be a department of the hospital or  
372 does not have provider-based status in accordance with 42 CFR 413.65,  
373 as amended from time to time, the net revenue of such ambulatory  
374 surgical center shall not be considered net revenue of the owner-hospital  
375 and such ambulatory surgical center shall be required to file and pay tax  
376 for any net revenue received from the provision of ambulatory surgical  
377 center services.

378 Sec. 12. Section 12-263i of the general statutes is repealed and the  
379 following is substituted in lieu thereof (*Effective July 1, 2020*):

380 (a) As used in this section:

381 (1) "Ambulatory surgical center" means an entity included within the  
382 definition of said term that is set forth in 42 CFR 416.2 and that is  
383 licensed by the Department of Public Health as an outpatient surgical  
384 facility, and any other ambulatory surgical center that is Medicare  
385 certified;

386 (2) "Commissioner" means the Commissioner of Revenue Services;  
387 and

388 (3) "Department" means the Department of Revenue Services.

389 (b) (1) For each calendar quarter commencing on or after October 1,  
390 2015, but prior to July 1, 2020, there is hereby imposed a tax on each  
391 ambulatory surgical center in this state to be paid each calendar quarter.

392 The tax imposed by this section shall be at the rate of six per cent of the  
393 gross receipts of each ambulatory surgical center, except that:

394 (A) Prior to July 1, 2019, such tax shall not be imposed on any amount  
395 of such gross receipts that constitutes either (i) the first million dollars  
396 of gross receipts of the ambulatory surgical center in the applicable fiscal  
397 year, or (ii) net revenue of a hospital that is subject to the tax imposed  
398 under section 12-263q; and

399 (B) On and after July 1, 2019, but prior to July 1, 2020, such tax shall  
400 not be imposed on any amount of such gross receipts that constitutes  
401 any of the following: (i) The first million dollars of gross receipts of the  
402 ambulatory surgical center in the applicable fiscal year, excluding  
403 Medicaid and Medicare payments, (ii) net revenue of a hospital that is  
404 subject to the tax imposed under section 12-263q, (iii) Medicaid  
405 payments received by the ambulatory surgical center, and (iv) Medicare  
406 payments received by the ambulatory surgical center.

407 (2) Nothing in this section shall prohibit an ambulatory surgical  
408 center from seeking remuneration for the tax imposed by this section.

409 (3) Each ambulatory surgical center shall, [on or before January 31,  
410 2016, and thereafter] on or before the last day of January, April, July and  
411 October of each year, render to the commissioner a return, on forms  
412 prescribed or furnished by the commissioner, reporting the name and  
413 location of such ambulatory surgical center, the entire amount of gross  
414 receipts generated by such ambulatory surgical center during the  
415 calendar quarter ending on the last day of the preceding month and  
416 such other information as the commissioner deems necessary for the  
417 proper administration of this section. The tax imposed under this  
418 section shall be due and payable on the due date of such return. Each  
419 ambulatory surgical center shall be required to file such return  
420 electronically with the department and to make payment of such tax by  
421 electronic funds transfer in the manner provided by chapter 228g,  
422 regardless of whether such ambulatory surgical center would have  
423 otherwise been required to file such return electronically or to make

424 such tax payment by electronic funds transfer under the provisions of  
425 chapter 228g.

426 (c) Whenever the tax imposed under this section is not paid when  
427 due, a penalty of ten per cent of the amount due and unpaid or fifty  
428 dollars, whichever is greater, shall be imposed and interest at the rate of  
429 one per cent per month or fraction thereof shall accrue on such tax from  
430 the due date of such tax until the date of payment.

431 (d) The provisions of sections 12-548, 12-550 to 12-554, inclusive, and  
432 12-555a shall apply to the provisions of this section in the same manner  
433 and with the same force and effect as if the language of said sections had  
434 been incorporated in full into this section and had expressly referred to  
435 the tax imposed under this section, except to the extent that any  
436 provision is inconsistent with a provision in this section.

437 (e) For the fiscal [year] years ending June 30, 2016, [and each fiscal  
438 year thereafter] to June 30, 2020, inclusive, the Comptroller is authorized  
439 to record as revenue for each fiscal year the amount of tax imposed  
440 under the provisions of this section prior to the end of each fiscal year  
441 and which tax is received by the Commissioner of Revenue Services not  
442 later than five business days after the last day of July immediately  
443 following the end of each fiscal year.

444 Sec. 13. Section 12-263s of the general statutes is repealed and the  
445 following is substituted in lieu thereof (*Effective July 1, 2020, and*  
446 *applicable to calendar quarters commencing on or after July 1, 2020*):

447 (a) No tax credit or credits shall be allowable against any tax or fee  
448 imposed under section 12-263q, [or] 12-263r or section 11 of this act.  
449 Notwithstanding any other provision of the general statutes, any health  
450 care provider that has been assigned tax credits under section 32-9t for  
451 application against the taxes imposed under chapter 211a may further  
452 assign such tax credits to another taxpayer or taxpayers one time,  
453 provided such other taxpayer or taxpayers may claim such credit only  
454 with respect to a taxable year for which the assigning health care  
455 provider would have been eligible to claim such credit and such other

456 taxpayer or taxpayers may not further assign such credit. The assigning  
457 health care provider shall file with the commissioner information  
458 requested by the commissioner regarding such assignments, including  
459 but not limited to, the current holders of credits as of the end of the  
460 preceding calendar year.

461 (b) (1) Each taxpayer doing business in this state shall, on or before  
462 the last day of January, April, July and October of each year, render to  
463 the commissioner a quarterly return, on forms prescribed or furnished  
464 by the commissioner and signed by one of the taxpayer's principal  
465 officers, stating specifically the name and location of such taxpayer, the  
466 amount of its net patient revenue or resident days during the calendar  
467 quarter ending on the last day of the preceding month and such other  
468 information as the commissioner deems necessary for the proper  
469 administration of this section and the state's Medicaid program. Except  
470 as provided in subdivision (2) of this subsection, the taxes and fees  
471 imposed under section 12-263q<sub>z</sub> [or] 12-263r or section 11 of this act shall  
472 be due and payable on the due date of such return. Each taxpayer shall  
473 be required to file such return electronically with the department and to  
474 make such payment by electronic funds transfer in the manner provided  
475 by chapter 228g, irrespective of whether the taxpayer would have  
476 otherwise been required to file such return electronically or to make  
477 such payment by electronic funds transfer under the provisions of said  
478 chapter.

479 (2) (A) A taxpayer may file, on or before the due date of a payment of  
480 tax or fee imposed under section 12-263q<sub>z</sub> [or] 12-263r or section 11 of  
481 this act, a request for a reasonable extension of time for such payment  
482 for reasons of undue hardship. Undue hardship shall be demonstrated  
483 by a showing that such taxpayer is at substantial risk of defaulting on a  
484 bond covenant or similar obligation if such taxpayer were to make  
485 payment on the due date of the amount for which the extension is  
486 requested. Such request shall be filed on forms prescribed by the  
487 commissioner and shall include complete information of such  
488 taxpayer's inability, due to undue hardship, to make payment of the tax  
489 or fee on or before the due date of such payment. The commissioner

490 shall not grant any extension for a general statement of hardship by the  
491 taxpayer or for the convenience of the taxpayer.

492 (B) The commissioner may grant an extension if the commissioner  
493 determines an undue hardship exists. Such extension shall not exceed  
494 three months from the original due date of the payment, except that the  
495 commissioner may grant an additional extension not exceeding three  
496 months from the initial extended due date of the payment (i) upon the  
497 filing of a subsequent request by the taxpayer on or before the extended  
498 due date of the payment, on forms prescribed by the commissioner, and  
499 (ii) upon a showing of extraordinary circumstances, as determined by  
500 the commissioner.

501 (3) If the commissioner grants an extension pursuant to subdivision  
502 (2) of this subsection, no penalty shall be imposed and no interest shall  
503 accrue during the period of time for which an extension is granted if the  
504 taxpayer pays the tax or fee due on or before the extended due date of  
505 the payment. If the taxpayer does not pay such tax or fee by the extended  
506 due date, a penalty shall be imposed in accordance with subsection (c)  
507 of this section and interest shall begin to accrue at a rate of one per cent  
508 per month for each month or fraction thereof from the extended due  
509 date of such tax or fee until the date of payment.

