



House Bill No. 6802

June Special Session, Public Act No. 09-3

AN ACT CONCERNING EXPENDITURES AND REVENUE FOR THE BIENNIUM ENDING JUNE 30, 2011.

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

Section 1. (*Effective from passage*) The following sums are appropriated for the annual period as indicated for the purposes described.

GENERAL FUND

2009-2010

\$

LEGISLATIVE

LEGISLATIVE MANAGEMENT

Personal Services	43,709,641
Other Expenses	16,890,317
Equipment	984,500
Flag Restoration	50,000
Minor Capital Improvements	1,200,000
Interim Salary/Caucus Offices	567,500
Redistricting	200,000
Connecticut Academy of Science and Engineering	100,000
Old State House	575,000

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internal revenue code of the United States, as from time to time amended; (12) deeds made by a corporation which is exempt from taxation pursuant to paragraph (3) of Section 501(c) of the Internal Revenue Code of 1986, or any subsequent corresponding internal revenue code of the United States, as from time to time amended, to any corporation which is exempt from taxation pursuant to said paragraph (3) of said Section 501(c); (13) deeds made to any nonprofit organization which is organized for the purpose of holding undeveloped land in trust for conservation or recreation purposes; (14) deeds between spouses; (15) deeds of property for the Adriaen's Landing site or the stadium facility site, for purposes of the overall project, each as defined in section 32-651; (16) land transfers made on or after July 1, 1998, to a water company, as defined in section 16-1, provided the land is classified as class I or class II land, as defined in section 25-37c, after such transfer; (17) transfers or conveyances to effectuate a mere change of identity or form of ownership or organization, where there is no change in beneficial ownership; and (18) conveyances of residential property which occur not later than six months after the date on which the property was previously conveyed to the transferor if the transferor is (A) an employer which acquired the property from an employee pursuant to an employee relocation plan, or (B) an entity in the business of purchasing and selling residential property of employees who are being relocated pursuant to such a plan.

Sec. 115. (NEW) (*Effective from passage*) The Commissioner of Revenue Services shall revise the personal income tax return form to include in such form a statement of the rate of the use tax imposed pursuant to section 12-411 of the general statutes, and a table listing the amount of tax due that corresponds to the amount spent.

Sec. 116. Subsection (g) of section 12-391 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective*

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January 1, 2010, and applicable to estates of decedents who die on or after said date):

(g) (1) With respect to the estates of decedents dying on or after January 1, 2005, but prior to January 1, 2010, the tax based on the Connecticut taxable estate shall be as provided in the following schedule:

Amount of Connecticut Taxable Estate	Rate of Tax
Not over \$2,000,000	None
Over \$2,000,000 but not over \$2,100,000	5.085% of the excess over \$0
Over \$2,100,000 but not over \$2,600,000	\$106,800 plus 8% of the excess over \$2,100,000
Over \$2,600,000 but not over \$3,100,000	\$146,800 plus 8.8% of the excess over \$2,600,000
Over \$3,100,000 but not over \$3,600,000	\$190,800 plus 9.6% of the excess over \$3,100,000
Over \$3,600,000 but not over \$4,100,000	\$238,800 plus 10.4% of the excess over \$3,600,000
Over \$4,100,000 but not over \$5,100,000	\$290,800 plus 11.2% of the excess over \$4,100,000
Over \$5,100,000 but not over \$6,100,000	\$402,800 plus 12% of the excess over \$5,100,000
Over \$6,100,000 but not over \$7,100,000	\$522,800 plus 12.8% of the excess over \$6,100,000
Over \$7,100,000 but not over \$8,100,000	\$650,800 plus 13.6% of the excess over \$7,100,000

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Over \$8,100,000 but not over \$9,100,000	\$786,800 plus 14.4% of the excess over \$8,100,000
Over \$9,100,000 but not over \$10,100,000	\$930,800 plus 15.2% of the excess over \$9,100,000
Over \$10,100,000	\$1,082,800 plus 16% of the excess over \$10,100,000

(2) With respect to the estates of decedents dying on or after January 1, 2010, the tax based on the Connecticut taxable estate shall be as provided in the following schedule:

<u>Amount of Connecticut Taxable Estate</u>	<u>Rate of Tax</u>
<u>Not over \$3,500,000</u>	<u>None</u>
<u>Over \$3,500,000 but not over \$3,600,000</u>	<u>7.2% of the excess over \$3,500,000</u>
<u>Over \$3,600,000 but not over \$4,100,000</u>	<u>\$7,200 plus 7.8% of the excess over \$3,600,000</u>
<u>Over \$4,100,000 but not over \$5,100,000</u>	<u>\$46,200 plus 8.4% of the excess over \$4,100,000</u>
<u>Over \$5,100,000 but not over \$6,100,000</u>	<u>\$130,200 plus 9.0% of the excess over \$5,100,000</u>
<u>Over \$6,100,000 but not over \$7,100,000</u>	<u>\$220,200 plus 9.6% of the excess over \$6,100,000</u>
<u>Over \$7,100,000 but not over \$8,100,000</u>	<u>\$316,200 plus 10.2% of the excess over \$7,100,000</u>
<u>Over \$8,100,000 but not over \$9,100,000</u>	<u>\$418,200 plus 10.8% of the excess over \$8,100,000</u>
<u>Over \$9,100,000</u>	<u>\$526,200 plus 11.4% of the excess</u>

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<u>but not over \$10,100,000</u>	<u>over \$9,100,000</u>
<u>Over \$10,100,000</u>	<u>\$640,200 plus 12% of the excess</u> <u>over \$10,100,000</u>

Sec. 117. Subsection (a) of section 12-392 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2009, and applicable to taxes payable on or after said date*):

(a)(1) [The] Prior to July 1, 2009, the tax imposed by this chapter shall become due at the date of the taxable transfer and shall become payable, and shall be paid, without assessment, notice or demand, to the Commissioner of Revenue Services at the expiration of nine months from the date of death, and [executors] on or after July 1, 2009, the tax imposed by this chapter shall become due at the date of the taxable transfer and shall become payable and shall be paid, without assessment, notice or demand, to said commissioner at the expiration of six months from the date of death. Executors, administrators, trustees, grantees, donees, beneficiaries and surviving joint owners shall be liable for the tax and for any interest or penalty thereon until it is paid, except that no executor, administrator, trustee, grantee, donee, beneficiary or surviving joint owner shall be liable for a greater sum than the value of the property actually received by him or her. If the amount of tax reported to be due on the return is not paid, for taxes due prior to July 1, 2009, within such nine months, or for taxes due on or after July 1, 2009, within such six months, there shall be imposed a penalty equal to ten per cent of such amount due and unpaid, or fifty dollars, whichever is greater. Such amount shall bear interest at the rate of one per cent per month or fraction thereof, from the due date of such tax until the date of payment. Subject to the provisions of section 12-3a, the commissioner may waive all or part of the penalties provided under this chapter when it is proven to [his] such commissioner's satisfaction that the failure to pay any tax was due to

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reasonable cause and was not intentional or due to neglect.

