



General Assembly

January Session, 2025

Proposed Bill No. 5144

LCO No. 1147



Referred to Committee on FINANCE, REVENUE AND
BONDING

Introduced by:

REP. TURCO, 27th Dist.

REP. DEMICCO, 21st Dist.

**AN ACT ESTABLISHING A PERSONAL INCOME TAX DEDUCTION
FOR CERTAIN PAYMENTS RECEIVED FROM AN INSURANCE
COMPANY.**

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

- 1 That section 12-701 of the general statutes be amended to establish a
- 2 personal income tax deduction for the portion of any payment from an
- 3 insurance company received by a taxpayer (1) in exchange for a buyout
- 4 or cancellation of a long-term care insurance policy, and (2) that is
- 5 properly includable in gross income for federal income tax purposes.

Statement of Purpose:

To establish a personal income tax deduction for the portion of any
payment from an insurance company received by a taxpayer (1) in
exchange for a buyout or cancellation of a long-term care insurance
policy, and (2) that is properly includable in gross income for federal
income tax purposes.