510 (c) (1) Except as provided in subdivision (2) of subsection (b) of this  
511 section, if any taxpayer fails to pay the amount of tax or fee reported to  
512 be due on such taxpayer's return within the time specified under the  
513 provisions of this section, there shall be imposed a penalty equal to ten  
514 per cent of such amount due and unpaid, or fifty dollars, whichever is  
515 greater. The tax or fee shall bear interest at the rate of one per cent per  
516 month or fraction thereof, from the due date of such tax or fee until the  
517 date of payment.

518 (2) If any taxpayer has not made its return within one month of the  
519 due date of such return, the commissioner may make such return at any  
520 time thereafter, according to the best information obtainable and  
521 according to the form prescribed. There shall be added to the tax or fee

522 imposed upon the basis of such return an amount equal to ten per cent  
523 of such tax or fee, or fifty dollars, whichever is greater. The tax or fee  
524 shall bear interest at the rate of one per cent per month or fraction  
525 thereof, from the due date of such tax or fee until the date of payment.

526 (3) Subject to the provisions of section 12-3a, the commissioner may  
527 waive all or part of the penalties provided under this subsection when  
528 it is proven to the commissioner's satisfaction that the failure to pay any  
529 tax or fee on time was due to reasonable cause and was not intentional  
530 or due to neglect.

531 (4) The commissioner shall notify the Commissioner of Social  
532 Services of any amount delinquent under this section and, upon receipt  
533 of such notice, the Commissioner of Social Services shall deduct and  
534 withhold such amount from amounts otherwise payable by the  
535 Department of Social Services to the delinquent taxpayer.

536 (d) (1) Any person required under sections 12-263q to 12-263v,  
537 inclusive, as amended by this act, or section 11 of this act to pay any tax  
538 or fee, make a return, keep any records or supply any information, who  
539 wilfully fails, at the time required by law, to pay such tax or fee, make  
540 such return, keep such records or supply such information, shall, in  
541 addition to any other penalty provided by law, be fined not more than  
542 one thousand dollars or imprisoned not more than one year, or both. As  
543 used in this subsection, "person" includes any officer or employee of a  
544 taxpayer under a duty to pay such tax or fee, make such return, keep  
545 such records or supply such information. Notwithstanding the  
546 provisions of section 54-193, no person shall be prosecuted for a  
547 violation of the provisions of this subsection committed on or after July  
548 1, 1997, except within three years next after such violation has been  
549 committed.

550 (2) Any person who wilfully delivers or discloses to the commissioner  
551 or the commissioner's authorized agent any list, return, account,  
552 statement or other document, known by such person to be fraudulent  
553 or false in any material matter, shall, in addition to any other penalty

554 provided by law, be guilty of a class D felony. No person shall be  
555 charged with an offense under both this subdivision and subdivision (1)  
556 of this subsection in relation to the same tax period but such person may  
557 be charged and prosecuted for both such offenses upon the same  
558 information.

559 Sec. 14. Section 12-263t of the general statutes is repealed and the  
560 following is substituted in lieu thereof (*Effective July 1, 2020, and*  
561 *applicable to calendar quarters commencing on or after July 1, 2020*):

562 (a) (1) The commissioner may examine the records of any taxpayer  
563 subject to a tax or fee imposed under section 12-263q, [or] 12-263r or  
564 section 11 of this act, as the commissioner deems necessary. If the  
565 commissioner determines from such examination that there is a  
566 deficiency with respect to the payment of any such tax or fee due under  
567 section 12-263q, [or] 12-263r or section 11 of this act, the commissioner  
568 shall assess the deficiency in tax or fee, give notice of such deficiency  
569 assessment to the taxpayer and make demand for payment. Such  
570 amount shall bear interest at the rate of one per cent per month or  
571 fraction thereof from the date when the original tax or fee was due and  
572 payable.

573 (A) When it appears that any part of the deficiency for which a  
574 deficiency assessment is made is due to negligence or intentional  
575 disregard of the provisions of this section or regulations adopted  
576 thereunder, there shall be imposed a penalty equal to ten per cent of the  
577 amount of such deficiency assessment, or fifty dollars, whichever is  
578 greater.

579 (B) When it appears that any part of the deficiency for which a  
580 deficiency assessment is made is due to fraud or intent to evade the  
581 provisions of this section or regulations adopted thereunder, there shall  
582 be imposed a penalty equal to twenty-five per cent of the amount of such  
583 deficiency assessment. No taxpayer shall be subject to more than one  
584 penalty under this subdivision in relation to the same tax period. Not  
585 later than thirty days after the mailing of such notice, the taxpayer shall

586 pay to the commissioner, in cash or by check, draft or money order  
587 drawn to the order of the Commissioner of Revenue Services, any  
588 additional amount of tax, penalty and interest shown to be due.

589 (2) Except in the case of a wilfully false or fraudulent return with  
590 intent to evade the tax or fee, no assessment of additional tax or fee shall  
591 be made after the expiration of more than three years from the date of  
592 the filing of a return or from the original due date of a return, whichever  
593 is later. Where, before the expiration of the period prescribed under this  
594 subsection for the assessment of an additional tax or fee, a taxpayer has  
595 consented, in writing, that such period may be extended, the amount of  
596 such additional tax due may be determined at any time within such  
597 extended period. The period so extended may be further extended by  
598 subsequent consents, in writing, before the expiration of the extended  
599 period.

600 (b) (1) The commissioner may enter into an agreement with the  
601 Commissioner of Social Services delegating to the Commissioner of  
602 Social Services the authority to examine the records and returns of any  
603 taxpayer subject to any tax or fee imposed under section 12-263q, [or]  
604 12-263r or section 11 of this act, and to determine whether such tax has  
605 been underpaid or overpaid. If such authority is so delegated,  
606 examinations of such records and returns by the Commissioner of Social  
607 Services and determinations by the Commissioner of Social Services that  
608 such tax or fee has been underpaid or overpaid shall have the same  
609 effect as similar examinations or determinations made by the  
610 commissioner.

611 (2) The commissioner may enter into an agreement with the  
612 Commissioner of Social Services in order to facilitate the exchange of  
613 returns or return information necessary for the Commissioner of Social  
614 Services to perform his or her responsibilities under this section and to  
615 ensure compliance with the state's Medicaid program.

616 (3) The Commissioner of Social Services may engage an independent  
617 auditor to assist in the performance of said commissioner's duties and

618 responsibilities under this subsection. Any reports generated by such  
619 independent auditor shall be provided simultaneously to the  
620 department and the Department of Social Services.

621 (c) (1) The commissioner may require all persons subject to a tax or  
622 fee imposed under section 12-263q<sub>z</sub> [or] 12-263r or section 11 of this act  
623 to keep such records as the commissioner may prescribe and may  
624 require the production of books, papers, documents and other data, to  
625 provide or secure information pertinent to the determination of the  
626 taxes or fees imposed under section 12-263q<sub>z</sub> [or] 12-263r or section 11 of  
627 this act, and the enforcement and collection thereof.

628 (2) The commissioner or any person authorized by the commissioner  
629 may examine the books, papers, records and equipment of any person  
630 liable under the provisions of this section and may investigate the  
631 character of the business of such person to verify the accuracy of any  
632 return made or, if no return is made by the person, to ascertain and  
633 determine the amount required to be paid.

634 (d) The commissioner may adopt regulations, in accordance with the  
635 provisions of chapter 54, to implement the provisions of sections 12-  
636 263q to 12-263x, inclusive, as amended by this act.