(2) The Commissioner of Revenue Services may, for reasonable cause shown, extend the time for payment. The commissioner may require the filing of a tentative return and the payment of the tax reported to be due thereon in connection with such extension. Any additional tax which may be found to be due on the filing of a return as allowed by such extension shall bear interest at the rate of one per cent per month or fraction thereof from the original due date of such tax to the date of actual payment.

(3) Whenever there is an overpayment of the tax imposed by this chapter, the Commissioner of Revenue Services shall return to the fiduciary or transferee the overpayment which shall bear interest at the rate of two-thirds of one per cent per month or fraction thereof, said interest commencing, for taxes due prior to July 1, 2009, from the expiration of nine months after the death of the transferor or date of payment, whichever is later, or, for taxes due on or after July 1, 2009, from the expiration of six months after the death of the transferor or date of payment, whichever is later.

Sec. 118. Subsection (a) of section 12-642 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective January 1, 2010*):

(a)(1) With respect to calendar years commencing prior to January 1, 2001, the tax imposed by section 12-640 for the calendar year shall be at a rate of the taxable gifts made by the donor during the calendar year set forth in the following schedule:

Amount of Taxable Gifts	Rate of Tax
Not over \$25,000	1%
Over \$25,000 but not over \$50,000	\$250, plus 2% of the excess over \$25,000

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Over \$50,000 but not over \$75,000	\$750, plus 3% of the excess over \$50,000
Over \$75,000 but not over \$100,000	\$1,500, plus 4% of the excess over \$75,000
Over \$100,000 but not over \$200,000	\$2,500, plus 5% of the excess over \$100,000
Over \$200,000	\$7,500, plus 6% of the excess over \$200,000

(2) With respect to the calendar years commencing January 1, 2001, January 1, 2002, January 1, 2003, and January 1, 2004, the tax imposed by section 12-640 for each such calendar year shall be at a rate of the taxable gifts made by the donor during the calendar year set forth in the following schedule:

Amount of Taxable Gifts	Rate of Tax
Over \$25,000 but not over \$50,000	\$250, plus 2% of the excess over \$25,000
Over \$50,000 but not over \$75,000	\$750, plus 3% of the excess over \$50,000
Over \$75,000 but not over \$100,000	\$1,500, plus 4% of the excess over \$75,000
Over \$100,000 but not over \$675,000	\$2,500, plus 5% of the excess over \$100,000
Over \$675,000	\$31,250, plus 6% of the excess over \$675,000

(3) With respect to Connecticut taxable gifts, as defined in section 12-643, made by a donor during a calendar year commencing on or after January 1, 2005, but prior to January 1, 2010, including the aggregate amount of all Connecticut taxable gifts made by the donor during all calendar years commencing on or after January 1, 2005, but prior to January 1, 2010, the tax imposed by section 12-640 for the

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calendar year shall be at the rate set forth in the following schedule, with a credit allowed against such tax for any tax previously paid to this state pursuant to this subdivision:

Amount of Taxable Gifts	Rate of Tax
Not over \$2,000,000	None
Over \$2,000,000	
but not over \$2,100,000	5.085% of the excess over \$0
Over \$2,100,000	\$106,800 plus 8% of the excess
but not over \$2,600,000	over \$2,100,000
Over \$2,600,000	\$146,800 plus 8.8% of the excess
but not over \$3,100,000	over \$2,600,000
Over \$3,100,000	\$190,800 plus 9.6% of the excess
but not over \$3,600,000	over \$3,100,000
Over \$3,600,000	\$238,800 plus 10.4% of the excess
but not over \$4,100,000	over \$3,600,000
Over \$4,100,000	\$290,800 plus 11.2% of the excess
but not over \$5,100,000	over \$4,100,000
Over \$5,100,000	\$402,800 plus 12% of the excess
but not over \$6,100,000	over \$5,100,000
Over \$6,100,000	\$522,800 plus 12.8% of the excess
but not over \$7,100,000	over \$6,100,000
Over \$7,100,000	\$650,800 plus 13.6% of the excess
but not over \$8,100,000	over \$7,100,000
Over \$8,100,000	\$786,800 plus 14.4% of the excess
but not over \$9,100,000	over \$8,100,000
Over \$9,100,000	\$930,800 plus 15.2% of the excess
but not over \$10,100,000	over \$9,100,000

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Over \$10,100,000 \$640,200 plus 12% of the excess
over \$10,100,000

Sec. 119. Subsection (a) of section 12-700 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage and applicable to taxable years commencing on or after January 1, 2009*):

(a) There is hereby imposed on the Connecticut taxable income of each resident of this state a tax:

(1) At the rate of four and one-half per cent of such Connecticut taxable income for taxable years commencing on or after January 1, 1992, and prior to January 1, 1996.

(2) For taxable years commencing on or after January 1, 1996, but prior to January 1, 1997, in accordance with the following schedule:

(A) For any person who files a return under the federal income tax for such taxable year as an unmarried individual or as a married individual filing separately:

Connecticut Taxable Income	Rate of Tax
Not over \$2,250	3.0%
Over \$2,250	\$67.50, plus 4.5% of the excess over \$2,250

(B) For any person who files a return under the federal income tax for such taxable year as a head of household, as defined in Section 2(b) of the Internal Revenue Code:

Connecticut Taxable Income	Rate of Tax
Not over \$3,500	3.0%
Over \$3,500	\$105.00, plus 4.5% of the excess over \$3,500

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(C) For any husband and wife who file a return under the federal income tax for such taxable year as married individuals filing jointly or a person who files a return under the federal income tax as a surviving spouse, as defined in Section 2(a) of the Internal Revenue Code:

Connecticut Taxable Income	Rate of Tax
Not over \$4,500	3.0%
Over \$4,500	\$135.00, plus 4.5% of the excess over \$4,500

(D) For trusts or estates, the rate of tax shall be 4.5% of their Connecticut taxable income.

