



General Assembly

February Session, 2024

***Raised Bill No. 251***

LCO No. 68



Referred to Committee on FINANCE, REVENUE AND  
BONDING

Introduced by:  
(FIN)

***AN ACT CONCERNING THE LEGISLATIVE COMMISSIONERS'  
RECOMMENDATIONS FOR TECHNICAL AND OTHER REVISIONS TO  
THE TAX AND RELATED STATUTES.***

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

1 Section 1. Section 12-15 of the 2024 supplement to the general statutes  
2 is repealed and the following is substituted in lieu thereof (*Effective*  
3 *October 1, 2024*):

4 (a) No officer or employee, including any former officer or former  
5 employee, of the state or of any other person who has or had access to  
6 returns or return information in accordance with subdivision (12) of  
7 subsection (b) of this section shall disclose or inspect any return or  
8 return information, except as provided in this section.

9 (b) The commissioner may disclose:

10 (1) [returns] Returns or return information to (A) an authorized  
11 representative of another state agency or office, upon written request by  
12 the head of such agency or office, when required in the course of duty

13 or when there is reasonable cause to believe that any state law is being  
14 violated, or (B) an authorized representative of an agency or office of the  
15 United States, upon written request by the head of such agency or office,  
16 when required in the course of duty or when there is reasonable cause  
17 to believe that any federal law is being violated, provided no such  
18 agency or office shall disclose such returns or return information, other  
19 than in a judicial or administrative proceeding to which such agency or  
20 office is a party pertaining to the enforcement of state or federal law, as  
21 the case may be, in a form which can be associated with, or otherwise  
22 identify, directly or indirectly, a particular taxpayer except that the  
23 names and addresses of jurors or potential jurors and the fact that the  
24 names were derived from the list of taxpayers pursuant to chapter 884  
25 may be disclosed by the Judicial Branch;

26 (2) [returns] Returns or return information to the Auditors of Public  
27 Accounts, when required in the course of duty under chapter 23;

28 (3) [returns] Returns or return information to tax officers of another  
29 state or of a Canadian province or of a political subdivision of such other  
30 state or province or of the District of Columbia or to any officer of the  
31 United States Treasury Department or the United States Department of  
32 Health and Human Services, authorized for such purpose in accordance  
33 with an agreement between this state and such other state, province,  
34 political subdivision, the District of Columbia or department,  
35 respectively, when required in the administration of taxes imposed  
36 under the laws of such other state, province, political subdivision, the  
37 District of Columbia or the United States, respectively, and when a  
38 reciprocal arrangement exists;

39 (4) [returns] Returns or return information in any action, case or  
40 proceeding in any court of competent jurisdiction, when the  
41 commissioner or any other state department or agency is a party, and  
42 when such information is directly involved in such action, case or  
43 proceeding;

44 (5) [returns] Returns or return information to a taxpayer or its

45 authorized representative, upon written request for a return filed by or  
46 return information on such taxpayer;

47 (6) [returns] Returns or return information to a successor, receiver,  
48 trustee, executor, administrator, assignee, guardian or guarantor of a  
49 taxpayer, when such person establishes, to the satisfaction of the  
50 commissioner, that such person has a material interest which will be  
51 affected by information contained in such returns or return information;

52 (7) [information] Information to the assessor or an authorized  
53 representative of the chief executive officer of a Connecticut  
54 municipality, when the information disclosed is limited to (A) a list of  
55 real or personal property that is or may be subject to property taxes in  
56 such municipality, or (B) a list containing the name of each person who  
57 is issued any license, permit or certificate which is required, under the  
58 provisions of this title, to be conspicuously displayed and whose  
59 address is in such municipality;

60 (8) [real] Real estate conveyance tax return information or controlling  
61 interest transfer tax return information to the town clerk or an  
62 authorized representative of the chief executive officer of a Connecticut  
63 municipality to which the information relates;

64 (9) [estate] Estate tax returns and estate tax return information to the  
65 Probate Court Administrator or to the court of probate for the district  
66 within which a decedent resided at the date of the decedent's death, or  
67 within which the commissioner contends that a decedent resided at the  
68 date of the decedent's death or, if a decedent died a nonresident of this  
69 state, in the court of probate for the district within which real estate or  
70 tangible personal property of the decedent is situated, or within which  
71 the commissioner contends that real estate or tangible personal property  
72 of the decedent is situated;

73 (10) [returns] Returns or return information to the (A) Secretary of the  
74 Office of Policy and Management for purposes of subsection (b) of  
75 section 12-7a, and (B) Office of Fiscal Analysis for purposes of, and  
76 subject to the provisions of, subdivision (2) of subsection (f) of section

77 12-7b;