637 Sec. 15. Section 12-263u of the general statutes is repealed and the  
638 following is substituted in lieu thereof (*Effective July 1, 2020, and*  
639 *applicable to calendar quarters commencing on or after July 1, 2020*):

640 (a) Any taxpayer subject to any tax or fee under section 12-263q<sub>z</sub> [or]  
641 12-263r or section 11 of this act, believing that it has overpaid any tax or  
642 fee due under said sections, may file a claim for refund, in writing, with  
643 the commissioner not later than three years after the due date for which  
644 such overpayment was made, stating the specific grounds upon which  
645 the claim is founded. Failure to file a claim within the time prescribed in  
646 this subsection shall constitute a waiver of any demand against the state  
647 on account of overpayment. Within a reasonable time, as determined by  
648 the commissioner, following receipt of such claim for refund, the  
649 commissioner shall determine whether such claim is valid and, if so

650 determined, the commissioner shall notify the Comptroller of the  
651 amount of such refund and the Comptroller shall draw an order on the  
652 Treasurer in the amount thereof for payment to the taxpayer. If the  
653 commissioner determines that such claim is not valid, either in whole or  
654 in part, the commissioner shall mail notice of the proposed disallowance  
655 in whole or in part of the claim to the taxpayer, which notice shall set  
656 forth briefly the commissioner's findings of fact and the basis of  
657 disallowance in each case decided in whole or in part adversely to the  
658 taxpayer. Sixty days after the date on which it is mailed, a notice of  
659 proposed disallowance shall constitute a final disallowance except only  
660 for such amounts as to which the taxpayer has filed, as provided in  
661 subsection (b) of this section, a written protest with the commissioner.

662 (b) On or before the sixtieth day after the mailing of the proposed  
663 disallowance, the taxpayer may file with the commissioner a written  
664 protest against the proposed disallowance in which the taxpayer sets  
665 forth the grounds on which the protest is based. If a protest is filed, the  
666 commissioner shall reconsider the proposed disallowance and, if the  
667 taxpayer has so requested, may grant or deny the taxpayer or its  
668 authorized representatives a hearing.

669 (c) The commissioner shall mail notice of the commissioner's  
670 determination to the taxpayer, which notice shall set forth briefly the  
671 commissioner's findings of fact and the basis of decision in each case  
672 decided in whole or in part adversely to the taxpayer.

673 (d) The action of the commissioner on the taxpayer's protest shall be  
674 final upon the expiration of one month from the date on which the  
675 commissioner mails notice of the commissioner's determination to the  
676 taxpayer, unless within such period the taxpayer seeks judicial review  
677 of the commissioner's determination.

678 Sec. 16. Section 12-263v of the 2020 supplement to the general statutes  
679 is repealed and the following is substituted in lieu thereof (*Effective July*  
680 *1, 2020, and applicable to calendar quarters commencing on or after July 1,*  
681 *2020*):

682 (a) Any taxpayer subject to any tax or fee under section 12-263q<sub>z</sub> [or]  
683 12-263r or section 11 of this act that is aggrieved by the action of the  
684 commissioner, the Commissioner of Social Services or an authorized  
685 agent of said commissioners in fixing the amount of any tax, penalty,  
686 interest or fee under sections 12-263q to 12-263t, inclusive, as amended  
687 by this act, or section 11 of this act, may apply to the commissioner, in  
688 writing, not later than sixty days after the notice of such action is  
689 delivered or mailed to such taxpayer, for a hearing and a correction of  
690 the amount of such tax, penalty, interest or fee, setting forth the reasons  
691 why such hearing should be granted and the amount by which such tax,  
692 penalty, interest or fee should be reduced. The commissioner shall  
693 promptly consider each such application and may grant or deny the  
694 hearing requested. If the hearing request is denied, the taxpayer shall be  
695 notified immediately. If the hearing request is granted, the  
696 commissioner shall notify the applicant of the date, time and place for  
697 such hearing. After such hearing, the commissioner may make such  
698 order as appears just and lawful to the commissioner and shall furnish  
699 a copy of such order to the taxpayer. The commissioner may, by notice  
700 in writing, order a hearing on the commissioner's own initiative and  
701 require a taxpayer or any other individual who the commissioner  
702 believes to be in possession of relevant information concerning such  
703 taxpayer to appear before the commissioner or the commissioner's  
704 authorized agent with any specified books of account, papers or other  
705 documents, for examination under oath.

706 (b) Any taxpayer subject to any tax or fee under section 12-263q<sub>z</sub> [or]  
707 12-263r or section 11 of this act that is aggrieved because of any order,  
708 decision, determination or disallowance of the commissioner made  
709 under sections 12-263q to 12-263u, inclusive, as amended by this act, or  
710 subsection (a) of this section may, not later than thirty days after service  
711 of notice of such order, decision, determination or disallowance, take an  
712 appeal therefrom to the superior court for the judicial district of New  
713 Britain, which appeal shall be accompanied by a citation to the  
714 commissioner to appear before said court. Such citation shall be signed  
715 by the same authority and such appeal shall be returnable at the same

716 time and served and returned in the same manner as is required in case  
717 of a summons in a civil action. The authority issuing the citation shall  
718 take from the appellant a bond or recognizance to the state of  
719 Connecticut, with surety, to prosecute the appeal to effect and to comply  
720 with the orders and decrees of the court in the premises. Such appeals  
721 shall be preferred cases, to be heard, unless cause appears to the  
722 contrary, at the first session, by the court or by a committee appointed  
723 by the court. Said court may grant such relief as may be equitable and,  
724 if such tax or charge has been paid prior to the granting of such relief,  
725 may order the Treasurer to pay the amount of such relief, with interest  
726 at the rate of two-thirds of one per cent per month or fraction thereof, to  
727 such taxpayer. If the appeal has been taken without probable cause, the  
728 court may tax double or triple costs, as the case demands and, upon all  
729 such appeals that are denied, costs may be taxed against such taxpayer  
730 at the discretion of the court but no costs shall be taxed against the state.

731 Sec. 17. Section 12-263x of the general statutes is repealed and the  
732 following is substituted in lieu thereof (*Effective July 1, 2020, and*  
733 *applicable to calendar quarters commencing on or after July 1, 2020*):

734 The amount of any tax, penalty, interest or fee, due and unpaid under  
735 the provisions of sections 12-263q to 12-263v, inclusive, as amended by  
736 this act, and section 11 of this act may be collected under the provisions  
737 of section 12-35. The warrant provided under section 12-35 shall be  
738 signed by the commissioner or the commissioner's authorized agent.  
739 The amount of any such tax, penalty, interest or fee shall be a lien on the  
740 real estate of the taxpayer from the last day of the month next preceding  
741 the due date of such tax until such tax is paid. The commissioner may  
742 record such lien in the records of any town in which the real estate of  
743 such taxpayer is situated but no such lien shall be enforceable against a  
744 bona fide purchaser or qualified encumbrancer of such real estate. When  
745 any tax or fee with respect to which a lien has been recorded under the  
746 provisions of this subsection has been satisfied, the commissioner shall,  
747 upon request of any interested party, issue a certificate discharging such  
748 lien, which certificate shall be recorded in the same office in which the  
749 lien was recorded. Any action for the foreclosure of such lien shall be

750 brought by the Attorney General in the name of the state in the superior  
751 court for the judicial district in which the property subject to such lien is  
752 situated, or, if such property is located in two or more judicial districts,  
753 in the superior court for any one such judicial district, and the court may  
754 limit the time for redemption or order the sale of such property or make  
755 such other or further decree as it judges equitable. For purposes of  
756 section 12-39g, a fee under this section shall be treated as a tax.

757 Sec. 18. Section 3-114s of the general statutes is repealed and the  
758 following is substituted in lieu thereof (*Effective July 1, 2020, and*  
759 *applicable to calendar quarters commencing on or after July 1, 2020*):

760 At the close of each fiscal year commencing with the fiscal year  
761 ending June 30, 2018, the Comptroller is authorized to record as revenue  
762 for each such fiscal year the amount of tax and fee imposed under  
763 sections 12-263q to 12-263x, inclusive, as amended by this act, and  
764 section 11 of this act, that is received by the Commissioner of Revenue  
765 Services not later than five business days after the last day of July  
766 immediately following the end of such fiscal year.

767 Sec. 19. Section 1-1j of the general statutes is repealed and the  
768 following is substituted in lieu thereof (*Effective October 1, 2020*):

769 (a) Each state agency, as defined in section 4-166, shall accept  
770 payment in cash or by check, draft or money order for any license issued  
771 by such agency pursuant to the provisions of the general statutes.

772 (b) Except as [otherwise] provided by any other provision of the  
773 general statutes, the Secretary of the Office of Policy and Management  
774 may authorize any state agency [(1)] to accept payment of any fee, cost  
775 or fine payable to such agency by means of a credit card, charge card or  
776 debit card [,] or an electronic payment service, [and (2) to charge a  
777 service fee for any such payment made by credit card, charge card or  
778 debit card or an electronic payment service] provided each state agency  
779 that accepts payment by means of a credit card, charge card or debit  
780 card shall charge the payor using such card a service fee.

