



General Assembly

January Session, 2021

Raised Bill No. 933

LCO No. 3787



Referred to Committee on HIGHER EDUCATION AND
EMPLOYMENT ADVANCEMENT

Introduced by:
(HED)

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

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

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 Section 12-217g of the general statutes is repealed and the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

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

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

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

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

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

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

73 (d) For income and taxable years commencing on or after January 1,
74 2022, there shall be allowed a credit for any taxpayer against the tax
75 imposed under this chapter or chapter 229, other than the liability
76 imposed by section 12-707, with respect to each apprenticeship in a
77 trade, other than those trades set forth set in subsections (a) to (c),
78 inclusive, of this section under a qualified apprenticeship training
79 program as described in this section, that is (1) certified in accordance

80 with regulations adopted by the Labor Commissioner, and (2) registered
81 with the Connecticut State Apprenticeship Council established under
82 section 31-22n. The tax credit shall be (A) in an amount equal to four
83 dollars per hour multiplied by the total number of hours completed by
84 each apprentice toward completion of such program, and (B) awarded
85 upon completion and notification of completion of such program in the
86 income or taxable year in which such completion and notification occur,
87 provided the amount of credit allowed for such year with respect to each
88 such apprentice may not exceed five thousand dollars or fifty per cent
89 of actual wages paid over the first four income years for such
90 apprenticeship, whichever is less.

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

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

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

HED

Joint Favorable C/R

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