78 (11) [return] Return information to the Jury Administrator or Clerk of  
79 the United States District Court for the District of Connecticut, when the  
80 information disclosed is limited to the names, addresses, federal Social  
81 Security numbers and dates of birth, if available, of residents of this  
82 state, as defined in subdivision (1) of subsection (a) of section 12-701;

83 (12) [returns] Returns or return information to any person to the  
84 extent necessary in connection with the processing, storage,  
85 transmission or reproduction of such returns or return information, and  
86 the programming, maintenance, repair, testing or procurement of  
87 equipment, or the providing of other services, for purposes of tax  
88 administration;

89 (13) [without] Without written request and unless the commissioner  
90 determines that disclosure would identify a confidential informant or  
91 seriously impair a civil or criminal tax investigation, returns and return  
92 information which may constitute evidence of a violation of any civil or  
93 criminal law of this state or the United States to the extent necessary to  
94 apprise the head of such agency or office charged with the responsibility  
95 of enforcing such law, in which event the head of such agency or office  
96 may disclose such return information to officers and employees of such  
97 agency or office to the extent necessary to enforce such law;

98 (14) [names] Names and addresses of operators, as defined in section  
99 12-407, to tourism districts, as defined in section 10-397;

100 (15) [names] Names of each licensed dealer, as defined in section 12-  
101 285, and the location of the premises covered by the dealer's license;

102 (16) [to] To a tobacco product manufacturer that places funds into  
103 escrow pursuant to the provisions of subsection (a) of section 4-28i,  
104 return information of a distributor licensed under the provisions of  
105 chapter 214 or chapter 214a, provided the information disclosed is  
106 limited to information relating to such manufacturer's sales to  
107 consumers within this state, whether directly or through a distributor,

108 dealer or similar intermediary or intermediaries, of cigarettes, as  
109 defined in section 4-28h, and further provided there is reasonable cause  
110 to believe that such manufacturer is not in compliance with section 4-  
111 28i;

112 (17) [returns] Returns or return information to the State Elections  
113 Enforcement Commission, upon written request by said commission,  
114 when necessary to investigate suspected violations of state election  
115 laws;

116 (18) [returns] Returns or return information for purposes of, and  
117 subject to the conditions of, subsection (e) of section 5-240;

118 (19) [to] To the extent allowable under federal law, return  
119 information to another state agency or to support a data request  
120 submitted through CP20 WIN, established in section 10a-57g, in  
121 accordance with the policies and procedures of CP20 WIN for the  
122 purposes of evaluation or research, provided the recipient of such data  
123 enters into a data sharing agreement pursuant to section 4-67aa if such  
124 recipient is not a state agency; and

125 (20) [return] Return information to the Connecticut Health Insurance  
126 Exchange pursuant to section 12-156.

127 (c) Any federal returns or return information made available to the  
128 commissioner in accordance with a written agreement between the  
129 commissioner and the Internal Revenue Service concerning exchange of  
130 information for tax administration purposes, shall not be open to  
131 inspection by or disclosed to any individual or disclosed in any manner  
132 other than as permitted under the provisions of Section 6103 of the  
133 Internal Revenue Code of 1986, or any subsequent corresponding  
134 internal revenue code of the United States, as from time to time  
135 amended.

136 (d) (1) The commissioner may, upon request, verify whether or not  
137 any license, permit or certificate required under the provisions of this  
138 title to be conspicuously displayed has been issued by the commissioner

139 to any particular person.

140 (2) The commissioner may make public the names and municipality  
141 of residence or postal district of persons entitled to tax refunds for  
142 purposes of notifying them when the commissioner, after reasonable  
143 effort and lapse of time, has been unable to locate such persons.

144 (e) The commissioner may refuse to open to inspection or disclose to  
145 any person any returns or return information made available to the  
146 commissioner by any tax officer of another state, a Canadian province  
147 or political subdivision of such other state or province or of the District  
148 of Columbia or by any officer of the United States Treasury Department  
149 or the United States Department of Health and Human Services in  
150 accordance with a written agreement between this state and such other  
151 state, province, political subdivision, the District of Columbia or  
152 department, respectively, which agreement provides that the disclosure  
153 of such returns or return information by the commissioner is prohibited.  
154 In addition, he may refuse to open to inspection or disclosure to any  
155 state or United States agency or office described in subdivision (1) of  
156 subsection (b) of this section, returns or return information unless such  
157 agency or office shall have:

158 (1) Established and maintained, to the satisfaction of the  
159 commissioner, a permanent system of standardized records with  
160 respect to any request, the reason for such request, and the date of such  
161 request made by or of it and any disclosure or inspection of returns or  
162 return information made by or to it;

163 (2) [~~established~~] Established and maintained, to the satisfaction of the  
164 commissioner, a secure area or place in which such returns or return  
165 information shall be stored;

