



General Assembly

February Session, 2010

Amendment

LCO No. 4884

HB0543504884HDO

Offered by:

REP. DONOVAN, 84th Dist.
REP. MERRILL, 54th Dist.
SEN. WILLIAMS, 29th Dist.
SEN. LOONEY, 11th Dist.
REP. CAFERO, 142nd Dist.
SEN. MCKINNEY, 28th Dist.

REP. BERGER, 73rd Dist.
SEN. LEBEAU, 3rd Dist.
REP. PERONE, 137th Dist.
REP. ALBERTS, 50th Dist.
SEN. FRANTZ, 36th Dist.

To: Subst. House Bill No. 5435

File No. 415

Cal. No. 213

"AN ACT CONCERNING THE RECOMMENDATIONS OF THE MAJORITY LEADERS' JOB GROWTH ROUNDTABLE."

1 Strike everything after the enacting clause and substitute the
2 following in lieu thereof:

3 "Section 1. (NEW) (*Effective from passage*) (a) As used in this section:

4 (1) "Green technology" means technology that (A) promotes clean
5 energy, renewable energy or energy efficiency, (B) reduces greenhouse
6 gases or carbon emissions, or (C) involves the invention, design and
7 application of chemical products and processes to eliminate the use
8 and generation of hazardous substances;

9 (2) "Job relating to green technology" means a job in which green
10 technology is employed and may include the occupation codes

11 identified as green jobs by the United States Bureau of Labor Statistics
12 and those codes identified by the Labor Department and the
13 Department of Economic and Community Development for such
14 purposes;

15 (3) "Life science" means the study of genes, cells, tissues and
16 chemical and physical structures of living organisms; and

17 (4) "Health information technology" means the creation, execution
18 or implementation of electronic data systems that record or transmit
19 medical or health information.

20 (b) There is established a Connecticut green technology, life science
21 and health information technology loan forgiveness program to be
22 administered by the Department of Higher Education.

23 (c) A Connecticut resident who graduated on or after May 1, 2010,
24 from an institution of higher education in this state with a bachelor
25 degree in a field relating to green technology, life science or health
26 information technology and who has been employed in this state for at
27 least two years after graduation in a job relating to green technology,
28 life science or health information technology and whose expected
29 family contribution, as determined by the federal Free Application for
30 Federal Student Aid for the most recent full academic year does not
31 exceed thirty-five thousand dollars shall be eligible for reimbursement
32 of federal or state educational loans up to a maximum of two thousand
33 five hundred dollars per year or five per cent of the amount of such
34 loans per year, whichever is less, for up to four years.

35 (d) A Connecticut resident who graduated on or after May 1, 2010,
36 from an institution of higher education in this state with an associate
37 degree relating to green technology, life science or health information
38 technology and who has been employed in this state for at least two
39 years after graduation in a job relating to green technology, life science
40 or health information technology and whose expected family
41 contribution, as determined by the federal Free Application for Federal
42 Student Aid for the most recent full academic year does not exceed

43 thirty-five thousand dollars shall be eligible for reimbursement of
44 federal or state educational loans up to a maximum of two thousand
45 five hundred dollars per year or five per cent of the amount of such
46 loans per year, whichever is less, for up to two years.

47 (e) A Connecticut resident who receives a certificate relating to
48 green technology, life science or health information technology from
49 an institution of higher education in this state shall be eligible for a
50 grant equal to the cost of the training certificate not to exceed a
51 maximum of two hundred fifty dollars, provided such resident (1) is
52 unemployed, has received notice of termination of employment or is
53 employed with a gross annual family income that does not exceed
54 forty thousand dollars, (2) is eighteen years of age or older, (3)
55 graduated from high school before July 1, 2008, and (4) has not been
56 enrolled as a full-time student at an institution of higher education
57 before July 1, 2010.

58 (f) Notwithstanding the provisions of subsections (c) and (d) of this
59 section, the total combined dollar value of loan reimbursements
60 available under this and any other provision of the general statutes
61 shall not exceed five thousand dollars per recipient of an associate
62 degree and ten thousand dollars per recipient of a bachelor degree.

63 Sec. 2. (NEW) (*Effective January 1, 2012*) Notwithstanding the
64 provisions of section 10a-179 of the general statutes, the sum of three
65 million dollars shall be transferred from the State of Connecticut
66 Health and Educational Facilities Authority to the General Fund and
67 used for the loan forgiveness program established pursuant to section
68 1 of this act.

69 Sec. 3. (NEW) (*Effective from passage*) The Board of Governors of
70 Higher Education may adopt regulations, in accordance with the
71 provisions of chapter 54 of the general statutes, to carry out the
72 provisions of section 1 of this act.

73 Sec. 4. (NEW) (*Effective July 1, 2010*) (a) The Board of Trustees of the
74 Community-Technical Colleges shall develop a program to meet the

75 educational and training needs of unemployed state residents by
76 providing access to short-term, noncredit programs of study that lead
77 to the acquisition of job-related skills and workforce credentials.

