

## Revenue Impact of Policy Changes (in millions)

### General Fund

Enacting Authority	Policy Change	FY 16 \$	FY 17 \$	FY 18 \$	FY 19 \$	FY 20 \$
<b>Personal Income Tax</b>						
Sec. 65 of PA 15-244	Increase, from 50% to 100%, the Income Tax exemption for military retirement pay.	(6.0)	(4.0)	(4.0)	(4.0)	(4.0)
Sec. 66 of PA 15-244	Establish a new top marginal rate of 6.99% in the Income Tax for those tax filers with CT Adjusted Gross Incomes over certain thresholds. Increase the current Top Marginal Rate to 6.9%.	151.5	137.9	146.3	156.5	169.1
Secs. 67-68 of PA 15-244	Delay the scheduled increase in the personal exemption for Single Filers of the Income Tax from \$14,500 to \$15,000.	10.8	-	-	-	-
Sec. 70 of PA 15-244	Reduce Property Tax Credit phase out thresholds for the credit in FY 16. Reduce the credit from \$300 to \$200 in FY 17.	13.0	25.0	25.0	25.0	25.0
<b>Subtotal</b>		<b>169.3</b>	<b>158.9</b>	<b>167.3</b>	<b>177.5</b>	<b>190.1</b>
<b>Sales and Use Tax</b>						
Sec. 71 of PA 15-244	Reduce, from \$300 to \$100, the per-item exemption from the Sales and Use Tax during the "Sales Tax Free Week."	1.0	1.0	1.0	1.1	1.1
Secs. 72-73 of PA 15-244	Increase the Luxury Sales and Use Tax from 7.0% to 7.75%.	6.2	6.4	6.6	6.9	7.1
Sec. 74 of PA 15-244, as amended by Sec. 132 of PA 15-5 JSS	Establish a municipal share of the Sales and Use Tax. The rate is 0.3% effective 1/1/16, 0.4% effective 5/1/17, and 0.5% effective 7/1/17 and thereafter.	(105.7)	(221.9)	(361.6)	(375.0)	(388.5)
Sec. 74 of PA 15-244, as amended by Sec. 132 of PA 15-5 JSS	Establish a transportation share of the Sales and Use Tax. The rate is 0.3% effective 10/1/15, 0.4% effective 10/1/16, and 0.5% effective 7/1/17 and thereafter.	(158.6)	(260.6)	(361.6)	(375.0)	(388.5)
Sec. 74 of PA 15-244	Eliminate FY 17 Regional Performance Incentive Account Diversion.	-	10.0	-	-	-
Secs. 74-76 of PA 15-244, as amended by Secs. 132-134 of PA 15-5 JSS	Extend Sales and Use Tax to World Wide Web Services at 1.0% effective 10/1/15.	7.8	10.8	11.2	11.6	12.0