166 (3) [~~restricted~~] Restricted, to the satisfaction of the commissioner,  
167 access to the returns or return information only to persons whose duties  
168 or responsibilities require access and to whom disclosure may be made  
169 under this section or by whom inspection may be made under this  
170 section;

171 (4) [~~provided~~] Provided such other safeguards which the  
172 commissioner prescribes as necessary or appropriate to protect the  
173 confidentiality of the returns or return information;

174 (5) [~~furnished~~] Furnished a report to the commissioner, at such time  
175 and containing such information as the commissioner may prescribe,  
176 which describes the procedures established and utilized by such agency  
177 or office for ensuring the confidentiality of returns and return  
178 information required by this subsection; and

179 (6) [~~upon~~] Upon completion of use of such returns or return  
180 information, returned to the commissioner such returns or return  
181 information, along with any copies made therefrom, or makes such  
182 returns or return information undisclosable in such manner as the  
183 commissioner may prescribe and furnishes a written report to the  
184 commissioner identifying the returns or return information that were  
185 made undisclosable.

186 (f) Returns and return information shall, without written request, be  
187 open to inspection by or disclosure to: (1) Officers and employees of the  
188 Department of Revenue Services whose official duties require such  
189 inspection or disclosure for tax administration purposes; (2) officers or  
190 employees of an agency or office in accordance with subdivision (1) or  
191 (13) of subsection (b) of this section whose official duties require such  
192 inspection; and (3) officers or employees of any person in accordance  
193 with subdivision (12) of subsection (b) of this section, whose duties  
194 require such inspection or disclosure.

195 (g) Any person who violates any provision of this section shall be  
196 fined not more than one thousand dollars or imprisoned not more than  
197 one year, or both.

198 (h) For purposes of this section:

199 (1) "Return" means any tax or information return, declaration of  
200 estimated tax, claim for refund, license application, permit application,  
201 registration application or other application required by, or provided

202 for or permitted under, the provisions of this or any other title which is  
203 filed with the commissioner by, on behalf of, or with respect to any  
204 person, and any amendment or supplement thereto, including  
205 supporting schedules, attachments, or lists which are supplemental to,  
206 or part of, the return so filed.

207 (2) "Return information" means a taxpayer's identity, the nature,  
208 source, or amount of the taxpayer's income, payments, receipts,  
209 deductions, exemptions, credits, assets, liabilities, net worth, tax  
210 liability, tax collected or withheld, tax underreportings, tax  
211 overreportings, or tax payments, whether the taxpayer's return was, is  
212 being, or will be examined or subjected to other investigation or  
213 processing, or any other data received by, recorded by, prepared by,  
214 furnished to, or collected by the commissioner with respect to a return  
215 or with respect to the determination of the existence, or possible  
216 existence, of liability of any person for any tax, penalty, interest, fine,  
217 forfeiture, or other imposition, or offense. "Return information" does not  
218 include data in a form which cannot be associated with, or otherwise  
219 identify, directly or indirectly, a particular taxpayer. Nothing in the  
220 preceding sentence, or in any other provision of law, shall be construed  
221 to require the disclosure of standards used or to be used for the selection  
222 of returns for examination, or data used or to be used for determining  
223 such standards or the disclosure of the identity of a confidential  
224 informant, whether or not a civil or criminal tax investigation has been  
225 undertaken or completed.

226 (3) "Disclosure" means the making known to any person, in any  
227 manner whatever, a return or return information.

228 (4) "Inspection" means any examination of a return or return  
229 information.

230 (5) "Tax administration" means the administration, management,  
231 conduct, direction and supervision of the execution and application of  
232 the tax laws of this state, and the development and formulation of tax  
233 policy relating to existing or proposed tax laws of this state, and includes



234 assessment, collection, enforcement, litigation, publication and  
235 statistical gathering functions under such laws.

236 Sec. 2. Subsection (h) of section 12-62r of the general statutes is  
237 repealed and the following is substituted in lieu thereof (*Effective October*  
238 *1, 2024*):

239 (h) Nothing in this section shall change the assessment of apartment  
240 property created or converted by the Capital Region Development  
241 Authority created pursuant to section [20-601] 32-601. Such apartment  
242 property shall continue to be assessed as residential property.

243 Sec. 3. Subsection (h) of section 12-170aa of the general statutes is  
244 repealed and the following is substituted in lieu thereof (*Effective October*  
245 *1, 2024*):

246 (h) Any person who is the owner of a residential dwelling on leased  
247 land, including any such person who is a sublessee under terms of the  
248 lease agreement applicable to such land, shall be entitled to claim tax  
249 relief under the provisions of this section, subject to all requirements  
250 therein except as provided in this subsection, with respect to property  
251 taxes paid by such person on the assessed value of such dwelling,  
252 provided (1) the dwelling is such person's principal place of residence,  
253 (2) such lease or sublease requires that such person as the lessee or  
254 sublessee, whichever is applicable, pay all property taxes related to the  
255 dwelling, and (3) such lease or sublease is recorded in the land records  
256 of the town.

