



General Assembly

**Amendment**

January Session, 2025

LCO No. 9637



Offered by:  
SEN. FAZIO, 36<sup>th</sup> Dist.

To: Subst. Senate Bill No. 1558

File No. 882

Cal. No. 479

**"AN ACT CONCERNING INCOME TAXES IMPOSED BY OTHER JURISDICTIONS ON RESIDENTS OF THE STATE."**

1 Strike everything after the enacting clause and substitute the  
2 following in lieu thereof:

3 "Section 1. (NEW) (*Effective from passage*) For taxable years  
4 commencing on or after January 1, 2020:

5 (1) A resident of this state who satisfies the provisions of  
6 subparagraphs (A) to (D), inclusive, of this subdivision shall be allowed  
7 a credit against the tax otherwise due for the applicable taxable year  
8 under chapter 229 of the general statutes, other than the liability  
9 imposed by section 12-707 of the general statutes, in an amount equal to  
10 sixty per cent of the amount of taxes owed to this state as a result of the  
11 readjustment of the credit for taxes paid to another state of the United  
12 States or a political subdivision thereof or the District of Columbia,  
13 pursuant to section 12-704 of the general statutes, as amended by this  
14 act. To be eligible for the credit under this section, such resident shall  
15 have:

16 (A) Paid any income tax or wage tax imposed for the taxable year by  
17 another state of the United States or a political subdivision thereof or the  
18 District of Columbia;

19 (B) Applied for and been denied a refund from such other jurisdiction  
20 for taxes paid to such other jurisdiction on income derived from services  
21 rendered while such resident was within this state;

22 (C) Filed an appeal with a court or tribunal through which such  
23 resident formally protested such denial; and

24 (D) Obtained a final decision that resulted in this state refunding to  
25 such resident taxes paid to such other jurisdiction on income derived  
26 from services rendered while such resident was within this state.

27 (2) No penalty or interest shall be imposed on any late payment of  
28 the tax due under chapter 229 of the general statutes, other than the  
29 liability imposed by section 12-707 of the general statutes, if (A) such  
30 late payment is attributable to a reduction in the credit for taxes paid  
31 under section 12-704 of the general statutes, as amended by this act, (B)  
32 such reduction in the credit for taxes paid is the direct result of a refund  
33 that a resident of this state received from another state of the United  
34 States or a political subdivision thereof or the District of Columbia, (C)  
35 such refund relates to income derived from services rendered while  
36 such resident was not within such other jurisdiction, and (D) such other  
37 jurisdiction requires employee income to be sourced to an employer's  
38 location if a nonresident renders services from an out-of-state location."

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	New section