781 [Such] (c) (1) Any service fee imposed pursuant to subsection (b) of  
782 this section shall [be (A) related to] (A) be for the purpose of defraying  
783 the cost of service, (B) [uniform for all credit cards, charge cards and  
784 debit cards accepted] not exceed any charge by the credit card, charge  
785 card or debit card issuer or processor, including any discount rate, and  
786 (C) be applied only when allowed by the operating rules and regulations  
787 of the credit card, charge card or debit card issuer or processor involved  
788 or when authorized in writing by such issuer or processor.

789 (2) Each state agency that charges a service fee pursuant to this  
790 section or any other provision of the general statutes shall disclose such  
791 service fee to a payor prior to the imposition of such service fee. Such  
792 disclosure shall be made in accordance with any requirements for  
793 disclosure set forth by the card issuer or processor.

794 (d) Payments by credit card, charge card, debit card or an electronic  
795 payment service shall be made at such times and under such conditions  
796 as the secretary may prescribe in regulations adopted in accordance  
797 with the provisions of chapter 54.

798 (e) Payment of a fee, cost or fine, and any applicable service fee, by  
799 credit card, charge card, debit card or an electronic payment service  
800 shall constitute full payment of such fee, cost, fine or service fee  
801 regardless of any discount applied by a credit card company.

802 Sec. 20. Subsection (g) of section 3-99a of the general statutes is  
803 repealed and the following is substituted in lieu thereof (*Effective October*  
804 *1, 2020*):

805 (g) The Secretary of the State may allow remittances to be in the form  
806 of a credit card account number and an authorization to draw upon a  
807 specified credit card account, at such time and under such conditions as  
808 the Secretary may prescribe. Remittances in the form of an authorization  
809 to draw upon a specified credit card account shall include an amount  
810 for purposes of paying the discount rate associated with drawing upon  
811 the credit account, unless the remittances are drawn on an account with  
812 a financial institution that agrees to add the number to the credit card

813 holder's billing, in which event the remittances drawn shall not include  
814 an amount for purposes of paying the discount rate associated with the  
815 drawing upon the credit account.

816 Sec. 21. Section 14-11i of the general statutes is repealed and the  
817 following is substituted in lieu thereof (*Effective October 1, 2020*):

818 The Commissioner of Motor Vehicles may allow the payment of any  
819 fee specified in this chapter or chapter 247 by means of a credit card and  
820 [may] shall charge each payor a service fee for any payment made by  
821 means of a credit card. The fee shall not exceed any charge by the credit  
822 card issuer or by its authorized agent, including any discount rate.  
823 Payments by credit card shall be made under such conditions as the  
824 commissioner may prescribe, except that the commissioner shall  
825 determine the rate or amount of the service fee for any such credit card  
826 in accordance with subsection (c) of section 1-1j, as amended by this act.  
827 If any charge with respect to payment of a fee by credit card is not  
828 authorized by such issuer or its authorized agent, the commissioner  
829 shall assess the payor the fee specified in subsection (f) of section 14-50.

830 Sec. 22. Subsection (g) of section 19a-88 of the 2020 supplement to the  
831 general statutes is repealed and the following is substituted in lieu  
832 thereof (*Effective October 1, 2020*):

833 (g) (1) The Department of Public Health shall administer a secure on-  
834 line license renewal system for persons holding a license to practice  
835 medicine or surgery under chapter 370, dentistry under chapter 379,  
836 nursing under chapter 378 or nurse-midwifery under chapter 377. The  
837 department shall require such persons to renew their licenses using the  
838 on-line renewal system and to pay professional services fees on-line by  
839 means of a credit card or electronic transfer of funds from a bank or  
840 credit union account, except in extenuating circumstances, including,  
841 but not limited to, circumstances in which a licensee does not have  
842 access to a credit card and submits a notarized affidavit affirming that  
843 fact, the department may allow the licensee to renew his or her license  
844 using a paper form prescribed by the department and pay professional

845 service fees by check or money order.

846 (2) The department shall charge a service fee for each payment made  
847 by means of a credit card. The Commissioner of Public Health shall  
848 determine the rate or amount of the service fee for any such credit card  
849 in accordance with subsection (c) of section 1-1j, as amended by this act.

850 Sec. 23. Section 45a-113b of the general statutes is repealed and the  
851 following is substituted in lieu thereof (*Effective October 1, 2020*):

852 Each [court of probate] Probate Court may allow the payment of any  
853 fees charged by such court by means of a credit card, charge card or  
854 debit card. [and may] Such court shall charge the person making such  
855 payment a service fee for any such payment made by means of any such  
856 card. The fee shall not exceed any charge by the card issuer, including  
857 any discount rate. The Probate Court Administrator shall determine the  
858 rate or amount of the service fee for any such card in accordance with  
859 the provisions of subsection (c) of section 1-1j, as amended by this act.

860 Sec. 24. Section 51-193b of the general statutes is repealed and the  
861 following is substituted in lieu thereof (*Effective October 1, 2020*):

862 Payment of any fees, costs, fines or other charges to the Judicial  
863 Branch may be made by means of a credit card [,] and the payor [may]  
864 shall be charged a service fee for any such payment made by means of  
865 a credit card. The service fee shall not exceed any charge by the credit  
866 card issuer, including any discount rate. Payments by credit card shall  
867 be made at such time and under such conditions as the Office of the  
868 Chief Court Administrator may prescribe, except that the Chief Court  
869 Administrator shall determine the rate or amount of the service fee for  
870 any such credit card in accordance with the provisions of subsection (c)  
871 of section 1-1j, as amended by this act.

872 Sec. 25. Subsection (d) of section 19a-30 of the general statutes is  
873 repealed and the following is substituted in lieu thereof (*Effective July 1,*  
874 *2020*):

875 (d) [A nonrefundable fee of two hundred dollars shall accompany  
876 each] (1) Each clinical laboratory making an application for a license or  
877 for renewal thereof, except in the case of a clinical laboratory owned and  
878 operated by a municipality, the state, the United States or any agency of  
879 said municipality, state or United States, shall submit with the  
880 application a nonrefundable fee of (A) one thousand two hundred fifty  
881 dollars per site, and (B) two hundred dollars per blood collection facility  
882 approved in accordance with regulations adopted pursuant to this  
883 section and operated by such clinical laboratory.

884 (2) Each license shall be issued for a period of not less than twenty-  
885 four nor more than twenty-seven months from the deadline for  
886 applications established by the commissioner. Renewal applications  
887 shall be made [(1)] (A) biennially within the twenty-fourth month of the  
888 current license; [(2)] (B) before any change in ownership or change in  
889 director is made; and [(3)] (C) prior to any major expansion or alteration  
890 in quarters.

891 Sec. 26. Subsection (b) of section 19a-323 of the general statutes is  
892 repealed and the following is substituted in lieu thereof (*Effective July 1,*  
893 *2020*):

894 (b) If death occurred in this state, the death certificate required by law  
895 shall be filed with the registrar of vital statistics for the town in which  
896 such person died, if known, or, if not known, for the town in which the  
897 body was found. The Chief Medical Examiner, Deputy Chief Medical  
898 Examiner, associate medical examiner, an authorized assistant medical  
899 examiner or other authorized designee shall complete the cremation  
900 certificate, stating that such medical examiner or other authorized  
901 designee has made inquiry into the cause and manner of death and is of  
902 the opinion that no further examination or judicial inquiry is necessary.  
903 The cremation certificate shall be submitted to the registrar of vital  
904 statistics of the town in which such person died, if known, or, if not  
905 known, of the town in which the body was found, or with the registrar  
906 of vital statistics of the town in which the funeral director having charge  
907 of the body is located. Upon receipt of the cremation certificate, the