78 (b) The board of trustees shall establish an advisory committee to
79 identify workforce needs, education and training requirements,
80 support services and partnerships in fields with available or growing
81 employment opportunities and in priority regions enduring high
82 levels of unemployment. The advisory committee shall include
83 representatives from the Labor Department, the Workforce Investment
84 Boards, the Department of Economic and Community Development,
85 the Connecticut Center for Advanced Technology, the Connecticut
86 Business and Industry Association and labor organizations. The
87 advisory committee shall examine the use of individual educational
88 training accounts to assist these individuals, recommend eligibility
89 requirements for participants, including, but not limited to, verification
90 of unemployment and demonstration of financial need, and consider
91 establishing pilot programs, the number and participants of which
92 shall be determined by available funding resources. The advisory
93 committee shall submit its recommendations to the board of trustees
94 on or before November 1, 2010.

95 (c) The board of trustees shall examine the costs associated with
96 program delivery and modification for existing programs or the
97 development of new noncredit programs focused on high-need, high-
98 growth fields along with support for student tuition, fees, books,
99 materials and academics.

100 (d) The community-technical colleges shall leverage state funding
101 dedicated to this initiative in applications for federal funding included
102 in the Student Aid and Fiscal Responsibility Act, the United States
103 Department of Education's college access challenge grant program and
104 other available grants for educational and career training programs to
105 sustain and expand the individual educational training grants
106 program throughout the system of community colleges.

107 Sec. 5. (*Effective July 1, 2010*) (a) For the purposes described in
108 subsection (b) of this section, the State Bond Commission shall have
109 the power, from time to time, to authorize the issuance of bonds of the
110 state in one or more series and in principal amounts not exceeding in
111 the aggregate one million dollars.

112 (b) The proceeds of the sale of said bonds, to the extent of the
113 amount stated in subsection (a) of this section, shall be used by the
114 Board of Trustees of the Community-Technical Colleges for the
115 purpose of the program developed pursuant to section 4 of this act to
116 meet the educational and training needs of unemployed residents.

117 (c) All provisions of section 3-20 of the general statutes, or the
118 exercise of any right or power granted thereby, which are not
119 inconsistent with the provisions of this section are hereby adopted and
120 shall apply to all bonds authorized by the State Bond Commission
121 pursuant to this section, and temporary notes in anticipation of the
122 money to be derived from the sale of any such bonds so authorized
123 may be issued in accordance with said section 3-20 and from time to
124 time renewed. Such bonds shall mature at such time or times not
125 exceeding twenty years from their respective dates as may be provided
126 in or pursuant to the resolution or resolutions of the State Bond
127 Commission authorizing such bonds. None of said bonds shall be
128 authorized except upon a finding by the State Bond Commission that
129 there has been filed with it a request for such authorization which is
130 signed by or on behalf of the Secretary of the Office of Policy and
131 Management and states such terms and conditions as said commission,
132 in its discretion, may require. Said bonds issued pursuant to this
133 section shall be general obligations of the state and the full faith and
134 credit of the state of Connecticut are pledged for the payment of the
135 principal of and interest on said bonds as the same become due, and
136 accordingly and as part of the contract of the state with the holders of
137 said bonds, appropriation of all amounts necessary for punctual
138 payment of such principal and interest is hereby made, and the State
139 Treasurer shall pay such principal and interest as the same become
140 due.

141 Sec. 6. (NEW) (*Effective July 1, 2010*) (a) As used in this section,
142 "qualified business" means a Connecticut business, whether for-profit
143 or not-for-profit, employing less than fifty employees.

144 (b) The Commissioner of Economic and Community Development
145 shall establish the Connecticut Credit Consortium, which shall be a
146 small business assistance revolving loan program to provide direct
147 loans and lines of credit to qualified businesses. The commissioner
148 shall establish eligibility criteria and guidelines for the program.

149 (c) As part of the program established pursuant to subsection (b) of
150 this section, the commissioner may make, or cause to be made, direct
151 loans or lines of credit to any qualified businesses, provided the
152 cumulative total of outstanding loans and lines of credit (1) to any
153 business at any time shall not exceed five hundred thousand dollars,
154 and (2) to all businesses at any time shall not exceed fifteen million
155 dollars.

156 (d) There is established an account to be known as the "small
157 business assistance account" which shall be a separate, nonlapsing
158 account within the General Fund. The account shall contain any
159 moneys required by law to be deposited in the account. Repayment of
160 principal and interest on loans shall be credited to such fund and shall
161 become part of the assets of the fund. Any balance remaining in such
162 account at the end of any fiscal year shall be carried forward in the
163 fund for the fiscal year next succeeding. All moneys received in
164 consideration of financial assistance, including payments of principal
165 and interest on any loans, shall be credited to the account. Moneys in
166 the account shall be expended by the Department of Economic and
167 Community Development for the purposes of the small business
168 assistance program established pursuant to subsection (b) of this
169 section.

170 (e) Loans and lines of credit provided pursuant to subsection (b) of
171 this section shall be exempt from the provisions of sections 32-222 to
172 32-234, inclusive, and section 32-5a of the general statutes.