257 Sec. 4. Subdivision (1) of subsection (d) of section 12-217qq of the  
258 general statutes is repealed and the following is substituted in lieu  
259 thereof (*Effective October 1, 2024*):

260 (d) (1) A qualified small business may apply to the commissioner in  
261 accordance with the provisions of subdivision (2) of this subsection to  
262 exchange any credit allowed under subsection (b) of this section for a  
263 credit refund equal to the value of the credit. Any amount of credit  
264 refunded under this subsection shall be refunded to the qualified small

265 business in accordance with the provisions of this chapter or chapter  
266 207, as applicable. No interest shall be allowed or paid on any amount  
267 of credit refunded under this subsection. Any amount of credit refunded  
268 under this subsection shall be subject to the provisions of section [12-  
269 39h] 12-39g.

270 Sec. 5. Subdivision (5) of subsection (a) of section 12-217zz of the 2024  
271 supplement to the general statutes is repealed and the following is  
272 substituted in lieu thereof (*Effective October 1, 2024*):

273 (5) Notwithstanding the provisions of subdivision (2) of this  
274 subsection, for income years commencing on or after January 1, 2024,  
275 the aggregate amount allowable of tax credits and any remaining credits  
276 available under section 12-217j or 12-217n or subparagraph (B) of  
277 subdivision (4) of subsection (b) of section 12-217x, after tax credits are  
278 utilized in accordance with [said] subdivision (2) of this subsection shall  
279 not exceed seventy per cent of the amount of tax due from such taxpayer  
280 under this chapter with respect to any such income year of the taxpayer  
281 prior to the application of such credit or credits.

282 Sec. 6. Section 12-263x of the general statutes is repealed and the  
283 following is substituted in lieu thereof (*Effective October 1, 2024*):

284 The amount of any tax, penalty, interest or fee, due and unpaid under  
285 the provisions of sections 12-263q to 12-263v, inclusive, may be collected  
286 under the provisions of section 12-35. The warrant [provided under  
287 section 12-35] therein provided for shall be signed by the commissioner  
288 or the commissioner's authorized agent. The amount of any such tax,  
289 penalty, interest or fee shall be a lien on the real estate of the taxpayer  
290 from the last day of the month next preceding the due date of such tax  
291 until such tax is paid. The commissioner may record such lien in the  
292 records of any town in which the real estate of such taxpayer is situated  
293 but no such lien shall be enforceable against a bona fide purchaser or  
294 qualified encumbrancer of such real estate. When any tax or fee with  
295 respect to which a lien has been recorded under the provisions of this  
296 subsection has been satisfied, the commissioner shall, upon request of

297 any interested party, issue a certificate discharging such lien, which  
298 certificate shall be recorded in the same office in which the lien was  
299 recorded. Any action for the foreclosure of such lien shall be brought by  
300 the Attorney General in the name of the state in the superior court for  
301 the judicial district in which the property subject to such lien is situated,  
302 or, if such property is located in two or more judicial districts, in the  
303 superior court for any one such judicial district, and the court may limit  
304 the time for redemption or order the sale of such property or make such  
305 other or further decree as it judges equitable. For purposes of section 12-  
306 39g, a fee under this section shall be treated as a tax.

307 Sec. 7. Subsections (d) to (f), inclusive, of section 12-294 of the general  
308 statutes are repealed and the following is substituted in lieu thereof  
309 (*Effective October 1, 2024*):

310 (d) Failure of the commissioner to mail the notice referred to in  
311 subsection (c) of this section shall release the successor or assignee from  
312 any further obligation to withhold the purchase price as provided in  
313 subsection (b) of this section. The period within which the obligation of  
314 the successor or assignee may be enforced shall commence on the date  
315 the distributor or dealer sells out his or her business or stock of goods  
316 or quits the business or on the date [that] the assessment against such  
317 distributor or dealer becomes final, whichever event occurs later, and  
318 shall end three years after such date.

319 (e) The certificate provided for in subsection (c) of this section may be  
320 issued after the payment of all amounts due under this chapter,  
321 according to the records of the department as of the date of the  
322 certificate, or after the payment of the amounts is secured to the  
323 satisfaction of the commissioner.