(3) For taxable years commencing on or after January 1, 1997, but prior to January 1, 1998, in accordance with the following schedule:

(A) For any person who files a return under the federal income tax for such taxable year as an unmarried individual or as a married individual filing separately:

Connecticut Taxable Income	Rate of Tax
Not over \$6,250	3.0%
Over \$6,250	\$187.50, plus 4.5% of the excess over \$6,250

(B) For any person who files a return under the federal income tax for such taxable year as a head of household, as defined in Section 2(b) of the Internal Revenue Code:

Connecticut Taxable Income	Rate of Tax
Not over \$10,000	3.0%
Over \$10,000	\$300.00, plus 4.5% of the excess over \$10,000

(C) For any husband and wife who file a return under the federal

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income tax for such taxable year as married individuals filing jointly or any person who files a return under the federal income tax for such taxable year as a surviving spouse, as defined in Section 2(a) of the Internal Revenue Code:

Connecticut Taxable Income	Rate of Tax
Not over \$12,500	3.0%
Over \$12,500	\$375.00, plus 4.5% of the excess over \$12,500

(D) For trusts or estates, the rate of tax shall be 4.5% of their Connecticut taxable income.

(4) For taxable years commencing on or after January 1, 1998, but prior to January 1, 1999, in accordance with the following schedule:

(A) For any person who files a return under the federal income tax for such taxable year as an unmarried individual or as a married individual filing separately:

Connecticut Taxable Income	Rate of Tax
Not over \$7,500	3.0%
Over \$7,500	\$225.00, plus 4.5% of the excess over \$7,500

(B) For any person who files a return under the federal income tax for such taxable year as a head of household, as defined in Section 2(b) of the Internal Revenue Code:

Connecticut Taxable Income	Rate of Tax
Not over \$12,000	3.0%
Over \$12,000	\$360.00, plus 4.5% of the excess over \$12,000

(C) For any husband and wife who file a return under the federal

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income tax for such taxable year as married individuals filing jointly or any person who files a return under the federal income tax for such taxable year as a surviving spouse, as defined in Section 2(a) of the Internal Revenue Code:

Connecticut Taxable Income	Rate of Tax
Not over \$15,000	3.0%
Over \$15,000	\$450.00, plus 4.5% of the excess over \$15,000

(D) For trusts or estates, the rate of tax shall be 4.5% of their Connecticut taxable income.

(5) For taxable years commencing on or after January 1, 1999, but prior to January 1, 2003, in accordance with the following schedule:

(A) For any person who files a return under the federal income tax for such taxable year as an unmarried individual or as a married individual filing separately:

Connecticut Taxable Income	Rate of Tax
Not over \$10,000	3.0%
Over \$10,000	\$300.00, plus 4.5% of the excess over \$10,000

(B) For any person who files a return under the federal income tax for such taxable year as a head of household, as defined in Section 2(b) of the Internal Revenue Code:

Connecticut Taxable Income	Rate of Tax
Not over \$16,000	3.0%
Over \$16,000	\$480.00, plus 4.5% of the excess over \$16,000

(C) For any husband and wife who file a return under the federal

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income tax for such taxable year as married individuals filing jointly or any person who files a return under the federal income tax for such taxable year as a surviving spouse, as defined in Section 2(a) of the Internal Revenue Code:

Connecticut Taxable Income	Rate of Tax
Not over \$20,000	3.0%
Over \$20,000	\$600.00, plus 4.5% of the excess over \$20,000

(D) For trusts or estates, the rate of tax shall be 4.5% of their Connecticut taxable income.

(6) For taxable years commencing on or after January 1, 2003, but prior to January 1, 2009, in accordance with the following schedule:

(A) For any person who files a return under the federal income tax for such taxable year as an unmarried individual or as a married individual filing separately:

Connecticut Taxable Income	Rate of Tax
Not over \$10,000	3.0%
Over \$10,000	\$300.00, plus 5.0% of the excess over \$10,000

(B) For any person who files a return under the federal income tax for such taxable year as a head of household, as defined in Section 2(b) of the Internal Revenue Code:

Connecticut Taxable Income	Rate of Tax
Not over \$16,000	3.0%
Over \$16,000	\$480.00, plus 5.0% of the excess over \$16,000

(C) For any husband and wife who file a return under the federal

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income tax for such taxable year as married individuals filing jointly or any person who files a return under the federal income tax for such taxable year as a surviving spouse, as defined in Section 2(a) of the Internal Revenue Code:

Connecticut Taxable Income	Rate of Tax
Not over \$20,000	3.0%
Over \$20,000	\$600.00, plus 5.0% of the excess over \$20,000

(D) For trusts or estates, the rate of tax shall be 5.0% of the Connecticut taxable income.

(7) For taxable years commencing on or after January 1, 2009, in accordance with the following schedule:

(A) For any person who files a return under the federal income tax for such taxable year as an unmarried individual:

<u>Connecticut Taxable Income</u>	<u>Rate of Tax</u>
<u>Not over \$10,000</u>	<u>3.0%</u>
<u>Over \$10,000 but not over \$500,000</u>	<u>\$300.00, plus 5.0% of the excess over \$10,000</u>
<u>Over \$500,000</u>	<u>\$24,800, plus 6.5% of the excess over \$500,000</u>

(B) For any person who files a return under the federal income tax for such taxable year as a head of household, as defined in Section 2(b) of the Internal Revenue Code:

<u>Connecticut Taxable Income</u>	<u>Rate of Tax</u>
<u>Not over \$16,000</u>	<u>3.0%</u>
<u>Over \$16,000 but not over \$800,000</u>	<u>\$480.00, plus 5.0% of the excess over \$16,000</u>
<u>Over \$800,000</u>	<u>\$39,680, plus 6.5% of the excess over \$800,000</u>

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(C) For any husband and wife who file a return under the federal income tax for such taxable year as married individuals filing jointly or any person who files a return under the federal income tax for such taxable year as a surviving spouse, as defined in Section 2(a) of the Internal Revenue Code:

<u>Connecticut Taxable Income</u>	<u>Rate of Tax</u>
<u>Not over \$20,000</u>	<u>3.0%</u>
<u>Over \$20,000 but not over \$1,000,000</u>	<u>\$600.00, plus 5.0% of the excess over \$20,000</u>
<u>Over \$1,000,000</u>	<u>\$49,600, plus 6.5% of the excess over \$1,000,000</u>

(D) For any person who files a return under the federal income tax for such taxable year as a married individual filing separately:

<u>Connecticut Taxable Income</u>	<u>Rate of Tax</u>
<u>Not over \$10,000</u>	<u>3.0%</u>
<u>Over \$10,000 but not over \$500,000</u>	<u>\$300.00, plus 5.0% of the excess over \$10,000</u>
<u>Over \$500,000</u>	<u>\$24,800, plus 6.5% of the excess over \$500,000</u>

(E) For trusts or estates, the rate of tax shall be 6.5% of the Connecticut taxable income.