173 Sec. 7. Subsection (b) of section 32-235 of the 2010 supplement to the
174 general statutes is repealed and the following is substituted in lieu
175 thereof (*Effective July 1, 2010*):

176 (b) The proceeds of the sale of said bonds, to the extent of the
177 amount stated in subsection (a) of this section, shall be used by the
178 Department of Economic and Community Development (1) for the
179 purposes of sections 32-220 to 32-234, inclusive, including economic
180 cluster-related programs and activities, and for the Connecticut job
181 training finance demonstration program pursuant to sections 32-23uu
182 and 32-23vv provided, ~~[(1)]~~ (A) three million dollars shall be used by
183 said department solely for the purposes of section 32-23uu and not
184 more than five million two hundred fifty thousand dollars of the
185 amount stated in said subsection (a) may be used by said department
186 for the purposes of section 31-3u, ~~[(2)]~~ (B) not less than one million
187 dollars shall be used for an educational technology grant to the
188 deployment center program and the nonprofit business consortium
189 deployment center approved pursuant to section 32-41l, ~~[(3)]~~ (C) not
190 less than two million dollars shall be used by said department for the
191 establishment of a pilot program to make grants to businesses in
192 designated areas of the state for construction, renovation or
193 improvement of small manufacturing facilities provided such grants
194 are matched by the business, a municipality or another financing
195 entity. The Commissioner of Economic and Community Development
196 shall designate areas of the state where manufacturing is a substantial
197 part of the local economy and shall make grants under such pilot
198 program which are likely to produce a significant economic
199 development benefit for the designated area, ~~[(4)]~~ (D) five million
200 dollars may be used by said department for the manufacturing
201 competitiveness grants program, ~~[(5)]~~ (E) one million dollars shall be
202 used by said department for the purpose of a grant to the Connecticut
203 Center for Advanced Technology, for the purposes of section 32-237,
204 ~~[(6)]~~ (F) fifty million dollars shall be used by said department for the
205 purpose of grants to the United States Department of the Navy, the
206 United States Department of Defense or eligible applicants for projects

207 related to the enhancement of infrastructure for long-term, on-going
208 naval operations at the United States Naval Submarine Base-New
209 London, located in Groton, which will increase the military value of
210 said base. Such projects shall not be subject to the provisions of
211 sections 4a-60 and 4a-60a, and [(7)] (G) two million dollars shall be
212 used by said department for the purpose of a grant to the Connecticut
213 Center for Advanced Technology, Inc., for manufacturing initiatives,
214 including aerospace and defense, and (2) for the purposes of the small
215 business assistance program established pursuant to section 6 of this
216 act, provided fifteen million dollars shall be deposited in the small
217 business assistance account established pursuant to said section 6. The
218 provisions of sections 32-220 to 32-234, inclusive, shall not apply to
219 such funds authorized pursuant to this subdivision.

220 Sec. 8. (NEW) (*Effective from passage and applicable to income years*
221 *commencing on or after January 1, 2010*) (a) As used in this section:

222 (1) "Commissioner" means the Commissioner of Economic and
223 Community Development;

224 (2) "Income year" means the income year or taxable year, as
225 determined under chapter 207, 208 or 229 of the general statutes, as the
226 case may be;

227 (3) "Qualified small business" means an employer, subject to tax
228 under chapter 207, 208 or 229 of the general statutes, who employs less
229 than fifty employees in Connecticut on the date of its application
230 under subsection (c) of this section;

231 (4) "New employee" means a person hired after the effective date of
232 this section by the qualified small business during its income years
233 commencing on or after January 1, 2010, and prior to January 1, 2013,
234 to fill a new full-time job. A new employee does not include a person
235 who was employed in Connecticut by a related person with respect to
236 the qualified small business during the prior twelve months;

237 (5) "Full-time job" means a job in which an employee is required to

238 work at least thirty-five or more hours per week for not less than forty-
239 eight weeks in a calendar year. "Full-time job" does not include a
240 temporary or seasonal job;

241 (6) "Related person" means (A) a corporation, limited liability
242 company, partnership, association or trust controlled by the qualified
243 small business, (B) an individual, corporation, limited liability
244 company, partnership, association or trust that is in control of the
245 qualified small business, (C) a corporation, limited liability company,
246 partnership, association or trust controlled by an individual,
247 corporation, limited liability company, partnership, association or trust
248 that is in control of the qualified small business, or (D) a member of the
249 same controlled group as the qualified small business; and

250 (7) "Control", with respect to a corporation, means ownership,
251 directly or indirectly, of stock possessing fifty per cent or more of the
252 total combined voting power of all classes of the stock of such
253 corporation entitled to vote. "Control", with respect to a trust, means
254 ownership, directly or indirectly, of fifty per cent or more of the
255 beneficial interest in the principal or income of such trust. The
256 ownership of stock in a corporation, of a capital or profits interest in a
257 partnership, limited liability company or association or of a beneficial
258 interest in a trust shall be determined in accordance with the rules for
259 constructive ownership of stock provided in Section 267(c) of the
260 Internal Revenue Code of 1986, or any subsequent corresponding
261 internal revenue code of the United States, as from time to time
262 amended, other than Paragraph (3) of Section 267(c) of said internal
263 revenue code.