908 registrar shall authorize such certificate, keep such certificate on  
909 permanent record, and issue a cremation permit, except that if the  
910 cremation certificate is submitted to the registrar of the town where the  
911 funeral director is located, such certificate shall be forwarded to the  
912 registrar of the town where the person died to be kept on permanent  
913 record. If a cremation permit must be obtained during the hours that the  
914 office of the local registrar of the town where death occurred is closed,  
915 a subregistrar appointed to serve such town may authorize such  
916 cremation permit upon receipt and review of a properly completed  
917 cremation permit and cremation certificate. A subregistrar who is  
918 licensed as a funeral director or embalmer pursuant to chapter 385, or  
919 the employee or agent of such funeral director or embalmer shall not  
920 issue a cremation permit to himself or herself. A subregistrar shall  
921 forward the cremation certificate to the local registrar of the town where  
922 death occurred, not later than seven days after receiving such certificate.  
923 The estate of the deceased person, if any, shall pay the sum of one  
924 hundred [fifty] seventy-five dollars for the issuance of the cremation  
925 certificate, provided the Office of the Chief Medical Examiner shall not  
926 assess any fees for costs that are associated with the cremation of a  
927 stillborn fetus. Upon request of the Chief Medical Examiner, the  
928 Secretary of the Office of Policy and Management may waive payment  
929 of such cremation certificate fee. No cremation certificate shall be  
930 required for a permit to cremate the remains of bodies pursuant to  
931 section 19a-270a. When the cremation certificate is submitted to a town  
932 other than that where the person died, the registrar of vital statistics for  
933 such other town shall ascertain from the original removal, transit and  
934 burial permit that the certificates required by the state statutes have  
935 been received and recorded, that the body has been prepared in  
936 accordance with the Public Health Code and that the entry regarding  
937 the place of disposal is correct. Whenever the registrar finds that the  
938 place of disposal is incorrect, the registrar shall issue a corrected  
939 removal, transit and burial permit and, after inscribing and recording  
940 the original permit in the manner prescribed for sextons' reports under  
941 section 7-66, shall then immediately give written notice to the registrar  
942 for the town where the death occurred of the change in place of disposal

943 stating the name and place of the crematory and the date of cremation.  
944 Such written notice shall be sufficient authorization to correct these  
945 items on the original certificate of death. The fee for a cremation permit  
946 shall be five dollars and for the written notice one dollar. The  
947 Department of Public Health shall provide forms for cremation permits,  
948 which shall not be the same as for regular burial permits and shall  
949 include space to record information about the intended manner of  
950 disposition of the cremated remains, and such blanks and books as may  
951 be required by the registrars.

952 Sec. 27. Section 19a-421 of the general statutes is repealed and the  
953 following is substituted in lieu thereof (*Effective July 1, 2020*):

954 No person shall establish, conduct or maintain a youth camp without  
955 a license issued by the office. Applications for such license shall be made  
956 in writing at least thirty days prior to the opening of the youth camp on  
957 forms provided and in accordance with procedures established by the  
958 commissioner and shall be accompanied by a fee of [eight hundred  
959 fifteen] one thousand one hundred fifteen dollars or, if the applicant is  
960 a nonprofit, nonstock corporation or association, a fee of [three hundred  
961 fifteen] four hundred thirty dollars or, if the applicant is a day camp  
962 affiliated with a nonprofit organization, for no more than five days  
963 duration and for which labor and materials are donated, no fee. All such  
964 licenses shall be valid for a period of one year from the date of issuance  
965 unless surrendered for cancellation or suspended or revoked by the  
966 commissioner for violation of this chapter or any regulations adopted  
967 under section 19a-428 and shall be renewable upon payment of [an  
968 eight-hundred-fifteen-dollar license fee] a fee of one thousand one  
969 hundred fifteen dollars or, if the licensee is a nonprofit, nonstock  
970 corporation or association, a [three-hundred-fifteen-dollar license fee]  
971 fee of four hundred thirty dollars or, if the applicant is a day camp  
972 affiliated with a nonprofit organization, for no more than five days  
973 duration and for which labor and materials are donated, no fee.

974 Sec. 28. Section 3-20j of the 2020 supplement to the general statutes is  
975 repealed and the following is substituted in lieu thereof (*Effective from*

976 *passage*):

977 (a) As used in this section, the following terms have the following  
978 meanings, unless the context clearly indicates a different meaning or  
979 intent:

980 (1) "Credit revenue bonds" means revenue bonds issued pursuant to  
981 this section;

982 (2) "Collection agent" means the financial institution acting as the  
983 trustee or agent for the trustee that receives the pledged revenues  
984 directed by the state to be paid to it by taxpayers;

985 (3) "Debt service requirements" means (A) (i) principal and interest  
986 with respect to bonds, (ii) interest with respect to bond anticipation  
987 notes, and (iii) unrefunded principal with respect to bond anticipation  
988 notes, (B) the purchase price of bonds and bond anticipation notes that  
989 are subject to purchase or redemption at the option of the bondowner or  
990 noteowner, (C) the amounts, if any, required to establish or maintain  
991 reserves, sinking funds or other funds or accounts at the respective  
992 levels required to be established or maintained therein in accordance  
993 with the proceedings authorizing the issuance of bonds, (D) expenses of  
994 issuance and administration with respect to bonds and bond  
995 anticipation notes, as determined by the Treasurer, (E) the amounts, if  
996 any, becoming due and payable under a reimbursement agreement or  
997 similar agreement entered into pursuant to authority granted under the  
998 proceedings authorizing the issuance of bonds and bond anticipation  
999 notes, and (F) any other costs or expenses deemed by the Treasurer to  
1000 be necessary or proper to be paid in connection with the bonds and bond  
1001 anticipation notes, including, without limitation, the cost of any credit  
1002 facility, including, but not limited to, a letter of credit or policy of bond  
1003 insurance, issued by a financial institution pursuant to an agreement  
1004 approved pursuant to the proceedings authorizing the issuance of  
1005 bonds and bond anticipation notes;

1006 (4) "Dedicated savings" for a period means the amounts for such  
1007 period determined by the Treasurer pursuant to subsection (n) of this

1008 section to have been saved by the issuance of credit revenue bonds;

1009 (5) "Pledged revenues" means withholding taxes statutorily pledged  
1010 to repayment of credit revenue bonds;

1011 (6) "Proceedings" means the proceedings of the State Bond  
1012 Commission authorizing the issuance of bonds pursuant to this section,  
1013 the provisions of any resolution or trust indenture securing bonds, that  
1014 are incorporated into such proceedings, the provisions of any other  
1015 documents or agreements that are incorporated into such proceedings  
1016 and, to the extent applicable, a certificate of determination filed by the  
1017 Treasurer in accordance with this section;

1018 (7) "Trustee" means the financial institution acting as trustee under  
1019 the trust indenture pursuant to which bonds or notes are issued; and

1020 (8) "Withholding taxes" means taxes required to be deducted and  
1021 withheld pursuant to sections 12-705 and 12-706 and paid to the  
1022 Commissioner of Revenue Services pursuant to section 12-707 upon  
1023 receipt by the state and including penalty and interest charges on such  
1024 taxes.

1025 (b) Whenever any general statute or public or special act, whether  
1026 enacted before, on or after October 31, 2017, authorizes general  
1027 obligation bonds of the state to be issued for any purpose, such general  
1028 statute or public or special act shall be deemed to have authorized such  
1029 bonds to be issued as either general obligation bonds or credit revenue  
1030 bonds under this section. In no event shall the total of the principal  
1031 amount of general obligation bonds and credit revenue bonds issued  
1032 pursuant to the authority of any general statute or public or special act  
1033 exceed the amount authorized thereunder. Except as provided for in this  
1034 section, all provisions of section 3-20, except subsection (p) of said  
1035 section, shall apply to such credit revenue bonds.

1036 (c) Bonds issued pursuant to this section shall be special obligations  
1037 of the state and shall not be payable from or charged upon any funds  
1038 other than the pledged revenues or other receipts, funds or moneys

1039 pledged therefor, nor shall the state or any political subdivision thereof  
1040 be subject to any liability thereon, except to the extent of such pledged  
1041 revenues or other receipts, funds or moneys pledged therefor as  
1042 provided in this section. As part of the contract of the state with the  
1043 owners of such bonds, all amounts necessary for punctual payment of  
1044 principal of and interest on such bonds, and redemption premium, if  
1045 any, with respect to such bonds, is hereby appropriated and the  
1046 Treasurer shall pay such principal and interest and redemption  
1047 premium, if any, as the same shall become due but only from such  
1048 sources. The issuance of bonds issued under this section shall not  
1049 directly or indirectly or contingently obligate the state or any political  
1050 subdivision thereof to levy or to pledge any form of taxation whatever  
1051 therefor, except for taxes included in the pledged revenues, or to make  
1052 any additional appropriation for their payment. Such bonds shall not  
1053 constitute a charge, lien or encumbrance, legal or equitable, upon any  
1054 property of the state or of any political subdivision thereof other than  
1055 the pledged revenues or other receipts, funds or moneys pledged  
1056 therefor as provided in this section, and the substance of such limitation  
1057 shall be plainly stated on the face of each such bond and bond  
1058 anticipation note.