Enacting Authority	Policy Change	FY 16 \$	FY 17 \$	FY 18 \$	FY 19 \$	FY 20 \$
Sec. 75 of PA 15-244, as amended by Sec. 136 of PA 15-5 JSS	Extend the Sales and Use Tax to car wash services.	6.8	6.8	7.1	7.3	7.6
Secs. 75 and 77 of PA 15-244, as amended by Sec. 135 of PA 15-5 JSS	Repeal Sales Tax Exemption for certain Motor Vehicle Parking, except maintain the exemption for employer-owned lots.	5.1	5.1	5.3	5.6	5.8
Secs. 78-80 of PA 15-244	Authorize certain entities to sell sealed containers of draught beer i.e. "growlers", which is anticipated to increase the volume of beer consumed.	1.6	1.6	1.7	1.8	1.8
Secs. 81-82 of PA 15-244	Increase the number of allowable alcoholic beverage retail permits. Extend permissible sale hours for alcoholic beverage retail permittees.	0.5	0.5	0.5	0.5	0.5
Secs. 176-180 of PA 15-244	Increase the tax on cigarettes by \$0.25 in FY 16 and \$0.50 in FY 17. Implement a floor tax on cigarettes.	0.2	0.4	0.4	0.4	0.4
Sec. 219 of PA 15-244	Eliminate the Sales and Use Tax exemption for clothing and footwear costing less than \$50.	136.8	142.6	148.0	153.5	159.2
Sec. 219 of PA 15-244	Repeal the Sales Tax Exemption for Water Companies.	4.0	4.0	4.0	4.0	4.0
<b>Subtotal</b>		<b>(94.3)</b>	<b>(293.3)</b>	<b>(537.4)</b>	<b>(557.3)</b>	<b>(577.4)</b>
<b>Corporation Tax</b>						
Secs. 83-84 of PA 15-244	Extend the 20% surcharge on the Corporate Income Tax for certain filers and phase out the surcharge after the FY 16 and FY 17 Biennium.	44.4	75.0	52.5	15.0	0.0
Sec. 87 of PA 15-244, as amended by Sec. 482 of PA 15-5 JSS	Limit the use of loss carryforwards against the Corporate Income Tax to 50% of net income in any income year when computing the amount of tax due.	156.3	90.1	90.1	90.1	90.1
Sec. 88 of PA 15-244	Lower, from 70% to 50.01%, the maximum percentage to which tax credits may be used against the total liability under the Corporate Income Tax.	42.5	34.0	34.0	34.0	34.0
Secs. 138-163 of PA 15-244, as amended by Secs. 139-153 of PA 15-5 JSS	Establish Mandatory Combined Reporting effective 1/1/16.	14.9	23.7	23.7	23.7	23.7
<b>Subtotal</b>		<b>258.1</b>	<b>222.8</b>	<b>200.3</b>	<b>162.8</b>	<b>147.8</b>

Enacting Authority	Policy Change	FY 16 \$	FY 17 \$	FY 18 \$	FY 19 \$	FY 20 \$
<b>Inheritance and Estate Tax</b>						
Sec. 174-175 of PA 15-244	Create a \$20 million lifetime cap on total Unified Gift and Estate tax liability.	(4.0)	(8.0)	(8.0)	(8.0)	(8.0)
<b>Subtotal</b>		<b>(4.0)</b>	<b>(8.0)</b>	<b>(8.0)</b>	<b>(8.0)</b>	<b>(8.0)</b>
<b>Insurance Companies Tax</b>						
Sec. 85 of PA 15-244	Delay the scheduled expiration of the two lower tiers of caps on credit utilization against the Insurance Premiums Tax.	18.7	18.7	-	-	-
Sec. 86 of PA 15-244	Delay the scheduled expiration of the moratorium on the issuance of new film tax credits, which may be applied to the Insurance Premiums Tax.	4.0	4.0	-	-	-
<b>Subtotal</b>		<b>22.7</b>	<b>22.7</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Cigarettes Tax</b>						
Secs. 176-180 of PA 15-244	Increase the tax on cigarettes by \$0.25 in FY 16 and \$0.50 in FY 17.	21.7	40.0	37.6	35.3	33.2
Secs. 176-180 of PA 15-244	Implement a floor tax on cigarettes.	2.8	2.8	-	-	-
<b>Subtotal</b>		<b>24.5</b>	<b>42.8</b>	<b>37.6</b>	<b>35.3</b>	<b>33.2</b>
<b>Oil Companies Tax</b>						
Sec. 91 of PA 15-244	Transfer all Oil Companies Tax to the Special Transportation Fund.	-	-	(7.1)	(41.0)	(58.1)
<b>Subtotal</b>		<b>-</b>	<b>-</b>	<b>(7.1)</b>	<b>(41.0)</b>	<b>(58.1)</b>
<b>Alcoholic Beverages Tax</b>						
Secs. 78-80 of PA 15-244	Authorize certain entities to sell sealed containers of draught beer i.e. "growlers", which is anticipated to increase the volume of beer consumed.	0.2	0.2	0.2	0.2	0.2
Secs. 81-82 of PA 15-244	Increase the number of allowable alcoholic beverage retail permits. Extends permissible sale hours for alcoholic beverage retail permittees.	0.3	0.3	0.3	0.3	0.3
<b>Subtotal</b>		<b>0.5</b>	<b>0.5</b>	<b>0.5</b>	<b>0.5</b>	<b>0.5</b>
<b>Admissions and Dues Tax</b>						
Sec. 216 of PA 15-244	Exempt Harbor Yard in Bridgeport from the Admissions and Dues tax.	(0.4)	(0.4)	-	-	-
<b>Subtotal</b>		<b>(0.4)</b>	<b>(0.4)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Health Provider Tax</b>						
No legislation required	Increase Hospital Tax Rate to 6% and update the base to FFY 13 Revenues.	207.0	207.0	207.0	207.0	207.0