264 (b) (1) There is established a qualified small business job creation tax
265 credit program for qualified small businesses whereby a qualified
266 small business that hires a new employee who resides in the state may
267 be allowed a tax credit against the tax imposed under chapter 207, 208
268 or 229 of the general statutes, other than the liability imposed by
269 section 12-707 of the general statutes.

270 (2) The tax credit shall be an amount equal to two hundred dollars
271 per month for each new employee hired.

272 (3) No tax credit shall be allowed for any new employee hired by a
273 qualified small business in any income year commencing on or after
274 January 1, 2013.

275 (4) No qualified small business may claim a tax credit for any new
276 employee who is an owner, member or partner in the business or who
277 is not employed at the close of the income year of the qualified small
278 business.

279 (5) The qualified small business shall claim the tax credit for the
280 income year in which the qualified small business hires a new
281 employee and, if eligible, the two immediately succeeding income
282 years. Any tax credit not used in an income year shall expire and shall
283 not be refundable.

284 (c) To be eligible to claim the tax credit, a qualified small business
285 shall apply to the commissioner in accordance with the provisions of
286 this section. The application shall be on a form provided by the
287 commissioner and shall contain sufficient information as required by
288 the commissioner, including the activities that the qualified small
289 business primarily engages in, the North American Industrial
290 Classification System code of the qualified small business, the current
291 number of employees employed by the qualified small business as of
292 the application date, and the name and position or job title of the new
293 employee hired.

294 (d) (1) Upon receipt of an application, the commissioner shall render
295 a decision on the application, in writing, not later than thirty days after
296 the date of its receipt by the commissioner. If the commissioner
297 approves the application of the qualified small business, the
298 commissioner shall issue a certification letter indicating that the tax
299 credit will be available to be claimed by the qualified small business if
300 the qualified small business otherwise meets the requirements of this
301 section.

302 (2) The total amount of tax credits granted under this section,
303 section 9 of this act and section 12-217ii of the general statutes, as
304 amended by this act, shall not exceed eleven million dollars in any one
305 fiscal year.

306 (3) No qualified small business claiming the tax credit under this
307 section with respect to a new employee may claim any credit against
308 any tax under any other provision of the general statutes with respect
309 to the same new employee.

310 (e) If the qualified small business is an S corporation or an entity
311 treated as a partnership for federal income tax purposes, the tax credit
312 may be claimed by the shareholders or partners of the qualified small
313 business. If the qualified small business is a single member limited
314 liability company that is disregarded as an entity separate from its
315 owner, the tax credit may be claimed by the limited liability company's
316 owner.

317 (f) For a qualified small business subject to the tax imposed under
318 chapter 229 of the general statutes, no credit allowed under this section
319 shall exceed the amount of tax imposed by said chapter. The
320 commissioner shall annually provide to the Commissioner of Revenue
321 Services a list detailing all tax credits that have been approved and all
322 qualified small businesses that have been issued a certification letter
323 under subsection (d) of this section.

324 Sec. 9. (NEW) (*Effective from passage and applicable to income years*
325 *commencing on or after January 1, 2010*) (a) As used in this section:

326 (1) "Commissioner" means the Commissioner of Economic and
327 Community Development;

328 (2) "Employer" means a person engaged in business who has
329 employees and who is subject to tax under chapter 207, 208 or 229 of
330 the general statutes;

331 (3) "Income year" means the income year or taxable year, as

332 determined under chapter 207, 208 or 229 of the general statutes, as the
333 case may be;

334 (4) "New qualifying employee" means a person with a disability, as
335 defined in section 17b-650 of the general statutes, who (A) is receiving
336 vocational rehabilitation services from the Bureau of Rehabilitation
337 Services within the Department of Social Services, and (B) is hired by
338 the employer to fill a new job after the effective date of this section
339 during the employer's income years commencing on or after January 1,
340 2010. A new qualifying employee does not include a person with a
341 disability who was employed in this state by a related person with
342 respect to the employer during the prior twelve months;

343 (5) "Related person" means (A) a corporation, limited liability
344 company, partnership, association or trust controlled by the employer,
345 (B) an individual, corporation, limited liability company, partnership,
346 association or trust that is in control of the employer, (C) a corporation,
347 limited liability company, partnership, association or trust controlled
348 by an individual, corporation, limited liability company, partnership,
349 association or trust that is in control of the employer, or (D) a member
350 of the same controlled group as the employer; and

351 (6) "Control", with respect to a corporation, means ownership,
352 directly or indirectly, of stock possessing fifty per cent or more of the
353 total combined voting power of all classes of the stock of such
354 corporation entitled to vote. "Control", with respect to a trust, means
355 ownership, directly or indirectly, of fifty per cent or more of the
356 beneficial interest in the principal or income of such trust. The
357 ownership of stock in a corporation, of a capital or profits interest in a
358 partnership, limited liability company or association or of a beneficial
359 interest in a trust shall be determined in accordance with the rules for
360 constructive ownership of stock provided in Section 267(c) of the
361 Internal Revenue Code of 1986, or any subsequent corresponding
362 internal revenue code of the United States, as amended from time to
363 time, other than Paragraph (3) of said Section 267(c).