[(7)] (8) The provisions of this subsection shall apply to resident trusts and estates and, wherever reference is made in this subsection to residents of this state, such reference shall be construed to include resident trusts and estates, provided any reference to a resident's Connecticut adjusted gross income derived from sources without this state or to a resident's Connecticut adjusted gross income shall be construed, in the case of a resident trust or estate, to mean the resident trust or estate's Connecticut taxable income derived from sources

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without this state and the resident trust or estate's Connecticut taxable income, respectively.

Sec. 120. Subdivision (10) of subsection (a) of section 12-701 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage and applicable to taxable years commencing on or after January 1, 2009*):

(10) "Connecticut fiduciary adjustment" means the net positive or negative total of the following items relating to income, gain, loss or deduction of a trust or estate: (A) There shall be added together (i) any interest income from obligations issued by or on behalf of any state, political subdivision thereof, or public instrumentality, state or local authority, district or similar public entity, exclusive of such income from obligations issued by or on behalf of the state of Connecticut, any political subdivision thereof, or public instrumentality, state or local authority, district or similar public entity created under the laws of the state of Connecticut and exclusive of any such income with respect to which taxation by any state is prohibited by federal law, (ii) any exempt-interest dividends, as defined in Section 852 (b)(5) of the Internal Revenue Code, exclusive of such exempt-interest dividends derived from obligations issued by or on behalf of the state of Connecticut, any political subdivision thereof, or public instrumentality, state or local authority, district or similar public entity created under the laws of the state of Connecticut and exclusive of such exempt-interest dividends derived from obligations, the income with respect to which taxation by any state is prohibited by federal law, (iii) any interest or dividend income on obligations or securities of any authority, commission or instrumentality of the United States which federal law exempts from federal income tax but does not exempt from state income taxes, (iv) to the extent properly includable in determining the net gain or loss from the sale or other disposition of capital assets for federal income tax purposes, any loss from the sale or

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exchange of obligations issued by or on behalf of the state of Connecticut, any political subdivision thereof, or public instrumentality, state or local authority, district or similar public entity created under the laws of the state of Connecticut, in the income year such loss was recognized, (v) to the extent deductible in determining federal taxable income prior to deductions relating to distributions to beneficiaries, any income taxes imposed by this state, (vi) to the extent deductible in determining federal taxable income prior to deductions relating to distributions to beneficiaries, any interest on indebtedness incurred or continued to purchase or carry obligations or securities the interest on which is exempt from tax under this chapter, [and] (vii) expenses paid or incurred during the taxable year for the production or collection of income which is exempt from tax under this chapter, or the management, conservation or maintenance of property held for the production of such income, and the amortizable bond premium for the taxable year on any bond the interest on which is exempt from taxation under this chapter, to the extent that such expenses and premiums are deductible in determining federal taxable income prior to deductions relating to distributions to beneficiaries, and (viii) to the extent deductible in determining federal taxable income prior to deductions relating to distributions to beneficiaries, the deduction allowable as qualified domestic production activities income, pursuant to Section 199 of the Internal Revenue Code. (B) There shall be subtracted from the sum of such items (i) to the extent properly includable in gross income for federal income tax purposes, any income with respect to which taxation by any state is prohibited by federal law, (ii) to the extent allowable under section 12-718, exempt dividends paid by a regulated investment company, (iii) with respect to any trust or estate which is a shareholder of an S corporation which is carrying on, or which has the right to carry on, business in this state, as said term is used in section 12-214, the amount of such shareholder's pro rata share of such corporation's nonseparately computed items, as defined in Section 1366 of the Internal Revenue Code, that is subject to tax under

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chapter 208, in accordance with subsection (c) of section 12-217 multiplied by such corporation's apportionment fraction, if any, as determined in accordance with section 12-218, (iv) to the extent properly includable in gross income for federal income tax purposes, any interest income from obligations issued by or on behalf of the state of Connecticut, any political subdivision thereof, or public instrumentality, state or local authority, district or similar public entity created under the laws of the state of Connecticut, (v) to the extent properly includable in determining the net gain or loss from the sale or other disposition of capital assets for federal income tax purposes, any gain from the sale or exchange of obligations issued by or on behalf of the state of Connecticut, any political subdivision thereof, or public instrumentality, state or local authority, district or similar public entity created under the laws of the state of Connecticut, in the income year such gain was recognized, (vi) any interest on indebtedness incurred or continued to purchase or carry obligations or securities the interest on which is subject to tax under this chapter, but exempt from federal income tax, to the extent that such interest on indebtedness is not deductible in determining federal taxable income prior to deductions relating to distributions to beneficiaries, (vii) ordinary and necessary expenses paid or incurred during the taxable year for the production or collection of income which is subject to taxation under this chapter, but exempt from federal income tax, or the management, conservation or maintenance of property held for the production of such income, and the amortizable bond premium for the taxable year on any bond the interest on which is subject to tax under this chapter, but exempt from federal income tax, to the extent that such expenses and premiums are not deductible in determining federal taxable income prior to deductions relating to distributions to beneficiaries, and (viii) the amount of any refund or credit for overpayment of income taxes imposed by this state, to the extent properly includable in gross income for federal income tax purposes for the taxable year and to the extent deductible in determining federal taxable income prior to

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deductions relating to distributions to beneficiaries for the preceding taxable year.

Sec. 121. Subparagraph (A) of subdivision (20) of subsection (a) of section 12-701 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage and applicable to taxable years commencing on or after January 1, 2009*):

(A) There shall be added thereto (i) to the extent not properly includable in gross income for federal income tax purposes, any interest income from obligations issued by or on behalf of any state, political subdivision thereof, or public instrumentality, state or local authority, district or similar public entity, exclusive of such income from obligations issued by or on behalf of the state of Connecticut, any political subdivision thereof, or public instrumentality, state or local authority, district or similar public entity created under the laws of the state of Connecticut and exclusive of any such income with respect to which taxation by any state is prohibited by federal law, (ii) any exempt-interest dividends, as defined in Section 852(b)(5) of the Internal Revenue Code, exclusive of such exempt-interest dividends derived from obligations issued by or on behalf of the state of Connecticut, any political subdivision thereof, or public instrumentality, state or local authority, district or similar public entity created under the laws of the state of Connecticut and exclusive of such exempt-interest dividends derived from obligations, the income with respect to which taxation by any state is prohibited by federal law, (iii) any interest or dividend income on obligations or securities of any authority, commission or instrumentality of the United States which federal law exempts from federal income tax but does not exempt from state income taxes, (iv) to the extent included in gross income for federal income tax purposes for the taxable year, the total taxable amount of a lump sum distribution for the taxable year deductible from such gross income in calculating federal adjusted

