



**AN ACT CONCERNING A MUNICIPAL GROSS RECEIPTS TAX ON CERTAIN RETAIL FACILITIES.**

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:

3 (1) "Municipality" means any town, city or borough, consolidated  
4 town and city or consolidated town and borough;

5 (2) "Retail facility" means a facility which sells tangible personal  
6 property directly to consumers; and

7 (3) "Consumer transaction" means a sale directly to consumers,  
8 except sales of food, pharmaceuticals and motor vehicles.

9 (b) Each municipality, by ordinance adopted by its legislative body,  
10 shall impose a tax of not more than one per cent on the gross receipts  
11 of any retail facility located in such municipality that has gross receipts  
12 generated by consumer transactions of more than ten million dollars.

13 (c) Each municipality imposing a tax pursuant to this section shall  
14 share twenty per cent of revenues received from such tax with each  
15 municipality that is adjacent to the municipality imposing the tax.

16 (d) Each municipality receiving revenue from a retail facility  
17 pursuant to an ordinance adopted under this section shall use such

18 revenue for property tax relief for a period of three years after the tax  
19 is imposed on each such retail facility. Thereafter, such revenues may  
20 be used for any purpose.

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

**PD**

*Joint Favorable Subst. C/R*

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