



General Assembly

Substitute Bill No. 5583

February Session, 2002

AN ACT CONCERNING INCENTIVES FOR MUNICIPAL REVENUE SHARING.

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

1 Section 1. (NEW) (*Effective October 1, 2002*) (a) As used in this
2 section, "region" means a planning region designated or redesignated
3 by the Secretary of the Office of Policy and Management pursuant to
4 section 16a-4a of the general statutes.

5 (b) A municipality on the list of municipalities with fiscal disparities
6 prepared pursuant to public act 01-158 and any other municipality
7 located in the same region as the municipality on such list may enter
8 into an agreement to share revenues pursuant to section 7-148bb of the
9 general statutes whereby the municipality located in the region may
10 establish a mill rate on nonresidential real property up to the mill rate
11 of the municipality on such list. Any agreement shall (1) provide that
12 revenues shared shall be limited to revenues collected from real
13 properties subject to the mill rate established under this section, and
14 (2) include a distribution plan which may have provisions for
15 distribution of revenue to nonprofit organizations. No agreement shall
16 be effective unless approved by the Secretary of the Office of Policy
17 and Management and the secretary determines that the agreement will
18 result in reduced property taxes in the municipality with fiscal
19 disparities and that fifty per cent of the revenue generated will be
20 distributed to the host municipality.

21 (c) The nonresidential real property subject to the increased mill rate
22 shall be eligible for the same incentives, abatements and benefits for
23 which nonresidential property in the municipality on the list of
24 municipalities with fiscal disparities is eligible.

This act shall take effect as follows:	
Section 1	<i>October 1, 2002</i>

PD *Joint Favorable Subst.-LCO*

FIN *Joint Favorable*