



Revenue Options to Support a Strong Foundation for Connecticut's Future

April 2019

We can build a growing, inclusive economy that enables all families to thrive, provides quality education for all children from cradle to career, and offers the support services necessary so that all children have an equitable opportunity to reach their full potential.

To achieve this goal, Connecticut needs an adequate and equitable tax system.

1	<p>Personal Income Tax Increase top two brackets by 1 percentage point: 6.9% increased to 7.9% and 6.99% increased to 7.99%</p>	\$437 million annually
2	<p>Capital Gains and Dividends Apply a higher rate on capital gains on top two personal income tax brackets: 6.9% increased to 8.5% and 6.99% increased to 10.75%</p>	\$427 million annually
3	<p>Sales Tax Base Broadening Governor Lamont's proposal to broaden the base of the sales tax. Must be paired with a progressive tax to prevent tax system from becoming more unfair.</p>	\$653 million annually
4	<p>Estate and Gift Tax</p> <ul style="list-style-type: none"> • Do not repeal the Estate or Gift Tax • Decouple Estate Tax from federal thresholds • Lift \$15 million cap 	\$200-400 million annually
5	<p>Return spending and appropriations decisions to Legislature Repeal the Bond Lock, address bond covenants, and adopt the prior Volatility Savings Policy.</p>	Approximately \$550-800 million in next biennial budget