



General Assembly

February Session, 2024

Proposed Bill No. 5147

LCO No. 933



Referred to Committee on FINANCE, REVENUE AND BONDING

Introduced by:

REP. CHAFEE, 33rd Dist.
REP. LUXENBERG, 12th Dist.
REP. JOHNSON, 49th Dist.
REP. BUMGARDNER, 41st Dist.
REP. GILCHREST, 18th Dist.
REP. TURCO, 27th Dist.
REP. PORTER, 94th Dist.
REP. HUGHES, 135th Dist.
REP. MICHEL, 146th Dist.
REP. ROCHELLE, 104th Dist.
REP. LEMAR, 96th Dist.
REP. SANCHEZ E., 24th Dist.

REP. SANCHEZ R., 25th Dist.
REP. TERCYAK, 26th Dist.
REP. NOLAN, 39th Dist.
REP. HADDAD, 54th Dist.
REP. FARRAR K., 20th Dist.
SEN. ANWAR, 3rd Dist.
SEN. WINFIELD, 10th Dist.
SEN. LOPES, 6th Dist.
SEN. LESSER, 9th Dist.
SEN. KUSHNER, 24th Dist.
SEN. CABRERA, 17th Dist.
SEN. HOCHADEL, 13th Dist.

AN ACT RESTRUCTURING CERTAIN TAXES.

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

- 1 That the general statutes be amended to (1) establish a surcharge of
- 2 five per cent on the net gain from the sale or exchange of capital assets
- 3 on a taxpayer whose Connecticut adjusted gross income is equal to or
- 4 greater than the threshold amount specified in section 12-700 of the
- 5 general statutes for imposition of the highest marginal rate on such
- 6 taxpayer, and the revenue from such surcharge to be used to support
- 7 public institutions of higher education in the state, (2) establish a child

8 tax credit against the personal income tax for up to three dependent
9 children, in the amount of five hundred dollars per child for a
10 nonrefundable credit or four hundred dollars per child for a refundable
11 credit, (3) impose a surcharge of nineteen per cent on investment
12 management services fees, (4) (A) increase the highest marginal rate of
13 the personal income tax, for unmarried individuals and married
14 individuals filing separately, to nine and fifty-five-hundredths per cent,
15 ten and twenty-five-hundredths per cent and ten and sixty-five-
16 hundredths per cent, for Connecticut adjusted gross income over one
17 million dollars, ten million dollars and fifty million dollars, respectively,
18 and (B) increase the Connecticut adjusted gross income thresholds for
19 heads of households and individuals filing jointly proportionately, (5)
20 eliminate the cap of two million five hundred thousand dollars under
21 section 12-218e of the general statutes on the amount the tax calculated
22 for a combined group on a combined unitary basis may exceed the
23 nexus combined base tax, and (6) establish a ten per cent tax on the
24 annual gross revenues derived from digital advertising services in the
25 state for any business with annual world-wide gross revenues
26 exceeding ten billion dollars.

Statement of Purpose:

To restructure certain taxes.