1059 (d) The state hereby pledges all its right, title and interest to the  
1060 pledged revenues to secure the due and punctual payment of the  
1061 principal of and interest on the credit revenue bonds, and redemption  
1062 premium, if any, with respect to such bonds. Such pledge shall secure  
1063 all such credit revenue bonds equally, and such pledge is and shall be  
1064 prior in interest to any other claim of any party to the pledged revenues,  
1065 including any holder of general obligation bonds of the state. Such  
1066 bonds also may be secured by a pledge of reserves, sinking funds and  
1067 any other funds and accounts, including proceeds from investment of  
1068 any of the foregoing, authorized hereby or by the proceedings  
1069 authorizing the issuance of such bonds, and by moneys paid under a  
1070 credit facility including, but not limited to, a letter of credit or policy of  
1071 bond insurance, issued by a financial institution pursuant to an  
1072 agreement authorized by such proceedings.

1073 (e) The pledge of the pledged revenues under this section is made by  
1074 the state by operation of law through this section, and as a statutory lien  
1075 is effective without any further act or agreement by the state, and shall  
1076 be valid and binding from the time the pledge is made, and any  
1077 revenues or other receipts, funds or moneys so pledged and received by  
1078 the state shall be subject immediately to the lien of such pledge without  
1079 any physical delivery thereof or further act. The lien of any such pledge  
1080 shall be valid and binding as against all parties having claims of any  
1081 kind in tort, contract or otherwise against the state, irrespective of  
1082 whether such parties have notice thereof.

1083 (f) In the proceedings authorizing any credit revenue bonds, the state  
1084 shall direct the trustee to establish one or more collection accounts with  
1085 the collection agent to receive the pledged revenues and shall direct  
1086 payment of the pledged revenues into such collection accounts of the  
1087 collection agent. Funds in such collection accounts shall be kept separate  
1088 and apart from any other funds of the state until disbursed as provided  
1089 for in the proceedings authorizing such credit revenue bonds. Such  
1090 proceedings shall provide that no funds from such collection accounts  
1091 shall be disbursed to the control of the state until and at such times as  
1092 all current claims of any trustee set out in the proceedings have been  
1093 satisfied, and thereafter may be disbursed to the control of the state free  
1094 and clear of any claim by the trustee or the holders of any credit revenue  
1095 bonds. The agreements with the depositaries establishing the collection  
1096 accounts may provide for customary settlement terms for the collection  
1097 of revenues. The expenses of the state in establishing such collection  
1098 accounts and directing the deposit of pledged revenues therein,  
1099 including the expenses of the Department of Revenue Services and the  
1100 office of the Comptroller in establishing mechanisms to verify, allocate,  
1101 track and audit such accounts and the deposits therein, may be paid as  
1102 costs of issuance of any bonds issued pursuant to section 3-20 or this  
1103 section.

1104 (g) The proceedings under which bonds are authorized to be issued,  
1105 pursuant to this section, may, subject to the provisions of the general  
1106 statutes, contain any or all of the following:

1107 (1) Covenants that confirm, as part of the contract with the holders of  
1108 the credit revenue bonds, the agreements of the state set forth in  
1109 subsections (d) to (f), inclusive, of this section;

1110 (2) Provisions for the execution of reimbursement agreements or  
1111 similar agreements in connection with credit facilities including, but not  
1112 limited to, letters of credit or policies of bond insurance, remarketing  
1113 agreements and agreements for the purpose of moderating interest rate  
1114 fluctuations, and of such other agreements entered into pursuant to  
1115 section 3-20a;

1116 (3) Provisions for the collection, custody, investment, reinvestment  
1117 and use of the pledged revenues or other receipts, funds or moneys  
1118 pledged therefor;

1119 (4) Provisions regarding the establishment and maintenance of  
1120 reserves, sinking funds and any other funds and accounts as shall be  
1121 approved by the State Bond Commission in such amounts as may be  
1122 established by the State Bond Commission, and the regulation and  
1123 disposition thereof, including requirements that any such funds and  
1124 accounts be held separate from or not be commingled with other funds  
1125 of the state;

1126 (5) Provisions for the issuance of additional bonds on a parity with  
1127 bonds theretofore issued, including establishment of coverage  
1128 requirements as a condition of the issuance of such additional bonds;

1129 (6) Provisions regarding the rights and remedies available in case of  
1130 a default to the bondowners, or any trustee under any contract, loan  
1131 agreement, document, instrument or trust indenture, including the right  
1132 to appoint a trustee to represent their interests upon occurrence of an  
1133 event of default, as defined in said proceedings, provided, if any bonds  
1134 shall be secured by a trust indenture, the respective owners of such  
1135 bonds or notes shall have no authority except as set forth in such trust  
1136 indenture to appoint a separate trustee to represent them, and provided  
1137 further no such right or remedy shall allow principal and interest on  
1138 such bonds to be accelerated; and

1139 (7) Provisions or covenants of like or different character from the  
1140 foregoing which are consistent with this and which the State Bond  
1141 Commission determines in such proceedings are necessary, convenient  
1142 or desirable to better secure the bonds, or will tend to make the bonds  
1143 more marketable, and which are in the best interests of the state. Any  
1144 provision which may be included in proceedings authorizing the  
1145 issuance of bonds hereunder may be included in a trust indenture duly  
1146 approved in accordance with this subsection which secures the bonds  
1147 and any notes issued in anticipation thereof, and in such case the  
1148 provisions of such indenture shall be deemed to be a part of such  
1149 proceedings as though they were expressly included therein.

1150 (h) Bonds issued pursuant to this section shall be secured by a trust  
1151 indenture, approved by the State Bond Commission, by and between  
1152 the state and a corporate trustee, which may be any trust company or  
1153 bank having the powers of a trust company within or without the state.  
1154 Such trust indenture may contain such provisions for protecting and  
1155 enforcing the rights and remedies of the bondowners as may be  
1156 reasonable and proper and not in violation of law, including covenants  
1157 setting forth the duties of the state in relation to the exercise of its powers  
1158 pursuant to the pledged revenues and the custody, safeguarding and  
1159 application of all moneys. The state may provide by such trust indenture  
1160 for the payment of the pledged revenues or other receipts, funds or  
1161 moneys to the trustee under such trust indenture or to any other  
1162 depository, and for the method of disbursement thereof, with such  
1163 safeguards and restrictions as it may determine, but consistent with the  
1164 provisions of subsections (d) to (f), inclusive, of this section.

1165 (i) The Treasurer shall have power to purchase bonds of the state  
1166 issued pursuant to this section out of any funds available therefor. The  
1167 Treasurer may hold, pledge, cancel or resell such bonds subject to and  
1168 in accordance with agreements with bondowners.

1169 (j) Bonds issued pursuant to this section are hereby made negotiable  
1170 instruments within the meaning of and for all purposes of the Uniform  
1171 Commercial Code, whether or not such bonds are of such form and

1172 character as to be negotiable instruments under the terms of the  
1173 Uniform Commercial Code, subject only to the provisions of such bonds  
1174 for registration.

1175 (k) Any moneys held by the Treasurer or a trustee pursuant to a trust  
1176 indenture with respect to bonds issued pursuant to this section,  
1177 including pledged revenues, other pledged receipts, funds or moneys  
1178 and proceeds from the sale of such bonds, may, pending the use or  
1179 application of the proceeds thereof for an authorized purpose, be (1)  
1180 invested and reinvested in such obligations, securities and investments  
1181 as are set forth in subsection (f) of section 3-20 and in participation  
1182 certificates in the Short Term Investment Fund created under section 3-  
1183 27a, or (2) deposited or redeposited in such bank or banks as shall be  
1184 provided in the resolution authorizing the issuance of such bonds, the  
1185 certificate of determination authorizing issuance of such bond  
1186 anticipation notes or in the indenture securing such bonds. Proceeds  
1187 from investments authorized by this subsection, less amounts required  
1188 under the proceedings authorizing the issuance of bonds, shall be  
1189 credited to the General Fund.

