



General Assembly

***Raised Bill No. 7081***

January Session, 2019

LCO No. 3539



Referred to Committee on COMMERCE

Introduced by:  
(CE)

***AN ACT EXTENDING THE MANUFACTURING APPRENTICESHIP TAX CREDIT TO PASS-THROUGH ENTITIES.***

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

1 Section 1. Subsection (a) of section 12-217g of the general statutes is  
2 repealed and the following is substituted in lieu thereof (*Effective July*  
3 *1, 2019, and applicable to income and taxable years commencing on or after*  
4 *January 1, 2019*):

5 (a) (1) There shall be allowed a credit for any taxpayer against the  
6 tax 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  
9 such 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  
12 the Connecticut State Apprenticeship Council established under  
13 section 31-22n, in an amount equal to six dollars per hour multiplied  
14 by the total number of hours worked during the income or taxable  
15 year by apprentices in the first half of a two-year term of  
16 apprenticeship and the first three-quarters of a four-year term of  
17 apprenticeship, provided the amount of credit allowed for any income

18 or taxable year with respect to each such apprenticeship may not  
19 exceed seven thousand five hundred dollars or fifty per cent of actual  
20 wages paid in such [income] year to an apprentice in the first half of a  
21 two-year term of apprenticeship or in the first three-quarters of a four-  
22 year term of apprenticeship, whichever is less.

23 (2) (A) Effective for income years commencing on [and] or after  
24 January 1, 2015, for purposes of this subsection, "taxpayer" includes an  
25 affected business entity, as defined in section 12-284b. [Any] For  
26 income years commencing on or after January 1, 2015, but prior to  
27 January 1, 2019, any affected business entity allowed a credit under  
28 this subsection may sell, assign or otherwise transfer such credit, in  
29 whole or in part, to one or more taxpayers to offset any state tax due or  
30 otherwise payable by such taxpayers under this chapter, or, with  
31 respect to income years commencing on or after January 1, 2016, but  
32 prior to January 1, 2019, chapter 212 or 227, provided such credit may  
33 be sold, assigned or otherwise transferred, in whole or in part, not  
34 more than three times.

35 (B) Effective for income years commencing on or after January 1,  
36 2019, if the taxpayer is an S corporation or an entity treated as a  
37 partnership for federal income tax purposes, the shareholders or  
38 partners of such taxpayer may claim the credit under this subsection. If  
39 the taxpayer is a single member limited liability company that is  
40 disregarded as an entity separate from its owner, the limited liability  
41 company's owner may claim the credit under this subsection.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2019, and applicable to income and taxable years commencing on or after January 1, 2019</i>	12-217g(a)

**CE** Joint Favorable

