



General Assembly

January Session, 2021

Proposed Bill No. 734

LCO No. 1851



Referred to Committee on FINANCE, REVENUE AND BONDING

Introduced by:
SEN. CHAMPAGNE, 35th Dist.

AN ACT CONCERNING THE SALES TAX TREATMENT OF CERTAIN REBATES AND PROMOTIONAL ITEMS.

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

- 1 That chapter 219 of the general statutes be amended to exclude from
- 2 the sales and use taxes (1) the portion of the purchase price of taxable
- 3 tangible personal property or taxable services for which a purchaser
- 4 may obtain a cash rebate from the manufacturer or a third-party, and (2)
- 5 taxable tangible personal property advertised as free, that are ultimately
- 6 no cost to the purchaser through the meeting of certain contractual
- 7 obligations.

Statement of Purpose:

To exclude from the sales and use taxes (1) the portion of the purchase price of taxable tangible personal property or taxable services for which a purchaser may obtain a cash rebate from the manufacturer or a third-party, and (2) taxable tangible personal property advertised as free, that are ultimately no cost to the purchaser through the meeting of certain contractual obligations.