324 (f) The obligation of the successor or assignee shall be enforced by  
325 serving a notice of successor liability on the successor or assignee. [The]  
326 Any such notice shall be [served in the manner prescribed under section  
327 12-309 for service of a notice of assessment,] issued not later than three  
328 years after the date the commissioner is notified by the successor or

329 assignee of the purchase of the business or stock of goods. The successor  
330 or assignee may protest the assessment in the manner provided in  
331 section 12-311, as amended by this act. [Sixty days after the date on  
332 which a notice of assessment is mailed, an assessment shall become final  
333 except for any amount as to which the successor or assignee has filed a  
334 written protest with the commissioner, as provided in section 12-311]  
335 Upon the issuance of an order by the commissioner pursuant to section  
336 12-311, as amended by this act, the successor or assignee may appeal  
337 such order in accordance with the provisions of section 12-312.

338 Sec. 8. Subsection (a) of section 12-309 of the general statutes is  
339 repealed and the following is substituted in lieu thereof (*Effective October*  
340 *1, 2024*):

341 (a) (1) Each distributor and each dealer shall keep complete and  
342 accurate records of all cigarettes manufactured, produced, purchased  
343 and sold. Such records shall be of such kind and in such form as the  
344 Commissioner of Revenue Services may prescribe and shall be safely  
345 preserved for three years in such manner as to [insure] ensure  
346 permanency and accessibility for inspection by the commissioner and  
347 [his] the commissioner's authorized agents. The commissioner and [his]  
348 the commissioner's authorized agents may examine the books, papers  
349 and records of any distributor or dealer in this state for the purpose of  
350 determining whether the tax imposed by this chapter has been fully  
351 paid, and may investigate and examine the stock of cigarettes in or upon  
352 any premises where such cigarettes are possessed, stored or sold for the  
353 purpose of determining whether the provisions of this chapter are being  
354 obeyed.

355 (2) If, after an examination of the invoices, books and records of a  
356 licensed distributor or dealer, or if, from any other information obtained  
357 by [him or his] the commissioner or the commissioner's authorized  
358 agents, the commissioner determines that the report of any licensed  
359 distributor or licensed dealer is incorrect, and that the licensed  
360 distributor or licensed dealer has not purchased sufficient stamps to  
361 cover [his] such distributor's or dealer's receipts and sales or other

362 disposition of unstamped cigarettes, [he] the commissioner shall  
363 thereupon assess the deficiency in tax. Such amount shall bear interest  
364 at the rate of one per cent per month or fraction thereof from the date  
365 when the original tax was due and payable. In any case where a licensed  
366 distributor or licensed dealer cannot produce evidence of sufficient  
367 stamp purchases to cover the receipt of unstamped cigarettes, it shall be  
368 presumed that such cigarettes were sold without having the proper  
369 stamps affixed.

370 (3) When it appears that any part of the deficiency for which a  
371 deficiency assessment is made is due to negligence or intentional  
372 disregard of the provisions of this chapter or regulations promulgated  
373 thereunder, there shall be imposed a penalty equal to ten per cent of the  
374 amount of such deficiency assessment, or fifty dollars, whichever is  
375 greater. When it appears that any part of the deficiency for which a  
376 deficiency assessment is made is due to fraud or intent to evade the  
377 provisions of this chapter or regulations promulgated thereunder, there  
378 shall be imposed a penalty equal to twenty-five per cent of the amount  
379 of such deficiency assessment. No taxpayer shall be subject to more than  
380 one penalty under this subsection in relation to the same tax period.

381 (4) The amount of any tax, penalty or interest due and unpaid under  
382 the provisions of this chapter may be collected under the provisions of  
383 section 12-35. The warrant therein provided for shall be signed by the  
384 commissioner or [his] the commissioner's authorized agent. The amount  
385 of any such tax, penalty and interest shall be a lien, from the last day of  
386 the month next preceding the due date of such tax until discharged by  
387 payment, against all real estate of the taxpayer within the state, and a  
388 certificate of such lien signed by the commissioner may be filed for  
389 record in the office of the clerk of any town in which such real estate is  
390 situated, provided no such lien shall be effective as against any bona  
391 fide purchaser or qualified encumbrancer of any interest in any such  
392 property. When any tax with respect to which a lien has been recorded  
393 under the provisions of this section has been satisfied, the  
394 commissioner, upon request of any interested party, shall issue a  
395 certificate discharging such lien, which certificate shall be recorded in

396 the same office in which the lien is recorded. Any action for the  
397 foreclosure of such lien shall be brought by the Attorney General in the  
398 name of the state in the superior court for the judicial district in which  
399 the property subject to such lien is situated, or, if such property is  
400 located in two or more judicial districts, in the superior court for any one  
401 such judicial district, and the court may limit the time for redemption or  
402 order the sale of such property or make such other or further decree as  
403 it judges equitable.