1190 (l) Bonds issued pursuant to this section are hereby made securities  
1191 in which all public officers and public bodies of the state and its political  
1192 subdivisions, all insurance companies, credit unions, building and loan  
1193 associations, investment companies, banking associations, trust  
1194 companies, executors, administrators, trustees and other fiduciaries and  
1195 pension, profit-sharing and retirement funds may properly and legally  
1196 invest funds, including capital in their control or belonging to them.  
1197 Such bonds are hereby made securities which may properly and legally  
1198 be deposited with and received by any state or municipal officer or any  
1199 agency or political subdivision of the state for any purpose for which  
1200 the deposit of bonds or obligations of the state is now or may hereafter  
1201 be authorized by law.

1202 (m) The state covenants with the purchasers and all subsequent  
1203 owners and transferees of bonds issued by the state pursuant to this  
1204 section, in consideration of the acceptance of the payment for the bonds,

1205 until such bonds, together with the interest thereon, with interest on any  
1206 unpaid installment of interest and all costs and expenses in connection  
1207 with any action or proceeding on behalf of such owners, are fully met  
1208 and discharged, or unless expressly permitted or otherwise authorized  
1209 by the terms of each contract and agreement made or entered into by or  
1210 on behalf of the state with or for the benefit of such owners, that the state  
1211 will impose, charge, raise, levy, collect and apply the pledged revenues  
1212 and other receipts, funds or moneys pledged for the payment of debt  
1213 service requirements as provided in this section, in such amounts as  
1214 may be necessary to pay such debt service requirements in each year in  
1215 which bonds are outstanding and further, that the state (1) will not limit  
1216 or alter the duties imposed on the Treasurer and other officers of the  
1217 state by law and by the proceedings authorizing the issuance of bonds  
1218 with respect to application of pledged revenues or other receipts, funds  
1219 or moneys pledged for the payment of debt service requirements as  
1220 provided in said sections; (2) will not alter the provisions establishing  
1221 collection accounts with the collection agent or the direction of pledged  
1222 revenues to such collection accounts, or the provisions applying such  
1223 pledged revenues to the debt service requirements with respect to bonds  
1224 or notes; (3) will not issue any bonds, notes or other evidences of  
1225 indebtedness, other than the bonds, having any rights arising out of said  
1226 sections or secured by any pledge of or other lien or charge on the  
1227 pledged revenues or other receipts, funds or moneys pledged for the  
1228 payment of debt service requirements as provided in said sections; (4)  
1229 will not create or cause to be created any lien or charge on such pledged  
1230 amounts, other than a lien or pledge created thereon pursuant to said  
1231 sections, provided nothing in this subsection shall prevent the state from  
1232 issuing evidences of indebtedness (A) which are secured by a pledge or  
1233 lien which is and shall on the face thereof be expressly subordinate and  
1234 junior in all respects to every lien and pledge created by or pursuant to  
1235 said sections; (B) for which the full faith and credit of the state is pledged  
1236 and which are not expressly secured by any specific lien or charge on  
1237 such pledged amounts; or (C) which are secured by a pledge of or lien  
1238 on moneys or funds derived on or after such date as every pledge or lien  
1239 thereon created by or pursuant to said sections shall be discharged and

1240 satisfied; (5) will carry out and perform, or cause to be carried out and  
1241 performed, every promise, covenant, agreement or contract made or  
1242 entered into by the state or on its behalf with the owners of any bonds;  
1243 (6) will not in any way impair the rights, exemptions or remedies of such  
1244 owners; and (7) will not limit, modify, rescind, repeal or otherwise alter  
1245 the rights or obligations of the appropriate officers of the state to impose,  
1246 maintain, charge or collect the taxes, fees, charges and other receipts  
1247 constituting the pledged revenues as may be necessary to produce  
1248 sufficient revenues to fulfill the terms of the proceedings authorizing the  
1249 issuance of the bonds; and provided further the state may change the  
1250 rate of withholding taxes, calculation of amounts to which the rate  
1251 applies, including exemptions and deductions so long as any such  
1252 change, had it been in effect, would not have reduced the withholding  
1253 taxes for any twelve consecutive months within the preceding fifteen  
1254 months to less than an amount three times the maximum debt service  
1255 payable on bonds issued and outstanding under this section for the  
1256 current or any future fiscal year. The State Bond Commission is  
1257 authorized to include this covenant of the state in any agreement with  
1258 the owner of any such bonds.

1259 [(n) At the time of issuance of any credit revenue bonds pursuant to  
1260 this section, the Treasurer shall determine the amount of principal and  
1261 interest estimated to be saved by the issuance of credit revenue bonds  
1262 instead of general obligation bonds, as measured by the difference  
1263 between the stated principal and interest payable with respect to such  
1264 credit revenue bonds in each fiscal year during which bonds shall be  
1265 outstanding, and the principal and interest estimated to be payable in  
1266 each fiscal year during which such bonds would have been outstanding  
1267 had such bonds been issued as general obligation bonds payable over  
1268 the same period on the basis of equal amounts of principal stated to be  
1269 due in each fiscal year, subject to any specific adjustments which the  
1270 Treasurer may consider appropriate to take into account in the structure  
1271 for a specific bond issue, provided in any fiscal year that the Treasurer  
1272 determines there are no savings, the estimated savings shall be zero for  
1273 such fiscal year. The Treasurer shall base such determination on such

1274 factors as the Treasurer shall deem relevant, which may include advice  
1275 from financial advisors to the state, historical trading patterns of  
1276 outstanding state general obligation bonds and spreads to common  
1277 municipal bond indexes. The Treasurer shall set out such estimated  
1278 savings for each fiscal year during which each issue of credit revenue  
1279 bonds shall be stated to be outstanding in a bond determination which  
1280 shall be filed with the State Bond Commission at or prior to the issuance  
1281 of such credit revenue bonds, and such amounts shall be dedicated  
1282 savings for purposes of this section.

1283 (o) For each fiscal year during which credit revenue bonds shall be  
1284 outstanding, there shall be transferred from the General Fund of the  
1285 state to the Budget Reserve Fund established pursuant to section 4-30a,  
1286 at the beginning of such fiscal year, an amount equal to the aggregate  
1287 dedicated savings for all such bonds issued and to be outstanding in  
1288 such fiscal year, unless the Governor declares an emergency or the  
1289 existence of extraordinary circumstances, in which the provisions of  
1290 section 4-85 are invoked, and at least three-fifths of the members of each  
1291 chamber of the General Assembly vote to diminish such required  
1292 transfer during the fiscal year for which the emergency or existence of  
1293 extraordinary circumstances are determined, or in such other  
1294 circumstances as may be permitted by the terms of the bonds, notes or  
1295 other obligations issued pursuant to this section. Amounts so  
1296 transferred shall not be available for appropriation for any other  
1297 purpose, but shall only be used as provided in section 4-30a.

1298 (p) (1) Prior to July 1, 2021, net earnings of investments of proceeds  
1299 of bonds issued pursuant to section 3-20 or pursuant to this section and  
1300 accrued interest on the issuance of such bonds and premiums on the  
1301 issuance of such bonds shall be deposited to the credit of the General  
1302 Fund, after (A) payment of any expenses incurred by the Treasurer or  
1303 State Bond Commission in connection with such issuance, or (B)  
1304 application to interest on bonds, notes or other obligations of the state.