Enacting Authority	Policy Change	FY 16 \$	FY 17 \$	FY 18 \$	FY 19 \$	FY 20 \$
Sec. 89 of PA 15-244	Limit the use of tax credits against a liability under the Hospital Tax to 50.01% of the total.	2.8	2.8	2.8	2.8	2.8
Sec. 172 of PA 15-244, as amended by Sec. 130 of PA 15-5 JSS	Establish a provider tax of 6% on ambulatory surgical centers.	15.0	20.0	20.1	20.2	20.3
<b>Subtotal</b>		<b>224.8</b>	<b>229.8</b>	<b>229.9</b>	<b>230.0</b>	<b>230.1</b>
<b>Miscellaneous Tax</b>						
Sec. 107 of PA 15-244	Limit the applicability of the rental surcharge to people or businesses generating at least 51% of their total annual revenue from rentals.	(0.1)	(0.1)	(0.1)	(0.1)	(0.1)
<b>Subtotal</b>		<b>(0.1)</b>	<b>(0.1)</b>	<b>(0.1)</b>	<b>(0.1)</b>	<b>(0.1)</b>
<b>Earned Income Tax Credit</b>						
Sec. 69 of PA 15-244	Delay the scheduled restoration of the state's Earned Income Tax Credit (EITC) rate to 30% from 27.5% of the federal EITC.	11.0	11.0	-	-	-
<b>Subtotal</b>		<b>11.0</b>	<b>11.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Refund of Taxes</b>						
Sec. 70 of PA 15-244	Reduce Property Tax Credit phase out thresholds for the credit in FY 16. Reduce the credit from \$300 to \$200 in FY 17.	39.0	75.0	75.0	75.0	75.0
<b>Subtotal</b>		<b>39.0</b>	<b>75.0</b>	<b>75.0</b>	<b>75.0</b>	<b>75.0</b>
<b>Total Taxes</b>		<b>651.1</b>	<b>461.7</b>	<b>158.0</b>	<b>74.8</b>	<b>33.1</b>
<b>Transfers - Special Revenue</b>						
Secs. 103-106 of PA 15-244, as amended by Sec. 138 of PA 15-5 JSS	Authorize Keno Gaming.	13.6	30.0	30.0	30.0	30.0
<b>Subtotal</b>		<b>13.6</b>	<b>30.0</b>	<b>30.0</b>	<b>30.0</b>	<b>30.0</b>
<b>Licenses, Permits, and Fees</b>						
Secs. 99-102 and 221 of PA 15-244	Transfer Palliative Use of Marijuana to General Fund.	0.6	0.6	0.6	0.6	0.6
Secs. 108-11 of PA 15-244	Require manufacturers and sellers of electronic nicotine delivery devices to register with the Department of Consumer Protection and annually renew their registration accompanied by fees.	2.0	1.6	1.6	1.6	1.6
Sec. 217 of PA 15-244	Create a swimming pool installer license.	0.1	0.1	0.1	0.1	0.1
<b>Subtotal</b>		<b>2.7</b>	<b>2.3</b>	<b>2.3</b>	<b>2.3</b>	<b>2.3</b>