404 Sec. 9. Section 12-311 of the general statutes is repealed and the  
405 following is substituted in lieu thereof (*Effective October 1, 2024*):

406 Any person aggrieved by any action under this chapter of the  
407 commissioner or [his] the commissioner's authorized agent, for which  
408 hearing is not elsewhere provided, may apply to the commissioner for  
409 a hearing, in writing, [within] not later than sixty days after the notice  
410 of such action is delivered or mailed to [him, for a hearing] such person,  
411 setting forth the reasons why such hearing should be granted and the  
412 manner of relief sought. The commissioner shall promptly consider each  
413 such application and may grant or deny the hearing requested. If the  
414 hearing is denied, the applicant shall be notified thereof forthwith; if it  
415 is granted, the commissioner shall notify the applicant of the time and  
416 place fixed for such hearing. After such hearing, the commissioner may  
417 make such order in the premises as appears to [him] the commissioner  
418 just and lawful and shall furnish a copy of such order to the applicant.  
419 The commissioner may, by notice in writing, at any time, order a hearing  
420 on [his] the commissioner's own initiative and require the taxpayer or  
421 any other individual whom [he] the commissioner believes to be in  
422 possession of information concerning any manufacture, importation or  
423 sale of cigarettes [which] that have escaped taxation to appear before  
424 [him or his] the commissioner or the commissioner's authorized agent  
425 with any specific books of account, papers or other documents, for  
426 examination relative thereto.

427 Sec. 10. Subdivision (5) of subsection (e) of section 12-410 of the  
428 general statutes is repealed and the following is substituted in lieu

429 thereof (*Effective October 1, 2024*):

430 (5) For purposes of subdivision (1) of this subsection, the sale of  
431 services described in subdivision (37) of subsection (a) of section 12-407  
432 shall be considered a sale for resale if such services are subsequently  
433 resold as an integral, inseparable component part of digital goods sold  
434 by the purchaser of the services to an ultimate consumer of the digital  
435 goods. The purchaser of the services described in subdivision (37) of  
436 subsection (a) of section 12-407 for resale shall maintain, in such form as  
437 the commissioner requires, records that substantiate: (A) From whom  
438 the services described in subdivision (37) of subsection (a) of section 12-  
439 407 were purchases and to whom the digital goods were sold, licensed,  
440 or leased, (B) the purchase prices of the services described in subdivision  
441 (37) of subsection (a) of section 12-407, and (C) the nature of the  
442 transaction with the ultimate consumer.

443 Sec. 11. Subdivision (1) of subsection (a) of section 12-418 of the  
444 general statutes is repealed and the following is substituted in lieu  
445 thereof (*Effective October 1, 2024*):

446 (a) (1) Any person against whom an assessment or a reassessment is  
447 made under section 12-414a, 12-415, 12-416 or 12-424 or any person  
448 directly interested may file a written protest not later than sixty days  
449 after service upon such person of notice thereof. If a [petition for  
450 reassessment] written protest is not filed within the sixty-day period,  
451 the assessment or reassessment becomes final at the expiration of the  
452 period.

453 Sec. 12. Subsection (f) of section 12-699 of the 2024 supplement to the  
454 general statutes is repealed and the following is substituted in lieu  
455 thereof (*Effective October 1, 2024*):

456 (f) (1) Each person that is subject to the tax imposed under chapter  
457 229 and is a member of an affected business entity shall be entitled to a  
458 credit against the tax imposed under said chapter, other than the [tax]  
459 liability imposed [under] by section 12-707. Such credit shall be in an  
460 amount equal to such person's direct and indirect share of the tax due

461 and paid under this section by any affected business entity of which  
462 such person is a member multiplied by eighty-seven and one-half per  
463 cent. If the amount of the credit allowed pursuant to this subdivision  
464 exceeds such person's tax liability for the tax imposed under said  
465 chapter, the commissioner shall treat such excess as an overpayment  
466 and, except as provided in section 12-739 or 12-742, shall refund the  
467 amount of such excess, without interest, to such person.

468 (2) Each person that is subject to the tax imposed under chapter 229  
469 as a resident or a part-year resident of this state and is a member of an  
470 affected business entity shall also be entitled to a credit against the tax  
471 imposed under said chapter, other than the [tax] liability imposed  
472 [under] by section 12-707, for such person's direct and indirect share of  
473 taxes paid to another state of the United States or the District of  
474 Columbia, on income of any affected business entity of which such  
475 person is a member that is derived therefrom, provided the taxes paid  
476 to another state of the United States or the District of Columbia results  
477 from a tax that is substantially similar to the tax imposed under this  
478 section. Any such credit shall be calculated in a manner consistent with  
479 the provisions of section 12-704.