364 (b) (1) There is established a vocational rehabilitation job creation
365 tax credit program for employers whereby an employer who hires a
366 new qualifying employee who resides in this state and requires such
367 employee to work at least twenty hours or more per week for not less
368 than forty-eight weeks in a calendar year may be allowed a tax credit
369 against the tax imposed under chapter 207, 208 or 229 of the general
370 statutes, other than the liability imposed by section 12-707 of the
371 general statutes.

372 (2) The tax credit shall be an amount equal to two hundred dollars
373 per month for each new qualifying employee hired.

374 (3) No employer may claim a tax credit for any new qualifying
375 employee who is an owner, member or partner in the business of the
376 employer or who is not employed at the close of the income year of the
377 employer.

378 (4) The employer shall claim the tax credit for the income year in
379 which the employer hires a new qualifying employee and, if eligible,
380 the two immediately succeeding income years. Any tax credit not used
381 in an income year shall expire and shall not be refundable.

382 (c) To be eligible to claim the tax credit, an employer shall apply to
383 the commissioner in accordance with the provisions of this section. The
384 application shall be on a form provided by the commissioner and shall
385 contain sufficient information as required by the commissioner,
386 including the activities that the employer primarily engages in, the
387 North American Industrial Classification System code of the employer
388 and the name and position or job title of the new qualifying employee
389 hired.

390 (d) (1) Upon receipt of an application, the commissioner shall render
391 a decision on the application, in writing, not later than thirty days after
392 the date of its receipt by the commissioner. If the commissioner
393 approves the application of the employer, the commissioner shall issue
394 a certification letter indicating that the tax credit will be available to be
395 claimed by the employer if the employer otherwise meets the

396 requirements of this section.

397 (2) The total amount of tax credits granted under this section,
398 section 8 of this act and section 12-217ii of the general statutes, as
399 amended by this act, shall not exceed eleven million dollars in any one
400 fiscal year.

401 (3) No employer claiming the tax credit under this section, with
402 respect to a new qualifying employee, may claim any credit against
403 any tax under any other provision of the general statutes with respect
404 to the same new qualifying employee.

405 (e) If the employer is an S corporation or an entity treated as a
406 partnership for federal income tax purposes, the tax credit may be
407 claimed by the shareholders or partners of the employer. If the
408 employer is a single member limited liability company that is
409 disregarded as an entity separate from its owner, the tax credit may be
410 claimed by the limited liability company's owner.

411 (f) For an employer subject to the tax imposed under chapter 229 of
412 the general statutes, no credit allowed under this section shall exceed
413 the amount of tax imposed by chapter 229 of the general statutes. The
414 commissioner shall annually provide to the Commissioner of Revenue
415 Services a list detailing all tax credits that have been approved and all
416 employers that have been issued a certification letter under subsection
417 (d) of this section.

418 Sec. 10. Subdivision (2) of subsection (e) of section 12-217ii of the
419 general statutes is repealed and the following is substituted in lieu
420 thereof (*Effective from passage and applicable to income years commencing*
421 *on or after January 1, 2010*):

422 (2) The total amount of credits granted to all taxpayers under
423 section 12-217ii and sections 8 and 9 of this act shall not exceed [ten]
424 eleven million dollars in any one fiscal year.

425 Sec. 11. Subdivision (117) of section 12-412 of the 2010 supplement

426 to the general statutes is repealed and the following is substituted in
427 lieu thereof (*Effective July 1, 2010, and applicable to sales occurring on or*
428 *after July 1, 2010*):

429 (117) (A) Sales and use of solar energy electricity generating systems
430 and passive or active solar water or space heating systems and
431 geothermal resource systems, including equipment related to such
432 systems, and sales of services relating to the installation of such
433 systems.

434 (B) Sales of and the storage, use or other consumption of machinery,
435 equipment, tools, materials, supplies and fuel used directly in the
436 renewable energy and clean energy technology industries. As used in
437 this subdivision, "renewable energy and clean energy technology
438 industries" means industries that apply technologies to produce,
439 improve or develop solar energy electricity generating systems,
440 passive or active solar water or space heating systems, geothermal
441 resource systems and wind power electric generation systems,
442 including equipment related to such systems.

443 Sec. 12. (NEW) (*Effective July 1, 2010*) (a) There is established an
444 account to be known as the "preseed financing account" which shall be
445 a separate, nonlapsing account within the General Fund. The account
446 shall contain any moneys required by law to be deposited in the
447 account. Moneys in the account shall be expended by Connecticut
448 Innovations, Incorporated, for the purposes of providing preseed
449 financing pursuant to the program established in subsection (b) of this
450 section.

451 (b) Connecticut Innovations, Incorporated, shall establish a program
452 to provide preseed financing for Connecticut businesses, which shall
453 include, but not be limited to, financial assistance for the development
454 of proof of concepts and support services. Financial assistance shall not
455 exceed one hundred fifty thousand dollars per eligible business. An
456 eligible business shall (1) be principally located in Connecticut, (2)
457 have not less than seventy-five per cent of its employees working in

458 Connecticut, and (3) demonstrate private investment dollars of not less
459 than fifty cents for every dollar of financial assistance sought from the
460 program established pursuant to this section.

