



General Assembly

January Session, 2005

Proposed Bill No. 6477

LCO No. 2460

Referred to Committee on Planning and Development

Introduced by:

REP. MOUKAWSHER, 40th Dist.

**AN ACT CONCERNING THE PROPERTY TAX TREATMENT OF
MANUFACTURING MACHINERY AND EQUIPMENT.**

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

1 That chapter 203 of the general statutes be amended to (1) provide
2 that for manufacturing machinery and equipment, the amount of
3 property tax exemption for which the state makes a payment in lieu of
4 taxes shall be the amount of tax which would be due for seventy per
5 cent of the value of the manufacturing machinery and equipment for
6 all such equipment purchased on and after July 1, 2004; (2) mandate
7 that municipalities will receive the full amount of payment in lieu of
8 taxes for such exempt property; and (3) allow municipalities to collect
9 property taxes for the thirty per cent of the equipment value that is not
10 exempt.

Statement of Purpose:

To subsidize the purchase by industry of new manufacturing machinery and equipment and to provide that municipalities are fully reimbursed by the state for exempt property taxes while allowing the municipality to collect tax on property not exempt.