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gross income, (v) to the extent properly includable in determining the net gain or loss from the sale or other disposition of capital assets for federal income tax purposes, any loss from the sale or exchange of obligations issued by or on behalf of the state of Connecticut, any political subdivision thereof, or public instrumentality, state or local authority, district or similar public entity created under the laws of the state of Connecticut, in the income year such loss was recognized, (vi) to the extent deductible in determining federal adjusted gross income, any income taxes imposed by this state, (vii) to the extent deductible in determining federal adjusted gross income, any interest on indebtedness incurred or continued to purchase or carry obligations or securities the interest on which is exempt from tax under this chapter, (viii) expenses paid or incurred during the taxable year for the production or collection of income which is exempt from taxation under this chapter or the management, conservation or maintenance of property held for the production of such income, and the amortizable bond premium for the taxable year on any bond the interest on which is exempt from tax under this chapter to the extent that such expenses and premiums are deductible in determining federal adjusted gross income, [and] (ix) for property placed in service after September 10, 2001, but prior to September 11, 2004, in taxable years ending after September 10, 2001, any additional allowance for depreciation under subsection (k) of Section 168 of the Internal Revenue Code, as provided by Section 101 of the Job Creation and Worker Assistance Act of 2002, to the extent deductible in determining federal adjusted gross income, and (x) to the extent deductible in determining federal adjusted gross income, the deduction allowable as qualified domestic production activities income, pursuant to Section 199 of the Internal Revenue Code.

Sec. 122. Subsection (a) of section 12-702 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage and applicable to taxable years commencing on or after January 1,*

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2009):

(a) (1) (A) Any person, other than a trust or estate, subject to the tax under this chapter for any taxable year who files under the federal income tax for such taxable year as a married individual filing separately or, for taxable years commencing prior to January 1, 2000, who files income tax for such taxable year as an unmarried individual shall be entitled to a personal exemption of twelve thousand dollars in determining Connecticut taxable income for purposes of this chapter.

(B) In the case of any such taxpayer whose Connecticut adjusted gross income for the taxable year exceeds twenty-four thousand dollars, the exemption amount shall be reduced by one thousand dollars for each one thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income for the taxable year exceeds said amount. In no event shall the reduction exceed one hundred per cent of the exemption.

(2) For taxable years commencing on or after January 1, 2000, any person, other than a trust or estate, subject to the tax under this chapter for any taxable year who files under the federal income tax for such taxable year as an unmarried individual shall be entitled to a personal exemption in determining Connecticut taxable income for purposes of this chapter as follows:

(A) For taxable years commencing on or after January 1, 2000, but prior to January 1, 2001, twelve thousand two hundred fifty dollars. In the case of any such taxpayer whose Connecticut adjusted gross income for the taxable year exceeds twenty-four thousand five hundred dollars, the exemption amount shall be reduced by one thousand dollars for each one thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income for the taxable year exceeds said amount. In no event shall the reduction exceed one hundred per cent of the exemption;

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(B) For taxable years commencing on or after January 1, 2001, but prior to January 1, 2004, twelve thousand five hundred dollars. In the case of any such taxpayer whose Connecticut adjusted gross income for the taxable year exceeds twenty-five thousand dollars, the exemption amount shall be reduced by one thousand dollars for each one thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income for the taxable year exceeds said amount. In no event shall the reduction exceed one hundred per cent of the exemption;

(C) For taxable years commencing on or after January 1, 2004, but prior to January 1, 2007, twelve thousand six hundred twenty-five dollars. In the case of any such taxpayer whose Connecticut adjusted gross income for the taxable year exceeds twenty-five thousand two hundred fifty dollars, the exemption amount shall be reduced by one thousand dollars for each one thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income for the taxable year exceeds said amount. In no event shall the reduction exceed one hundred per cent of the exemption;

(D) For taxable years commencing on or after January 1, 2007, but prior to January 1, 2008, twelve thousand seven hundred fifty dollars. In the case of any such taxpayer whose Connecticut adjusted gross income for the taxable year exceeds twenty-five thousand five hundred dollars, the exemption amount shall be reduced by one thousand dollars for each one thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income for the taxable year exceeds said amount. In no event shall the reduction exceed one hundred per cent of the exemption;

(E) For taxable years commencing on or after January 1, 2008, but prior to January 1, [2009] 2012, thirteen thousand dollars. In the case of any such taxpayer whose Connecticut adjusted gross income for the taxable year exceeds twenty-six thousand dollars, the exemption

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amount shall be reduced by one thousand dollars for each one thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income for the taxable year exceeds said amount. In no event shall the reduction exceed one hundred per cent of the exemption;

(F) For taxable years commencing on or after January 1, [2009] 2012, but prior to January 1, [2010] 2013, thirteen thousand five hundred dollars. In the case of any such taxpayer whose Connecticut adjusted gross income for the taxable year exceeds twenty-seven thousand dollars, the exemption amount shall be reduced by one thousand dollars for each one thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income for the taxable year exceeds said amount. In no event shall the reduction exceed one hundred per cent of the exemption;

(G) For taxable years commencing on or after January 1, [2010] 2013, but prior to January 1, [2011] 2014, fourteen thousand dollars. In the case of any such taxpayer whose Connecticut adjusted gross income for the taxable year exceeds twenty-eight thousand dollars, the exemption amount shall be reduced by one thousand dollars for each one thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income for the taxable year exceeds said amount. In no event shall the reduction exceed one hundred per cent of the exemption;

(H) For taxable years commencing on or after January 1, [2011] 2014, but prior to January 1, [2012] 2015, fourteen thousand five hundred dollars. In the case of any such taxpayer whose Connecticut adjusted gross income for the taxable year exceeds twenty-nine thousand dollars, the exemption amount shall be reduced by one thousand dollars for each one thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income for the taxable year exceeds said amount. In no event shall the reduction exceed one

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hundred per cent of the exemption;

(I) For taxable years commencing on or after January 1, [2012] 2015, fifteen thousand dollars. In the case of any such taxpayer whose Connecticut adjusted gross income for the taxable year exceeds thirty thousand dollars, the exemption amount shall be reduced by one thousand dollars for each one thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income for the taxable year exceeds said amount. In no event shall the reduction exceed one hundred per cent of the exemption.