461 (c) The corporation may enter into an agreement, pursuant to
462 chapter 55a of the general statutes, with a nonprofit corporation
463 providing services and resources to entrepreneurs and businesses to
464 operate such program.

465 Sec. 13. (*Effective July 1, 2010*) (a) For the purposes described in
466 subsection (b) of this section, the State Bond Commission shall have
467 the power, from time to time, to authorize the issuance of bonds of the
468 state in one or more series and in principal amounts not exceeding in
469 the aggregate five million dollars.

470 (b) The proceeds of the sale of said bonds, to the extent of the
471 amount stated in subsection (a) of this section, shall be used by
472 Connecticut Innovations, Incorporated, for the purpose of providing
473 preseed funding pursuant to the program established in section 12 of
474 this act.

475 (c) All provisions of section 3-20 of the general statutes, or the
476 exercise of any right or power granted thereby, which are not
477 inconsistent with the provisions of this section are hereby adopted and
478 shall apply to all bonds authorized by the State Bond Commission
479 pursuant to this section, and temporary notes in anticipation of the
480 money to be derived from the sale of any such bonds so authorized
481 may be issued in accordance with said section 3-20 and from time to
482 time renewed. Such bonds shall mature at such time or times not
483 exceeding twenty years from their respective dates as may be provided
484 in or pursuant to the resolution or resolutions of the State Bond
485 Commission authorizing such bonds. None of said bonds shall be
486 authorized except upon a finding by the State Bond Commission that
487 there has been filed with it a request for such authorization which is
488 signed by or on behalf of the Secretary of the Office of Policy and
489 Management and states such terms and conditions as said commission,

490 in its discretion, may require. Said bonds issued pursuant to this
491 section shall be general obligations of the state and the full faith and
492 credit of the state of Connecticut are pledged for the payment of the
493 principal of and interest on said bonds as the same become due, and
494 accordingly and as part of the contract of the state with the holders of
495 said bonds, appropriation of all amounts necessary for punctual
496 payment of such principal and interest is hereby made, and the State
497 Treasurer shall pay such principal and interest as the same become
498 due.

499 Sec. 14. Section 38a-88a of the general statutes is repealed and the
500 following is substituted in lieu thereof (*Effective July 1, 2010*):

501 (a) As used in this section:

502 (1) "Facility" means an insurance business facility;

503 (2) "Insurance business" means a business with a North American
504 Industry Classification System code of 524113 to 524298, inclusive, that
505 is engaged in the business of insuring risks or of providing services
506 necessary to the business of insuring risks;

507 (3) "New job" means a job that did not exist in the business of a
508 subject insurance business in this state prior to the subject insurance
509 business's application to the commissioner for an eligibility certificate
510 under this section for a new facility and that is filled by a new
511 employee, but does not include a job created when an employee is
512 shifted from an existing location of the subject insurance business in
513 this state to a new facility;

514 (4) "New employee" means a person who resides in Connecticut and
515 is hired by a subject insurance business to fill a position for a new job
516 or a person shifted from an existing location of the subject insurance
517 business outside this state to a new facility in this state, provided (A)
518 in no case shall the total number of new employees allowed for
519 purposes of this credit exceed the total increase in the taxpayer's
520 employment in this state, which increase shall be the difference

521 between (i) the number of employees employed by the subject
522 insurance business in this state at the time of application for an
523 eligibility certificate to the commissioner plus the number of new
524 employees who would be eligible for inclusion under the credit
525 allowed under this section without regard to this calculation, and (ii)
526 the highest number of employees employed by the subject insurance
527 business in this state in the year preceding the subject insurance
528 business's application for an eligibility certificate to the commissioner,
529 and (B) a person shall be deemed to be a "new employee" only if such
530 person's duties in connection with the operation of the facility are on a
531 regular, full-time, or equivalent thereof, and permanent basis;

532 (5) "New facility" means a facility which (A) is acquired by, leased
533 to, or constructed by, a subject insurance business on or after the date
534 of the subject insurance business's application to the commissioner for
535 an eligibility certificate under this section, unless, upon application of
536 the subject insurance business and upon good and sufficient cause
537 shown, the commissioner waives the requirement that such activity
538 take place after the application, and (B) was not in service or use
539 during the one-year period immediately prior to the date of the subject
540 insurance business's application to said commissioner for an eligibility
541 certificate under this section, unless upon application of the subject
542 insurance business and upon good and sufficient cause shown, the
543 commissioner consents to waiving the one-year period;

544 (6) "Related person" means (A) a corporation, limited liability
545 company, partnership, association or trust controlled by the taxpayer
546 or subject insurance business, as the case may be, (B) an individual,
547 corporation, limited liability company, partnership, association or trust
548 that is in control of the taxpayer or subject insurance business, as the
549 case may be, (C) a corporation, limited liability company, partnership,
550 association or trust controlled by an individual, corporation, limited
551 liability company, partnership, association or trust that is in control of
552 the taxpayer or subject insurance business, as the case may be, or (D) a
553 member of the same controlled group as the taxpayer or subject
554 insurance business, as the case may be. For purposes of this section,