480 Sec. 13. Subdivisions (7) and (8) of section 7-425 of the 2024  
481 supplement to the general statutes are repealed and the following is  
482 substituted in lieu thereof (*Effective October 1, 2024*):

483 (7) "Fund" [and] or "fund B" means the Connecticut Municipal  
484 Employees' Retirement Fund B;

485 (8) "Continuous service" [and] or "service" means active service as a  
486 member, or active service prior to becoming a member if such service  
487 (A) was in a department for which participation was subsequently  
488 accepted and not subsequently withdrawn, (B) was continuous to the  
489 date of becoming a member except service for which credit is granted  
490 pursuant to section 7-436a, and (C) would have been as a member if the  
491 department had then been participating, all subject to the provisions of  
492 section 7-434;



493 Sec. 14. Subsection (c) of section 7-436 of the 2024 supplement to the  
494 general statutes is repealed and the following is substituted in lieu  
495 thereof (*Effective October 1, 2024*):

496 (c) On and after January 1, 2002, except as provided in subsection (h)  
497 of this section, the following formula shall be used for the purpose of  
498 calculating the monthly allowance of each member covered by the Old  
499 Age and Survivors Insurance System on the first of the month after such  
500 member attains the age at which such member first becomes eligible to  
501 receive Social Security benefits or qualifies for a Social Security  
502 disability award, if earlier: One-twelfth of one and one-half per cent of  
503 such member's average annual pay for the three highest-paid years of  
504 service up to the breakpoint for the year in which such member  
505 separated from service, plus one-twelfth of two per cent of such  
506 member's final average annual pay in excess of the breakpoint for the  
507 year in which such member separated from service, multiplied by such  
508 member's years of retirement credit and fractions thereof. Such  
509 allowance shall be reduced in recognition of any optional form of  
510 retirement income elected in accordance with section 7-439g. For the  
511 purposes of this section, "breakpoint" has the same meaning as "year's  
512 breakpoint" as provided in section 5-192f.

513 Sec. 15. Subparagraph (G) of subdivision (1) of subsection (b) of  
514 section 7-439b of the 2024 supplement to the general statutes is repealed  
515 and the following is substituted in lieu thereof (*Effective October 1, 2024*):

516 (G) Each member of the Municipal Employees' Retirement Fund who  
517 retires on or after July 1, 2029, shall receive a cost of living adjustment  
518 beginning on the first July first following the completion of twelve  
519 months of retirement and on each subsequent July first. If the national  
520 consumer price index for urban wage earners and clerical workers  
521 increases by two per cent or less for the twelve-month period  
522 immediately preceding any such adjustment, such adjustment shall  
523 equal the actual percentage change in such index. If the national  
524 consumer price index for urban wage earners and clerical workers  
525 increases by more than two per cent for the twelve-month period

526 immediately preceding any such adjustment, such adjustment shall be  
527 equal to the higher of [(1)] (i) two per cent, or [(2)] (ii) sixty per cent of  
528 the amount of such increase for the first six per cent plus seventy-five  
529 per cent of the amount of such increase over six per cent, provided any  
530 such adjustment shall not exceed seven and one-half per cent. In the  
531 event a member who retires on or after July 1, 2029, becomes deceased,  
532 such cost of living adjustment shall be applied to the allowance of the  
533 annuitant, if any.

534 Sec. 16. Subdivision (2) of subsection (m) of section 45a-107 of the  
535 general statutes is repealed and the following is substituted in lieu  
536 thereof (*Effective October 1, 2024*):

537 (2) If a tax return or a copy of a tax return required under  
538 subparagraph (D) of subdivision (3) of subsection (b) of section 12-392  
539 is not filed with a Probate Court by the due date for such return or copy  
540 under subdivision (1) of subsection (b) of section 12-392 or by the date  
541 an extension under subdivision [(4)] (6) of subsection (b) of section 12-  
542 392 expires, the fees that would have been due under this section if such  
543 return or copy had been filed by such due date or expiration date shall  
544 bear interest at the rate of one-half of one per cent per month or portion  
545 thereof from the date that is thirty days after such due date or expiration  
546 date, whichever is later, until paid. If a return or copy is filed with a  
547 Probate Court on or before such due date or expiration date, whichever  
548 is later, the fees assessed shall bear interest as provided in subdivision  
549 (1) of this subsection. No interest shall accrue under this subdivision on  
550 any portion of the fees that are based on damages recovered for injuries  
551 resulting in death;

552 Sec. 17. Subsection (a) of section 1-2a of the general statutes is  
553 repealed and the following is substituted in lieu thereof (*Effective from*  
554 *passage*):

