Summary of Major Tax Relief Under the Lamont Administration

(In Millions)

Previously Enacted Tax Relief

	Policy	FY 2022	FY 2023	FY 2024	FY 2025
1.	Gas Tax Holiday From 4/1/2022 Thru 6/30/2022	$ (90.0)	$ -	$ -	$ -
2.	Extend Gas Tax Holiday From 7/1/2022 Thru 11/30/2022	-	(150.0)	-	-
3.	Extend and Phase-Out Gas Tax Holiday From 12/1/2022 Thru 4/30/2023	-	(90.0)	-	-
4.	Child Tax Credit of $250 (Funded from FY22 Surplus Trnsfrd to FY23)	-	(125.0)	-	-
5.	Car Tax - Reduce Max Mill Rate from 45 to 32.46 Mills	-	(100.0)	(100.0)	(100.0)
6.	Property Tax Credit - Increase from $200 to $300	-	(60.0)	(60.0)	(60.0)
7.	Property Tax Credit - Restore Full Eligibility	-	(53.0)	-	-
8.	Pensions & Annuities - Accelerate Exemption Schedule	-	(42.9)	(29.3)	(15.6)
9.	Earned Income Tax Credit - Increase From 23% to 30.5%	(34.1)	(34.1)	(34.1)	(34.1)
10.	Payments to Households Eligible for Earned Income Tax Credit	(75.0)	(42.6)	-	-
11.	Unemployment Insurance Tax Reduction in 2023 ($40M from ARPA)	-	(40.0)	-	-
12.	Business Entity Tax - Repeal	(11.0)	(44.0)	(11.0)	(44.0)
13.	JobsCT Tax Rebate Program	-	-	-	(40.0)
14.	Phase-Out of Capital Base Tax by 1/1/2028	-	-	(5.7)	(15.2)
15.	Phase-In R&D Tax Credit from 50.01% to 70% by IY 2023	(6.5)	(17.2)	(21.5)	(21.5)
16.	Repeal Ambulatory Surgical Centers Tax	-	(18.0)	(9.4)	(9.9)
17.	Expand Employer Student Loan Tax Credit	-	(9.4)	(9.9)	(10.4)
18.	Repeal Movie Theater Admissions Tax	-	(2.5)	(5.0)	(5.0)
19.	**Total Enacted Tax Relief**	**$ (216.6)**	**$ (828.7)**	**$ (285.9)**	**$ (355.7)**

Tax Relief Adopted in FY 2024 - FY 2025 Biennial Budget (2023 Legislative Session)

	Policy	FY 2022	FY 2023	FY 2024	FY 2025
20.	Personal Income Tax Rates - Reduce 5% to 4.5% & 3% to 2%	$ -	$ -	$ (166.8)	$ (370.4)
21.	Retirement Income - Establish Phase-Out for P&A and IRA Exemption	-	-	(21.1)	(45.3)
22.	Earned Income Tax Credit - Increase From 30.5% to 40%	-	-	(44.6)	(44.6)
23.	Freeze the Diesel Tax Rate for One Fiscal Year at $0.492 per gallon	-	-	(37.2)	-
24.	Cannabis Firms - Allow Expense Deductions Beyond Costs of Goods Sold	-	-	(4.7)	(6.2)
25.	Pass-through Entity Tax - Make Filing Optional	-	-	(2.7)	(6.0)
26.	Exempt Aviation Fuel From Petroleum Gross Receipts Tax	-	-	(3.2)	(3.1)
27.	Film Production Tax Credit - Inc. Applicability to Sales Tax from 78% to 92%	-	-	(2.2)	(4.3)
28.	Human Capital Tax Credit - Increase From 5% to 10%; 25% for Child Care	-	-	(2.1)	(3.5)
29.	Establish 30% Pre- & Post-Broadway Theater Production Tax Credit	-	-	(2.5)	(2.5)
30.	**Total FY 2024 - FY 2025 Tax Relief**	**$ -**	**$ -**	**$ (287.1)**	**$ (485.9)**
31.	**Grand Total Tax Relief**	**$ (216.6)**	**$ (828.7)**	**$ (573.0)**	**$ (841.6)**