555 "control", with respect to a corporation, means ownership, directly or
556 indirectly, of stock possessing fifty per cent or more of the total
557 combined voting power of all classes of the stock of such corporation
558 entitled to vote. "Control", with respect to a trust, means ownership,
559 directly or indirectly, of fifty per cent or more of the beneficial interest
560 in the principal or income of such trust. The ownership of stock in a
561 corporation, of a capital or profits interest in a partnership or
562 association or of a beneficial interest in a trust shall be determined in
563 accordance with the rules for constructive ownership of stock
564 provided in Section 267(c) of the Internal Revenue Code of 1986, or any
565 subsequent corresponding internal revenue code of the United States,
566 as from time to time amended, other than [paragraph (3) of such
567 section] Paragraph (3) of Section 267(c) of said internal revenue code;

568 (7) "Moneys of the taxpayer" means all amounts invested in a fund,
569 directly or indirectly, on behalf of a taxpayer, including but not limited
570 to (A) direct investments made by the taxpayer, and (B) loans made to
571 the fund for the benefit of the taxpayer which loans are guaranteed by
572 the taxpayer, provided no amounts represented by any such loan shall
573 be used for the purpose of obtaining any tax credit by any person
574 making such loan against any tax levied by this state;

575 (8) "Income year" means (A) with respect to corporations subject to
576 taxation under chapter 208, the income year as determined under said
577 chapter, (B) with respect to insurance companies, hospital and medical
578 services corporations subject to taxation under chapter 207, the income
579 year as determined under said chapter, and (C) with respect to
580 taxpayers subject to taxation under chapter 229, the taxable year
581 determined under [said] chapter 229;

582 (9) "Taxpayer" means any person as defined in section 12-1, whether
583 or not subject to any taxes levied by this state; and

584 (10) "Commissioner" means the Commissioner of Economic and
585 Community Development.

586 (b) (1) On or before July 1, 2000, the commissioner shall register

587 managers of funds created for the purpose of investing in insurance
588 businesses. Any manager registered under this subsection shall have
589 its primary place of business in this state. Each applicant shall submit
590 an application under oath to the commissioner to be registered and
591 shall furnish evidence satisfactory to the commissioner of its financial
592 responsibility, integrity, and professional competence to manage
593 investments. Failure to maintain adequate fiduciary standards shall
594 constitute cause for the commissioner to revoke, after hearing, any
595 registration granted under this section. The fund manager shall make a
596 report on or before the first day of March in each year, under oath, to
597 the Commissioner of Revenue Services specifying the name, address
598 and Social Security number or employer identification number of each
599 investor, the year during which each investment was made by each
600 investor, the amount of each investment and a description of the fund's
601 investment objectives and relative performance.

602 [(c)] (2) There shall be allowed as a credit against the tax imposed
603 under chapter 207, 208 or 229 or section 38a-743 an amount equal to
604 the following percentage of the moneys of the taxpayer invested
605 through a fund manager in an insurance business with respect to the
606 following income years of the taxpayer: [(1)] (A) With respect to the
607 income year in which the investment in the subject insurance business
608 was made and the two next succeeding income years, zero per cent;
609 [(2)] (B) with respect to the third full income year succeeding the year
610 in which the investment in the subject insurance business was made
611 and the three next succeeding income years, ten per cent; [(3)] (C) with
612 respect to the seventh full income year succeeding the year in which
613 the investment in the subject insurance business was made and the two
614 next succeeding income years, twenty per cent. The sum of all tax
615 credit granted pursuant to the provisions of this [section] subsection
616 shall not exceed fifteen million dollars with respect to investments
617 made by a fund or funds in any single insurance business, and with
618 respect to all investments made by a fund shall not exceed the total
619 amount originally invested in such fund. Any fund manager may
620 apply to the Commissioner of Economic and Community

621 Development for a credit that exceeds the limitations established by
622 this [subsection] subdivision. The commissioner shall evaluate the
623 benefits of such application and make recommendations to the General
624 Assembly if he determines that the proposal would be of economic
625 benefit to the state.

626 [(d)] (3) The credit allowed by this [section] subsection may be
627 claimed only by a taxpayer who has invested in an insurance business
628 through a fund [(1)] (A) which has a total asset value of not less than
629 thirty million dollars for the income year for which the initial credit is
630 taken; [(2)] (B) has not less than three investors who are not related
631 persons with respect to each other or to any insurance business in
632 which any investment is made other than through the fund at the date
633 the investment is made; and [(3)] (C) which invests only in insurance
634 businesses that are not related persons with respect to each other.

635 [(e)] (4) The credit allowed by this section may be claimed only with
636 respect to a subject insurance business which [(1)] (A) occupies the
637 new facility for which an eligibility certificate has been issued by the
638 commissioner and with respect to which the certification required
639 under [subsection (g) of this section] subdivision (6) of this subsection
640 has been issued as its home office, and [(2)] (B) employs not less than
641 twenty-five per cent of its total work force in new jobs.

