



General Assembly

January Session, 2021

***Raised Bill No. 933***

LCO No. 3787



Referred to Committee on HIGHER EDUCATION AND  
EMPLOYMENT ADVANCEMENT

Introduced by:  
(HED)

***AN ACT EXTENDING TAX CREDITS FOR APPRENTICESHIP  
TRAINING PROGRAMS TO AFFECTED BUSINESS ENTITIES AND TO  
ALL TRADES THAT HAVE REGISTERED APPRENTICESHIPS.***

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

1 Section 1. Section 12-217g of the general statutes is repealed and the  
2 following is substituted in lieu thereof (*Effective January 1, 2022, and*  
3 *applicable to income and taxable years commencing on or after January 1,*  
4 *2022*):

5 (a) (1) There shall be allowed a credit for any taxpayer against the tax  
6 imposed under this chapter or chapter 229, other than the liability  
7 imposed by section 12-707, for any income or taxable year with respect  
8 to each apprenticeship in the manufacturing trades commenced by such  
9 taxpayer in such year under a qualified apprenticeship training  
10 program as described in this section, certified in accordance with  
11 regulations adopted by the Labor Commissioner and registered with the  
12 Connecticut State Apprenticeship Council established under section 31-  
13 22n, in an amount equal to six dollars per hour multiplied by the total  
14 number of hours worked during the income or taxable year by

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

23 (2) Effective for income years commencing on [and] or after January  
24 1, 2015, for purposes of this subsection, "taxpayer" includes an affected  
25 business entity, as defined in section 12-284b. [Any] For income years  
26 commencing on or after January 1, 2015, but prior to January 1, 2022,  
27 any affected business entity allowed a credit under this subsection may  
28 sell, assign or otherwise transfer such credit, in whole or in part, to one  
29 or more taxpayers to offset any state tax due or otherwise payable by  
30 such taxpayers under this chapter, or, with respect to income years  
31 commencing on or after January 1, 2016, but prior to January 1, 2022,  
32 chapter 212 or 227, provided such credit may be sold, assigned or  
33 otherwise transferred, in whole or in part, not more than three times.

34 (b) There shall be allowed a credit for any taxpayer against the tax  
35 imposed under this chapter or chapter 229, other than the liability  
36 imposed by section 12-707, for any income or taxable year with respect  
37 to each apprenticeship in plastics and plastics-related trades  
38 commenced by such taxpayer in such year under a qualified  
39 apprenticeship training program as described in this section, certified in  
40 accordance with regulations adopted by the Labor Commissioner and  
41 registered with the Connecticut State Apprenticeship Council  
42 established under section 31-22n, which apprenticeship exceeds the  
43 average number of such apprenticeships begun by such taxpayer during  
44 the five income or taxable years immediately preceding the income or  
45 taxable year with respect to which such credit is allowed, in an amount  
46 equal to four dollars per hour multiplied by the total number of hours  
47 worked during the income or taxable year by apprentices in the first half  
48 of a two-year term of apprenticeship and the first three-quarters of a

49 four-year term of apprenticeship, provided the amount of credit  
50 allowed for any income or taxable year with respect to each such  
51 apprenticeship may not exceed four thousand eight hundred dollars or  
52 fifty per cent of actual wages paid in such [income] year to an apprentice  
53 in the first half of a two-year term of apprenticeship or in the first three-  
54 quarters of a four-year term of apprenticeship, whichever is less.

55 (c) There shall be allowed a credit for any taxpayer against the tax  
56 imposed under this chapter or chapter 229, other than the liability  
57 imposed by section 12-707, for any income or taxable year with respect  
58 to wages paid to apprentices in the construction trades by such taxpayer  
59 in such year that the apprentice and taxpayer participate in a qualified  
60 apprenticeship training program, as described in this section, which (1)  
61 is at least four years in duration, (2) is certified in accordance with  
62 regulations adopted by the Labor Commissioner, and (3) is registered  
63 with the Connecticut State Apprenticeship Council established under  
64 section 31-22n. The tax credit shall be (A) in an amount equal to two  
65 dollars per hour multiplied by the total number of hours completed by  
66 each apprentice toward completion of such program, and (B) awarded  
67 upon completion and notification of completion of such program in the  
68 income or taxable year in which such completion and notification occur,  
69 provided the amount of credit allowed for such [income] year with  
70 respect to each such apprentice may not exceed four thousand dollars  
71 or fifty per cent of actual wages paid over the first four income years for  
72 such apprenticeship, whichever is less.

73 (d) For income and taxable years commencing on or after January 1,  
74 2022, there shall be allowed a credit for any taxpayer against the tax  
75 imposed under this chapter or chapter 229, other than the liability  
76 imposed by section 12-707, with respect to each apprenticeship in a  
77 trade, other than those trades set forth set in subsections (a) to (c),  
78 inclusive, of this section under a qualified apprenticeship training  
79 program as described in this section, that is (1) certified in accordance  
80 with regulations adopted by the Labor Commissioner, and (2) registered  
81 with the Connecticut State Apprenticeship Council established under  
82 section 31-22n. The tax credit shall be (A) in an amount equal to four

83 dollars per hour multiplied by the total number of hours completed by  
 84 each apprentice toward completion of such program, and (B) awarded  
 85 upon completion and notification of completion of such program in the  
 86 income or taxable year in which such completion and notification occur,  
 87 provided the amount of credit allowed for such year with respect to each  
 88 such apprentice may not exceed five thousand dollars or fifty per cent  
 89 of actual wages paid over the first four income years for such  
 90 apprenticeship, whichever is less.

91 (e) For taxable years commencing on or after January 1, 2022, if the  
 92 taxpayer is an S corporation or an entity treated as a partnership for  
 93 federal income tax purposes, the shareholders or partners of such  
 94 taxpayer may claim a credit under this section. If the taxpayer is a single  
 95 member limited liability company that is disregarded as an entity  
 96 separate from its owner, the limited liability company's owner may  
 97 claim a credit under this section.

98 [(d)] (f) For purposes of this section, a qualified apprenticeship  
 99 training program shall require at least four thousand but not more than  
 100 eight thousand hours of apprenticeship training for certification of such  
 101 apprenticeship by the Connecticut State Apprenticeship Council. The  
 102 amount of credit allowed any taxpayer under this section for any  
 103 [income] year may not exceed the amount of tax due from such taxpayer  
 104 under this chapter with respect to such income year.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>January 1, 2022, and applicable to income and taxable years commencing on or after January 1, 2022</i>	12-217g

**Statement of Purpose:**

To extend the apprenticeship training tax credits to affected business entities and to all trades that have registered apprenticeships.

*[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.]*