



General Assembly

Amendment

February Session, 2006

LCO No. 4383

SB0053904383SR0

Offered by:
SEN. FASANO, 34th Dist.

To: Subst. Senate Bill No. 539

File No. 140

Cal. No. 137

"AN ACT CONCERNING TAX CREDITS FOR REHABILITATING HISTORIC STRUCTURES."

1 After the last section, add the following and renumber sections and
2 internal references accordingly:

3 "Sec. 501. (NEW) (*Effective October 1, 2006*) (a) The Commissioner of
4 Economic and Community Development, upon request of a
5 municipality, shall designate a nutmeg zone pilot program in an area
6 of such municipality. To be eligible for the pilot program a
7 municipality shall have a population of more than twenty thousand
8 but less than fifty thousand and correctional facilities.

9 (b) The amount of property taxes due under chapter 203 of the
10 general statutes for a facility that is acquired, constructed, substantially
11 renovated or expanded in a nutmeg zone designated under subsection
12 (a) or (c) of this section, on or after the effective date of this section,
13 shall be reduced by ten per cent in each of the five full assessment
14 years following the assessment year in which the acquisition,
15 construction, renovation or expansion of the facility is completed. The

16 state, acting by and in the discretion of the Commissioner of Economic
17 and Community Development, shall enter into a contract with the
18 municipality in which the nutmeg zone is located to make payments in
19 lieu of taxes to the municipality in an amount equal to ten per cent of
20 the amount that would have been due except for the provisions of this
21 section. Such payments shall be made annually for the five assessment
22 years that the taxes due for the facility are reduced.

23 (c) Any municipality may request the commissioner to designate a
24 nutmeg zone in such municipality, provided the legislative body of the
25 municipality has adopted an ordinance that (1) identifies a specific
26 geographic area of the municipality as such zone, and (2) establishes
27 criteria for establishment of the zone. The provisions of subsection (b)
28 of this section shall apply to any such additional nutmeg zone
29 designated by the commissioner. Any municipality applying for the
30 designation shall not be required to meet the criteria of subsection (a)
31 of this section."