Sec. 123. Subsection (a) of section 12-703 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage and applicable to taxable years commencing on or after January 1, 2009*):

(a) (1) Any person, other than a trust or estate, subject to the tax under this chapter for any taxable year who files under the federal income tax for such taxable year as a married individual filing separately or for taxable years commencing prior to January 1, 2000, who files under the federal income tax for such taxable year as an unmarried individual shall be entitled to a credit in determining the amount of tax liability for purposes of this chapter in accordance with the following schedule:

Connecticut Adjusted Gross Income	Amount of Credit
Over \$12,000 but not over \$15,000	75%
Over \$15,000 but not over \$15,500	70%
Over \$15,500 but not over \$16,000	65%

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Over \$16,000 but not over \$16,500	60%
Over \$16,500 but not over \$17,000	55%
Over \$17,000 but not over \$17,500	50%
Over \$17,500 but not over \$18,000	45%
Over \$18,000 but not over \$18,500	40%
Over \$18,500 but not over \$20,000	35%
Over \$20,000 but not over \$20,500	30%
Over \$20,500 but not over \$21,000	25%
Over \$21,000 but not over \$21,500	20%
Over \$21,500 but not over \$25,000	15%
Over \$25,000 but not over \$25,500	14%
Over \$25,500 but not over \$26,000	13%
Over \$26,000 but not over \$26,500	12%
Over \$26,500 but not over \$27,000	11%
Over \$27,000 but not over \$48,000	10%
Over \$48,000 but not over \$48,500	9%

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Over \$48,500 but not over \$49,000	8%
Over \$49,000 but not over \$49,500	7%
Over \$49,500 but not over \$50,000	6%
Over \$50,000 but not over \$50,500	5%
Over \$50,500 but not over \$51,000	4%
Over \$51,000 but not over \$51,500	3%
Over \$51,500 but not over \$52,000	2%
Over \$52,000 but not over \$52,500	1%

(2) For taxable years commencing on or after January 1, 2000, any person, other than a trust or estate, subject to the tax under this chapter for any taxable year who files under the federal income tax for such taxable year as an unmarried individual shall be entitled to a credit in determining the amount of tax liability for purposes of this chapter in accordance with the following schedule:

(A) For taxable years commencing on or after January 1, 2000, but prior to January 1, 2001:

Connecticut	
Adjusted Gross Income	Amount of Credit
Over \$12,250 but not over \$15,300	75%
Over \$15,300 but not over \$15,800	70%

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Over \$15,800 but not over \$16,300	65%
Over \$16,300 but not over \$16,800	60%
Over \$16,800 but not over \$17,300	55%
Over \$17,300 but not over \$17,800	50%
Over \$17,800 but not over \$18,300	45%
Over \$18,300 but not over \$18,800	40%
Over \$18,800 but not over \$20,400	35%
Over \$20,400 but not over \$20,900	30%
Over \$20,900 but not over \$21,400	25%
Over \$21,400 but not over \$21,900	20%
Over \$21,900 but not over \$25,500	15%
Over \$25,500 but not over \$26,000	14%
Over \$26,000 but not over \$26,500	13%
Over \$26,500 but not over \$27,000	12%
Over \$27,000 but not over \$27,500	11%
Over \$27,500 but not over \$49,000	10%

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Over \$49,000 but not over \$49,500	9%
Over \$49,500 but not over \$50,000	8%
Over \$50,000 but not over \$50,500	7%
Over \$50,500 but not over \$51,000	6%
Over \$51,000 but not over \$51,500	5%
Over \$51,500 but not over \$52,000	4%
Over \$52,000 but not over \$52,500	3%
Over \$52,500 but not over \$53,000	2%
Over \$53,000 but not over \$53,500	1%

(B) For taxable years commencing on or after January 1, 2001, but prior to January 1, 2004:

Connecticut Adjusted Gross Income	Amount of Credit
Over \$12,500 but not over \$15,600	75%
Over \$15,600 but not over \$16,100	70%
Over \$16,100 but not over \$16,600	65%
Over \$16,600 but not over \$17,100	60%
Over \$17,100 but	

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not over \$17,600	55%
Over \$17,600 but not over \$18,100	50%
Over \$18,100 but not over \$18,600	45%
Over \$18,600 but not over \$19,100	40%
Over \$19,100 but not over \$20,800	35%
Over \$20,800 but not over \$21,300	30%
Over \$21,300 but not over \$21,800	25%
Over \$21,800 but not over \$22,300	20%
Over \$22,300 but not over \$26,000	15%
Over \$26,000 but not over \$26,500	14%
Over \$26,500 but not over \$27,000	13%
Over \$27,000 but not over \$27,500	12%
Over \$27,500 but not over \$28,000	11%
Over \$28,000 but not over \$50,000	10%
Over \$50,000 but not over \$50,500	9%
Over \$50,500 but not over \$51,000	8%
Over \$51,000 but	

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not over \$51,500	7%
Over \$51,500 but not over \$52,000	6%
Over \$52,000 but not over \$52,500	5%
Over \$52,500 but not over \$53,000	4%
Over \$53,000 but not over \$53,500	3%
Over \$53,500 but not over \$54,000	2%
Over \$54,000 but not over \$54,500	1%

(C) For taxable years commencing on or after January 1, 2004, but prior to January 1, 2007:

Connecticut Adjusted Gross Income	Amount of Credit
Over \$12,625 but not over \$15,750	75%
Over \$15,750 but not over \$16,250	70%
Over \$16,250 but not over \$16,750	65%
Over \$16,750 but not over \$17,250	60%
Over \$17,250 but not over \$17,750	55%
Over \$17,750 but not over \$18,250	50%
Over \$18,250 but not over \$18,750	45%

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Over \$18,750 but not over \$19,250	40%
Over \$19,250 but not over \$21,050	35%
Over \$21,050 but not over \$21,550	30%
Over \$21,550 but not over \$22,050	25%
Over \$22,050 but not over \$22,550	20%
Over \$22,550 but not over \$26,300	15%
Over \$26,300 but not over \$26,800	14%
Over \$26,800 but not over \$27,300	13%
Over \$27,300 but not over \$27,800	12%
Over \$27,800 but not over \$28,300	11%
Over \$28,300 but not over \$50,500	10%
Over \$50,500 but not over \$51,000	9%
Over \$51,000 but not over \$51,500	8%
Over \$51,500 but not over \$52,000	7%
Over \$52,000 but not over \$52,500	6%
Over \$52,500 but not over \$53,000	5%

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Over \$53,000 but not over \$53,500	4%
Over \$53,500 but not over \$54,000	3%
Over \$54,000 but not over \$54,500	2%
Over \$54,500 but not over \$55,000	1%

(D) For taxable years commencing on or after January 1, 2007, but prior to January 1, 2008:

Connecticut Adjusted Gross Income	Amount of Credit
Over \$12,750 but not over \$15,900	75%
Over \$15,900 but not over \$16,400	70%
Over \$16,400 but not over \$16,900	65%
Over \$16,900 but not over \$17,400	60%
Over \$17,400 but not over \$17,900	55%
Over \$17,900 but not over \$18,400	50%
Over \$18,400 but not over \$18,900	45%
Over \$18,900 but not over \$19,400	40%
Over \$19,400 but not over \$21,300	35%
Over \$21,300 but	