Enacting Authority	Policy Change	FY 16 \$	FY 17 \$	FY 18 \$	FY 19 \$	FY 20 \$
<b>Miscellaneous Revenue</b>						
Sec. 170 of PA 15-244	Adjust reimbursement rates for resident state trooper costs to 85%.	2.5	2.5	2.5	2.5	2.5
<b>Subtotal</b>		<b>2.5</b>	<b>2.5</b>	<b>2.5</b>	<b>2.5</b>	<b>2.5</b>
<b>Total Other Revenue</b>		<b>18.8</b>	<b>34.8</b>	<b>34.8</b>	<b>34.8</b>	<b>34.8</b>
<b>Federal Grants</b>						
Sec. 1 of PA 15-244	Revenue loss resulting from expenditure changes.	(13.2)	(14.0)	(14.5)	(15.0)	(15.5)
Sec. 1 of PA 15-244	Net Appropriate HUSKY B.	(27.1)	(31.9)	(33.8)	(35.9)	(30.6)
<b>Subtotal</b>		<b>(40.4)</b>	<b>(45.9)</b>	<b>(48.3)</b>	<b>(50.9)</b>	<b>(46.2)</b>
<b>Transfer from Tobacco Settlement</b>						
Sec. 90 of PA 15-244	Divert Tobacco Settlement Funds from Preschool Expansion.	5.0	5.0	-	-	-
Sec. 90 of PA 15-244	Divert the scheduled transfers from the Tobacco Settlement Fund to the Tobacco Health Trust Fund during the FY 16 and FY 17 Biennium.	12.0	12.0	6.0	6.0	6.0
<b>Subtotal</b>		<b>17.0</b>	<b>17.0</b>	<b>6.0</b>	<b>6.0</b>	<b>6.0</b>
<b>Transfers From/To Other Funds</b>						
No legislation required	Amortize the Accumulative GAAP Deficit.	(47.6)	(47.6)	(47.6)	(47.6)	(47.6)
Sec. 92 of PA 15-244	Eliminate Scheduled Transfer from the General Fund to the Special Transportation Fund.	152.8	162.8	162.8	162.8	162.8
Sec. 93 of PA 15-244	Divert Revenue from the Community Investment Act Account.	6.8	13.5	-	-	-
Secs. 94-95 of PA 15-244	Divert revenue from the Connecticut Health and Educational Facilities Authority.	3.5	3.5	-	-	-
Secs. 96-97 of PA 15-244	Transfer funds from the Public, Educational and Governmental Programming and Education Technology Investment Account (PEGPETIA).	4.2	4.3	-	-	-
Sec. 98 of PA 15-244	Permanently diverts 3/5 revenue from the Municipal Video Competition Account.	3.0	3.0	3.0	3.0	3.0
Sec. 173 of PA 15-244	Credit Resources of the General Fund from FY 16 to FY 17.	(25.0)	25.0	-	-	-
Secs. 181-182 of PA 15-244	Transfer funds from the resources of the Banking Fund.	7.0	7.0	-	-	-
Secs. 220 and 223 of PA 15-244	Eliminate the scheduled one-time transfer from the Resources of the General Fund to Municipal Revenue Sharing Account.	12.7	-	-	-	-

Enacting Authority	Policy Change	FY 16 \$	FY 17 \$	FY 18 \$	FY 19 \$	FY 20 \$
Sec. 131 of PA 15-5 JSS	Transfer funds from the Citizens' Election Fund.	-	7.8	-	-	-
<b>Subtotal</b>		<b>117.4</b>	<b>179.3</b>	<b>118.2</b>	<b>118.2</b>	<b>118.2</b>
<b>Transfers to the Resources of the Special Transportation Fund</b>						
Sec. 91 of PA 15-244	Eliminate the provision to hold the Special Transportation Fund harmless with respect to the Oil Companies Tax revenue as of July 1, 2015.	38.2	17.6	-	-	-
<b>Subtotal</b>		<b>38.2</b>	<b>17.6</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Total Other Sources</b>		<b>132.2</b>	<b>168.0</b>	<b>75.9</b>	<b>73.3</b>	<b>78.0</b>
<b>GRAND TOTAL</b>		<b>802.1</b>	<b>664.4</b>	<b>268.7</b>	<b>182.8</b>	<b>145.9</b>