555 (a) For purposes of sections 1-206, [3-114i,] 4-147, 9-23g, 9-153b, 9-311,  
556 9-608, 10-183g, 12-146, 20-429, 31-241, 31-248, 31-249a, 33-603, 33-663, 33-  
557 929, 33-1003, 33-1053, 33-1219, 38a-716 and 42-243 (1) any reference to

558 the United States mail or a postmark shall be treated as including a  
559 reference to any delivery service designated by the Secretary of the  
560 Treasury of the United States pursuant to Section 7502 of the Internal  
561 Revenue Code of 1986, or any subsequent corresponding internal  
562 revenue code of the United States, as from time to time amended, (2)  
563 any reference to a postmark made by the United States Postal Service  
564 shall be treated as including a reference to any date recorded or marked  
565 in the manner described in said Section 7502 of said Internal Revenue  
566 Code by a designated delivery service, and (3) any equivalent of  
567 registered or certified mail designated by the Secretary of the Treasury  
568 of the United States pursuant to said Section 7502 of said Internal  
569 Revenue Code shall be included within the meaning of registered or  
570 certified mail.

571       Sec. 18. Section 17b-10b of the general statutes is repealed and the  
572 following is substituted in lieu thereof (*Effective from passage*):

573       The Commissioner of Social Services, pursuant to section 17b-10, may  
574 implement policies and procedures necessary to administer the  
575 provisions of sections [3-114r,] 17b-321, 17b-340a and 17b-340b, while in  
576 the process of adopting such policies and procedures in regulation form,  
577 provided the commissioner prints notice of intent to adopt regulations  
578 in the Connecticut Law Journal not later than twenty days after the date  
579 of implementation. Such policies and procedures shall remain valid for  
580 three years following the date of publication in the Connecticut Law  
581 Journal unless otherwise provided for by the General Assembly.  
582 Notwithstanding the time frames established in subsection (c) of section  
583 17b-10, the commissioner shall submit such policies and procedures in  
584 proposed regulation form to the legislative regulation review committee  
585 not later than three years following the date of publication of its intent  
586 to adopt regulations as provided for in this subsection. In the event that  
587 the commissioner is unable to submit proposed regulations prior to the  
588 expiration of the three-year time period as provided for in this  
589 subsection, the commissioner shall submit written notice, not later than  
590 thirty-five days prior to the date of expiration of such time period, to the  
591 legislative regulation review committee and the joint standing

592 committees of the General Assembly having cognizance of matters  
 593 relating to human services and appropriations and the budgets of state  
 594 agencies indicating that the department will not be able to submit the  
 595 proposed regulations on or before such date and shall include in such  
 596 notice (1) the reasons why the department will not submit the proposed  
 597 regulations by such date, and (2) the date by which the department will  
 598 submit the proposed regulations. The legislative regulation review  
 599 committee may require the department to appear before the committee  
 600 at a time prescribed by the committee to further explain such reasons  
 601 and to respond to any questions by the committee about the policy. The  
 602 legislative regulation review committee may request the joint standing  
 603 committee of the General Assembly having cognizance of matters  
 604 relating to human services to review the department's policy, the  
 605 department's reasons for not submitting the proposed regulations by the  
 606 date specified in this section and the date by which the department will  
 607 submit the proposed regulations. Said joint standing committee may  
 608 review the policy, such reasons and such date, may schedule a hearing  
 609 thereon and may make a recommendation to the legislative regulation  
 610 review committee.

611 Sec. 19. Sections 3-114i and 3-114p to 3-114r, inclusive, of the general  
 612 statutes are repealed. (*Effective from passage*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	October 1, 2024	12-15
Sec. 2	October 1, 2024	12-62r(h)
Sec. 3	October 1, 2024	12-170aa(h)
Sec. 4	October 1, 2024	12-217qq(d)(1)
Sec. 5	October 1, 2024	12-217zz(a)(5)
Sec. 6	October 1, 2024	12-263x
Sec. 7	October 1, 2024	12-294(d) to (f)
Sec. 8	October 1, 2024	12-309(a)
Sec. 9	October 1, 2024	12-311
Sec. 10	October 1, 2024	12-410(e)(5)
Sec. 11	October 1, 2024	12-418(a)(1)
Sec. 12	October 1, 2024	12-699(f)

Sec. 13	<i>October 1, 2024</i>	7-425(7) and (8)
Sec. 14	<i>October 1, 2024</i>	7-436(c)
Sec. 15	<i>October 1, 2024</i>	7-439b(b)(1)(G)
Sec. 16	<i>October 1, 2024</i>	45a-107(m)(2)
Sec. 17	<i>from passage</i>	1-2a(a)
Sec. 18	<i>from passage</i>	17b-10b
Sec. 19	<i>from passage</i>	Repealer section

**FIN**      *Joint Favorable*