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not over \$21,800	30%
Over \$21,800 but not over \$22,300	25%
Over \$22,300 but not over \$22,800	20%
Over \$22,800 but not over \$26,600	15%
Over \$26,600 but not over \$27,100	14%
Over \$27,100 but not over \$27,600	13%
Over \$27,600 but not over \$28,100	12%
Over \$28,100 but not over \$28,600	11%
Over \$28,600 but not over \$51,000	10%
Over \$51,000 but not over \$51,500	9%
Over \$51,500 but not over \$52,000	8%
Over \$52,000 but not over \$52,500	7%
Over \$52,500 but not over \$53,000	6%
Over \$53,000 but not over \$53,500	5%
Over \$53,500 but not over \$54,000	4%
Over \$54,000 but not over \$54,500	3%
Over \$54,500 but	

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not over \$55,000	2%
Over \$55,000 but not over \$55,500	1%

(E) For taxable years commencing on or after January 1, 2008, but prior to January 1, [2009] 2012:

Connecticut Adjusted Gross Income	Amount of Credit
Over \$13,000 but not over \$16,300	75%
Over \$16,300 but not over \$16,800	70%
Over \$16,800 but not over \$17,300	65%
Over \$17,300 but not over \$17,800	60%
Over \$17,800 but not over \$18,300	55%
Over \$18,300 but not over \$18,800	50%
Over \$18,800 but not over \$19,300	45%
Over \$19,300 but not over \$19,800	40%
Over \$19,800 but not over \$21,700	35%
Over \$21,700 but not over \$22,200	30%
Over \$22,200 but not over \$22,700	25%
Over \$22,700 but not over \$23,200	20%

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Over \$23,200 but not over \$27,100	15%
Over \$27,100 but not over \$27,600	14%
Over \$27,600 but not over \$28,100	13%
Over \$28,100 but not over \$28,600	12%
Over \$28,600 but not over \$29,100	11%
Over \$29,100 but not over \$52,000	10%
Over \$52,000 but not over \$52,500	9%
Over \$52,500 but not over \$53,000	8%
Over \$53,000 but not over \$53,500	7%
Over \$53,500 but not over \$54,000	6%
Over \$54,000 but not over \$54,500	5%
Over \$54,500 but not over \$55,000	4%
Over \$55,000 but not over \$55,500	3%
Over \$55,500 but not over \$56,000	2%
Over \$56,000 but not over \$56,500	1%

(F) For taxable years commencing on or after January 1, [2009] 2012,
but prior to January 1, [2010] 2013:

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Connecticut Adjusted Gross Income	Amount Of Credit
Over \$13,500 but not over \$16,900	75%
Over \$16,900 but not over \$17,400	70%
Over \$17,400 but not over \$17,900	65%
Over \$17,900 but not over \$18,400	60%
Over \$18,400 but not over \$18,900	55%
Over \$18,900 but not over \$19,400	50%
Over \$19,400 but not over \$19,900	45%
Over \$19,900 but not over \$20,400	40%
Over \$20,400 but not over \$22,500	35%
Over \$22,500 but not over \$23,000	30%
Over \$23,000 but not over \$23,500	25%
Over \$23,500 but not over \$24,000	20%
Over \$24,000 but not over \$28,100	15%
Over \$28,100 but not over \$28,600	14%
Over \$28,600 but not over \$29,100	13%

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Over \$29,100 but not over \$29,600	12%
Over \$29,600 but not over \$30,100	11%
Over \$30,100 but not over \$54,000	10%
Over \$54,000 but not over \$54,500	9%
Over \$54,500 but not over \$55,000	8%
Over \$55,000 but not over \$55,500	7%
Over \$55,500 but not over \$56,000	6%
Over \$56,000 but not over \$56,500	5%
Over \$56,500 but not over \$57,000	4%
Over \$57,000 but not over \$57,500	3%
Over \$57,500 but not over \$58,000	2%
Over \$58,000 but not over \$58,500	1%

(G) For taxable years commencing on or after January 1, [2010] 2013,
but prior to January 1, [2011] 2014:

Connecticut Adjusted Gross Income	Amount of Credit
Over \$14,000 but not over \$17,500	75%
Over \$17,500 but	

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not over \$18,000	70%
Over \$18,000 but not over \$18,500	65%
Over \$18,500 but not over \$19,000	60%
Over \$19,000 but not over \$19,500	55%
Over \$19,500 but not over \$20,000	50%
Over \$20,000 but not over \$20,500	45%
Over \$20,500 but not over \$21,000	40%
Over \$21,000 but not over \$23,300	35%
Over \$23,300 but not over \$23,800	30%
Over \$23,800 but not over \$24,300	25%
Over \$24,300 but not over \$24,800	20%
Over \$24,800 but not over \$29,200	15%
Over \$29,200 but not over \$29,700	14%
Over \$29,700 but not over \$30,200	13%
Over \$30,200 but not over \$30,700	12%
Over \$30,700 but not over \$31,200	11%
Over \$31,200 but	

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not over \$56,000	10%
Over \$56,000 but not over \$56,500	9%
Over \$56,500 but not over \$57,000	8%
Over \$57,000 but not over \$57,500	7%
Over \$57,500 but not over \$58,000	6%
Over \$58,000 but not over \$58,500	5%
Over \$58,500 but not over \$59,000	4%
Over \$59,000 but not over \$59,500	3%
Over \$59,500 but not over \$60,000	2%
Over \$60,000 but not over \$60,500	1%

(H) For taxable years commencing on or after January 1, [2011] 2014,
but prior to January 1, [2012] 2015:

Connecticut Adjusted Gross Income	Amount of Credit
Over \$14,500 but not over \$18,100	75%
Over \$18,100 but not over \$18,600	70%
Over \$18,600 but not over \$19,100	65%
Over \$19,100 but not over \$19,600	60%

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Over \$19,600 but not over \$20,100	55%
Over \$20,100 but not over \$20,600	50%
Over \$20,600 but not over \$21,100	45%
Over \$21,100 but not over \$21,600	40%
Over \$21,600 but not over \$24,200	35%
Over \$24,200 but not over \$24,700	30%
Over \$24,700 but not over \$25,200	25%
Over \$25,200 but not over \$25,700	20%
Over \$25,700 but not over \$30,200	15%
Over \$30,200 but not over \$30,700	14%
Over \$30,700 but not over \$31,200	13%
Over \$31,200 but not over \$31,700	12%
Over \$31,700 but not over \$32,200	11%
Over \$32,200 but not over \$58,000	10%
Over \$58,000 but not over \$58,500	9%
Over \$58,500 but not over \$59,000	8%