### Special Transportation Fund

Enacting Policy	Policy	FY 16 \$	FY 17 \$	FY 18 \$	FY 19 \$	FY 20 \$
<b>Oil Companies</b>						
Sec. 91 of PA 15-244	Transfer all Oil Companies Tax to the Special Transportation Fund.	-	-	7.1	41.0	58.1
<b>Subtotal</b>		<b>-</b>	<b>-</b>	<b>7.1</b>	<b>41.0</b>	<b>58.1</b>
<b>Sales and Use Tax</b>						
Sec. 74 of PA 15-244, as amended by Sec. 132 of PA 15-5 JSS	Establish a transportation share of the Sales and Use Tax. The rate is 0.3% effective 10/1/15, 0.4% effective 10/1/16, and 0.5% effective 7/1/17 and thereafter.	158.6	260.6	361.6	375.0	388.5
<b>Subtotal</b>		<b>158.6</b>	<b>260.6</b>	<b>361.6</b>	<b>375.0</b>	<b>388.5</b>
<b>Transfers From/To Other Funds</b>						
Sec. 92 of PA 15-244	Eliminate Scheduled Transfer from the General Fund to the Special Transportation Fund.	(152.8)	(162.8)	(162.8)	(162.8)	(162.8)
<b>Subtotal</b>		<b>(152.8)</b>	<b>(162.8)</b>	<b>(162.8)</b>	<b>(162.8)</b>	<b>(162.8)</b>
<b>Transfers from the Resources of the Special Transportation Fund</b>						
Sec. 91 of PA 15-244	Eliminate the provision to hold the Special Transportation Fund harmless with respect to the Oil Companies Tax revenue as of July 1, 2015.	(38.2)	(17.6)	-	-	-
<b>Subtotal</b>		<b>(38.2)</b>	<b>(17.6)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>GRAND TOTAL</b>		<b>(32.4)</b>	<b>80.2</b>	<b>205.9</b>	<b>253.2</b>	<b>283.8</b>

## Banking Fund

Enacting Policy	Policy	FY 16 \$	FY 17 \$	FY 18 \$	FY 19 \$	FY 20 \$
Secs. 181-182 of PA 15-244	Transfer funds from the resources of the Banking Fund.	(7.0)	(7.0)	-	-	-
<b>GRAND TOTAL</b>		<b>(7.0)</b>	<b>(7.0)</b>	<b>-</b>	<b>-</b>	<b>-</b>

## Other Significant Revenue Policies - Non-appropriated Funds

### Municipal Revenue Sharing Account

Enacting Policy	Policy	FY 16 \$	FY 17 \$	FY 18 \$	FY 19 \$	FY 20 \$
Sec. 74 of PA 15-244, as amended by Sec. 132 of PA 15-5 JSS	Establish a municipal share of the Sales and Use Tax. The rate is 0.3% effective 1/1/16, 0.4% effective 5/1/17, and 0.5% effective 7/1/17 and thereafter.	158.6	260.6	361.6	375.0	388.5
<b>GRAND TOTAL</b>		<b>158.6</b>	<b>260.6</b>	<b>361.6</b>	<b>375.0</b>	<b>388.5</b>

### Probate Court Administration Fund

Enacting Policy	Policy	FY 16 \$	FY 17 \$	FY 18 \$	FY 19 \$	FY 20 \$
Secs. 447-458 and 522 of PA 15-5 JSS	Increases the probate estate fees and establish various new fees.	9.0	11.0	11.0	11.0	11.0
<b>GRAND TOTAL</b>		<b>9.0</b>	<b>11.0</b>	<b>11.0</b>	<b>11.0</b>	<b>11.0</b>

## Professional Assistance Program Account - Department of Public Health

Enacting Policy	Policy	FY 16 \$	FY 17 \$	FY 18 \$	FY 19 \$	FY 20 \$
Secs. 112-137 of PA 15-244, as amended by Secs. 474-479 of PA 15-5 JSS	Increase by \$5 license renewal fees to fund the professional assistance program for DPH-regulated professionals.	0.6	0.7	0.7	0.7	0.7
<b>GRAND TOTAL</b>		<b>0.6</b>	<b>0.7</b>	<b>0.7</b>	<b>0.7</b>	<b>0.7</b>