1305 (2) On and after July 1, 2021, notwithstanding subsection (f) of section  
1306 3-20, (A) net earnings of investments of proceeds of bonds issued

1307 pursuant to section 3-20 or pursuant to this section and accrued interest  
1308 on the issuance of such bonds shall be deposited to the credit of the  
1309 General Fund, and (B) premiums, net of any original issue discount, on  
1310 the issuance of such bonds shall, after payment of any expenses incurred  
1311 by the Treasurer or State Bond Commission in connection with such  
1312 issuance, be deposited at the direction of the Treasurer to the credit of  
1313 an account or fund to fund all or a portion of any purpose or project  
1314 authorized by the State Bond Commission pursuant to any bond act up  
1315 to the amount authorized by the State Bond Commission, provided the  
1316 bonds for such purpose or project are unissued, and provided further  
1317 the certificate of determination the Treasurer files with the secretary of  
1318 the State Bond Commission for such authorized bonds sets forth the  
1319 amount of the deposit applied to fund each such purpose and project.  
1320 Upon such filing, the Treasurer shall record bonds in the amount of net  
1321 premiums credited to each purpose and project as set forth in the  
1322 certificate of determination of the Treasurer as deemed issued and  
1323 retired and the Treasurer shall not thereafter exercise authority to issue  
1324 bonds in such amount for such purpose or project. Upon such recording  
1325 by the Treasurer, such bonds shall be deemed to have been issued,  
1326 retired and no longer authorized for issuance or outstanding for the  
1327 purposes of section 3-21, and for the purpose of aligning the funding of  
1328 such authorized purpose and project with amounts generated by net  
1329 premiums, but shall not constitute an actual bond issuance or bond  
1330 retirement for any other purposes including, but not limited to, financial  
1331 reporting purposes.]

1332 [(q)] (n) Any general obligation bonds or notes issued pursuant to  
1333 section 3-20 may be refunded by credit revenue bonds or notes issued  
1334 pursuant to this section, and any credit revenue bonds issued pursuant  
1335 to this section may be refunded by general obligation bonds or notes  
1336 issued pursuant to subsection (g) of section 3-20 in the manner, and  
1337 subject to the same conditions, as set out in subsection (g) of section 3-  
1338 20.

1339 Sec. 29. Subsection (a) of section 10a-8c of the general statutes is  
1340 repealed and the following is substituted in lieu thereof (*Effective from*

1341 *passage*):

1342 (a) Except as provided in subsection (b) of this section,  
1343 notwithstanding the provisions of sections 10a-77a, 10a-99a, 10a-109c,  
1344 10a-109i and 10a-143a, no funds shall be appropriated to the Office of  
1345 Higher Education for grants pursuant to subdivision (2) of subsection  
1346 (a) of section 10a-77a, subdivision (2) of subsection (a) of section 10a-  
1347 99a, subdivision (2) of subsection (b) of section 10a-109i and subdivision  
1348 (2) of subsection (a) of section 10a-143a [:(1) Until] until such time as the  
1349 amount in the Budget Reserve Fund, established in section 4-30a, equals  
1350 [ten] fifteen per cent of the net General Fund appropriations for the fiscal  
1351 year in progress, [(2)] and further provided, (1) the amount of the grants  
1352 appropriated shall be reduced proportionately if the amount available  
1353 is less than the amount required for such grants, and [(3)] (2) the amount  
1354 of funds available to be appropriated during any fiscal year for such  
1355 grants shall not exceed twenty-five million dollars.

1356 Sec. 30. Section 10-265dd of the 2020 supplement to the general  
1357 statutes is repealed and the following is substituted in lieu thereof  
1358 (*Effective from passage*):

1359 (a) In furtherance of its commitment to carry out the public purposes  
1360 described in section 10-265aa, the philanthropic enterprise shall provide  
1361 twenty million dollars to the corporation for the fiscal year commencing  
1362 July 1, 2019. The participants to the collaboration shall endeavor to  
1363 secure an additional twenty million dollars from other private sector  
1364 sources in furtherance of the purposes of the collaboration, provided  
1365 participation by private sector sources other than the philanthropic  
1366 enterprise shall not be a condition of the state or the philanthropic  
1367 enterprise's funding.

1368 (b) (1) For the fiscal year commencing July 1, 2019, the state shall  
1369 transfer the sum of twenty million dollars to the Philanthropic Match  
1370 account established in section 10-265ff, upon certification by the  
1371 philanthropic enterprise to the Secretary of the Office of Policy and  
1372 Management that [it] the philanthropic enterprise has transferred

1373 twenty million dollars to the corporation.

1374 (2) For the fiscal year commencing July 1, 2020, the state shall transfer  
1375 the sum of twenty million dollars to said account, upon certification by  
1376 the philanthropic enterprise to the Secretary of the Office of Policy and  
1377 Management that the philanthropic enterprise has transferred twenty  
1378 million dollars to the corporation.

1379 (3) The transfer of [such state sum] state sums under this subsection  
1380 shall be in furtherance of the corporation's purposes described in section  
1381 10-265aa.

1382 (c) For the fiscal year commencing July 1, [2020] 2021, and the [three]  
1383 two succeeding fiscal years, the state and the philanthropic enterprise  
1384 shall evaluate the funding needs of the collaboration and each endeavor  
1385 to maintain at least the level of financial commitment [which] that it  
1386 made to the collaboration during the fiscal year commencing July 1,  
1387 2019, with the same match and certification requirements as set forth in  
1388 [subsections] subsection (a) and subdivisions (1) and (3) of subsection  
1389 (b) of this section.

1390 Sec. 31. (*Effective from passage*) For the fiscal year ending June 30, 2020,  
1391 the amount deemed appropriated pursuant to sections 3-20i and 3-115b  
1392 of the general statutes in such fiscal year shall be \$20,700,000.

1393 Sec. 32. Section 372 of public act 19-117 is repealed and the following  
1394 is substituted in lieu thereof (*Effective from passage*):

1395 Not later than June 30, 2020, the Comptroller shall designate  
1396 [\$85,000,000] \$140,000,000 of the resources of the General Fund for the  
1397 fiscal year ending June 30, 2020, to be accounted for as revenue of the  
1398 General Fund for the fiscal year ending June 30, 2021.

1399 Sec. 33. Section 368 of public act 19-117 is repealed. (*Effective from*  
1400 *passage*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2020</i>	12-408(1)(K)
Sec. 2	<i>July 1, 2020</i>	12-411(1)(J)
Sec. 3	<i>from passage</i>	12-214(b)(8)
Sec. 4	<i>from passage</i>	12-219(b)(8)
Sec. 5	<i>from passage</i>	12-219(a)(1)
Sec. 6	<i>from passage and applicable to income years commencing on or after January 1, 2020</i>	12-217n(d)
Sec. 7	<i>from passage and applicable to quarterly periods commencing on or after July 1, 2020</i>	New section
Sec. 8	<i>July 1, 2020</i>	12-264(a)
Sec. 9	<i>October 1, 2020</i>	12-330ee(b)
Sec. 10	<i>July 1, 2020, and applicable to calendar quarters commencing on or after July 1, 2020</i>	12-263p
Sec. 11	<i>July 1, 2020</i>	New section
Sec. 12	<i>July 1, 2020</i>	12-263i
Sec. 13	<i>July 1, 2020, and applicable to calendar quarters commencing on or after July 1, 2020</i>	12-263s
Sec. 14	<i>July 1, 2020, and applicable to calendar quarters commencing on or after July 1, 2020</i>	12-263t
Sec. 15	<i>July 1, 2020, and applicable to calendar quarters commencing on or after July 1, 2020</i>	12-263u
Sec. 16	<i>July 1, 2020, and applicable to calendar quarters commencing on or after July 1, 2020</i>	12-263v

Sec. 17	<i>July 1, 2020, and applicable to calendar quarters commencing on or after July 1, 2020</i>	12-263x
Sec. 18	<i>July 1, 2020, and applicable to calendar quarters commencing on or after July 1, 2020</i>	3-114s
Sec. 19	<i>October 1, 2020</i>	1-1j
Sec. 20	<i>October 1, 2020</i>	3-99a(g)
Sec. 21	<i>October 1, 2020</i>	14-11i
Sec. 22	<i>October 1, 2020</i>	19a-88(g)
Sec. 23	<i>October 1, 2020</i>	45a-113b
Sec. 24	<i>October 1, 2020</i>	51-193b
Sec. 25	<i>July 1, 2020</i>	19a-30(d)
Sec. 26	<i>July 1, 2020</i>	19a-323(b)
Sec. 27	<i>July 1, 2020</i>	19a-421
Sec. 28	<i>from passage</i>	3-20j
Sec. 29	<i>from passage</i>	10a-8c(a)
Sec. 30	<i>from passage</i>	10-265dd
Sec. 31	<i>from passage</i>	New section
Sec. 32	<i>from passage</i>	PA 19-117, Sec. 372
Sec. 33	<i>from passage</i>	Repealer section

**Statement of Purpose:**

To implement the Governor's budget recommendations.

*[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.]*