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Over \$59,000 but not over \$59,500	7%
Over \$59,500 but not over \$60,000	6%
Over \$60,000 but not over \$60,500	5%
Over \$60,500 but not over \$61,000	4%
Over \$61,000 but not over \$61,500	3%
Over \$61,500 but not over \$62,000	2%
Over \$62,000 but not over \$62,500	1%

(I) For taxable years commencing on or after January 1, [2012] 2015:

Connecticut Adjusted Gross Income	Amount of Credit
Over \$15,000 but not over \$18,800	75%
Over \$18,800 but not over \$19,300	70%
Over \$19,300 but not over \$19,800	65%
Over \$19,800 but not over \$20,300	60%
Over \$20,300 but not over \$20,800	55%
Over \$20,800 but not over \$21,300	50%
Over \$21,300 but not over \$21,800	45%

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Over \$21,800 but not over \$22,300	40%
Over \$22,300 but not over \$25,000	35%
Over \$25,000 but not over \$25,500	30%
Over \$25,500 but not over \$26,000	25%
Over \$26,000 but not over \$26,500	20%
Over \$26,500 but not over \$31,300	15%
Over \$31,300 but not over \$31,800	14%
Over \$31,800 but not over \$32,300	13%
Over \$32,300 but not over \$32,800	12%
Over \$32,800 but not over \$33,300	11%
Over \$33,300 but not over \$60,000	10%
Over \$60,000 but not over \$60,500	9%
Over \$60,500 but not over \$61,000	8%
Over \$61,000 but not over \$61,500	7%
Over \$61,500 but not over \$62,000	6%
Over \$62,000 but not over \$62,500	5%

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Over \$62,500 but not over \$63,000	4%
Over \$63,000 but not over \$63,500	3%
Over \$63,500 but not over \$64,000	2%
Over \$64,000 but not over \$64,500	1%

Sec. 124. Subsection (c) of section 12-704c of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage and applicable to taxable years commencing on or after January 1, 2009*):

(c) (1) (A) For taxable years commencing prior to January 1, 2000, in the case of any such taxpayer who files under the federal income tax for such taxable year as an unmarried individual whose Connecticut adjusted gross income exceeds fifty-two thousand five hundred dollars, the amount of the credit that exceeds one hundred dollars shall be reduced by ten per cent for each ten thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

(B) For taxable years commencing on or after January 1, 2000, but prior to January 1, 2001, in the case of any such taxpayer who files under the federal income tax for such taxable year as an unmarried individual whose Connecticut adjusted gross income exceeds fifty-three thousand five hundred dollars, the amount of the credit that exceeds one hundred dollars shall be reduced by ten per cent for each ten thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

(C) For taxable years commencing on or after January 1, 2001, but prior to January 1, 2004, in the case of any such taxpayer who files

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under the federal income tax for such taxable year as an unmarried individual whose Connecticut adjusted gross income exceeds fifty-four thousand five hundred dollars, the amount of the credit shall be reduced by ten per cent for each ten thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

(D) For taxable years commencing on or after January 1, 2004, but prior to January 1, 2007, in the case of any such taxpayer who files under the federal income tax for such taxable year as an unmarried individual whose Connecticut adjusted gross income exceeds fifty-five thousand dollars, the amount of the credit shall be reduced by ten per cent for each ten thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

(E) For taxable years commencing on or after January 1, 2007, but prior to January 1, 2008, in the case of any such taxpayer who files under the federal income tax for such taxable year as an unmarried individual whose Connecticut adjusted gross income exceeds fifty-five thousand five hundred dollars, the amount of the credit shall be reduced by ten per cent for each ten thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

(F) For taxable years commencing on or after January 1, 2008, but prior to January 1, [2009] 2012, in the case of any such taxpayer who files under the federal income tax for such taxable year as an unmarried individual whose Connecticut adjusted gross income exceeds fifty-six thousand five hundred dollars, the amount of the credit shall be reduced by ten per cent for each ten thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

(G) For taxable years commencing on or after January 1, [2009] 2012,

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but prior to January 1, [2010] 2013, in the case of any such taxpayer who files under the federal income tax for such taxable year as an unmarried individual whose Connecticut adjusted gross income exceeds fifty-eight thousand five hundred dollars, the amount of the credit shall be reduced by ten per cent for each ten thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

(H) For taxable years commencing on or after January 1, [2010] 2013, but prior to January 1, [2011] 2014, in the case of any such taxpayer who files under the federal income tax for such taxable year as an unmarried individual whose Connecticut adjusted gross income exceeds sixty thousand five hundred dollars, the amount of the credit shall be reduced by ten per cent for each ten thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

(I) For taxable years commencing on or after January 1, [2011] 2014, but prior to January 1, [2012] 2015, in the case of any such taxpayer who files under the federal income tax for such taxable year as an unmarried individual whose Connecticut adjusted gross income exceeds sixty-two thousand five hundred dollars, the amount of the credit shall be reduced by ten per cent for each ten thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

(J) For taxable years commencing on or after January 1, [2012] 2015, in the case of any such taxpayer who files under the federal income tax for such taxable year as an unmarried individual whose Connecticut adjusted gross income exceeds sixty-four thousand five hundred dollars, the amount of the credit shall be reduced by ten per cent for each ten thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

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(2) In the case of any such taxpayer who files under the federal income tax for such taxable year as a married individual filing separately whose Connecticut adjusted gross income exceeds fifty thousand two hundred fifty dollars, the amount of the credit shall be reduced by ten per cent for each five thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

(3) In the case of a taxpayer who files under the federal income tax for such taxable year as a head of household whose Connecticut adjusted gross income exceeds seventy-eight thousand five hundred dollars, the amount of the credit shall be reduced by ten per cent for each ten thousand dollars or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

(4) In the case of a taxpayer who files under federal income tax for such taxable year as married individuals filing jointly whose Connecticut adjusted gross income exceeds one hundred thousand five hundred dollars, the amount of the credit shall be reduced by ten per cent for each ten thousand dollars, or fraction thereof, by which the taxpayer's Connecticut adjusted gross income exceeds said amount.

Sec. 125. (*Effective from passage*) The State Treasurer and the Secretary of the Office of Policy and Management shall jointly develop a plan to sell assets of the state that will result in net proceeds of (1) up to fifteen million dollars to be used as general revenues for the state during the fiscal year ending June 30, 2010, and (2) up to forty-five million dollars to be used as general revenues for the state during the fiscal year ending June 30, 2011. Such plan shall be completed on or before February 3, 2010, and provided to the chairpersons of the joint standing committees of the General Assembly having cognizance of matters relating to appropriations and finance, revenue and bonding.

Sec. 126. (*Effective from passage*) (a) For the fiscal year ending June 30,