642 [(f)] (5) The credit allowed by this [section] subsection may be
643 claimed only with respect to an income year for which a certification of
644 continued eligibility required under [subsection (g) of this section]
645 subdivision (6) of this subsection has been issued. If, with respect to
646 any year for which a tax credit is claimed, any subject insurance
647 business ceases at any time to employ at least twenty-five per cent of
648 its total work force in new jobs, then, except as provided in [subsection
649 (g) of this section] subdivision (6) of this subsection, the entitlement to
650 the credit allowed by this [section] subsection shall not be allowed for
651 the taxable year in which such employment ceases, and there shall not
652 be a pro rata application of the credit to such taxable year; provided, if
653 the reason for such cessation is the dissolution, liquidation or

654 reorganization of such insurance business in a bankruptcy or
655 delinquency proceeding, as defined in section 38a-905, the credit shall
656 be allowed.

657 [(g)] (6) The commissioner, upon application, shall issue an
658 eligibility certificate for an insurance business occupying a new facility
659 in this state and employing new employees, after it has been
660 established, to his satisfaction, that subject insurance business has
661 complied with the provisions of this [section] subsection. If the
662 commissioner determines that such requirements have been met as a
663 result of transactions with a related person for other than bona fide
664 business purposes, he shall deny such application. The commissioner
665 shall require the subject insurance business to submit annually such
666 information as may be necessary to determine whether the appropriate
667 occupancy and employment requirements have been met at all times
668 during an income year. If the commissioner determines that such
669 requirements have been so met, he shall issue a certification of
670 continued eligibility to that effect to the subject insurance business on
671 or before the first day of the third month following the close of the
672 subject insurance business's income year.

673 [(h)] (7) The commissioner shall, upon request, provide a copy of the
674 eligibility certificate and the certification required under [subsection
675 (g) of this section] subdivision (6) of this subsection to the
676 Commissioner of Revenue Services.

677 [(i) (1) If (A)] (8) (A) If (i) the number of new employees on account
678 of which a taxpayer claimed the credit allowed by this [section]
679 subsection decreases to less than twenty-five per cent of its total work
680 force for more than sixty days during any of the taxable years for
681 which a credit is claimed, [(B)] (ii) those employees are not replaced by
682 other employees who have not been shifted from an existing location
683 of the subject insurance business in this state, and [(C)] (iii) the subject
684 insurance business has relocated operations conducted in the new
685 facility to a location outside this state, the taxpayer shall be required to
686 recapture a percentage, as determined under the provisions of

687 [subdivision (2) of this subsection] subparagraph (B) of this
688 subdivision, of the credit allowed under this [section] subsection on its
689 tax return and no subsequent credit shall be allowed. If the credit
690 claimed by the taxpayer under this [section] subsection is attributable
691 to investments made in more than one insurance business, the credit
692 recaptured and disallowed under this [subsection] subdivision shall be
693 that portion of the credit attributable to the investment in the insurance
694 business as described in [subparagraphs (A) to (C), inclusive, of
695 subdivision (1) of this subsection] subparagraphs (A)(i) to (A)(iii),
696 inclusive, of this subdivision.

697 [(2)] (B) If the taxpayer is required under the provisions of
698 [subdivision (1) of this subsection] subparagraph (A) of this
699 subdivision to recapture a portion of the credit during [(A)] (i) the first
700 year such credit was claimed, then ninety per cent of the credit allowed
701 shall be recaptured on the tax return required to be filed for such year,
702 [(B)] (ii) the second of such years, then sixty-five per cent of the credit
703 allowed for the entire period of eligibility shall be recaptured on the
704 tax return required to be filed for such year, [(C)] (iii) the third of such
705 years, then fifty per cent of the credit allowed for the entire period of
706 eligibility shall be recaptured on the tax return required to be filed for
707 such year, [(D)] (iv) the fourth of such years, then thirty per cent of the
708 credit allowed for the entire period of eligibility shall be recaptured on
709 the tax return required to be filed for such year, [(E)] (v) the fifth of
710 such years, then twenty per cent of the credit allowed for the entire
711 period of eligibility shall be recaptured on the tax return required to be
712 filed for such year, and [(F)] (vi) the sixth or subsequent of such years,
713 then ten per cent of the credit allowed for the entire period of
714 eligibility shall be recaptured on the tax return required to be filed for
715 such year. Any credit recaptured pursuant to this [subsection]
716 subdivision shall not be in excess of the credit that would be allowed
717 for the applicable investment. The Commissioner of Revenue Services
718 may recapture such credits from the taxpayer who has claimed such
719 credits. If the commissioner is unable to recapture all or part of such
720 credits from such taxpayer, the commissioner may seek to recapture

721 such credits from any taxpayer who has assigned such credits to
722 another taxpayer. If the commissioner is unable to recapture all or part
723 of such credits from any such taxpayer, the commissioner may
724 recapture such credits from the fund.

725 ~~[(3)]~~ (C) The recapture provisions of this [subsection] subdivision
726 shall not apply and tax credits may continue to be claimed under this
727 [section] subsection if, for the entire period that the credit is applicable,
728 such decrease in the percentage of total work force employed in this
729 state does not result in an actual decrease in the number of persons
730 employed by the subject insurance business in this state on a regular,
731 full-time, or equivalent thereof, and permanent basis as compared to
732 the number of new employees on account of which the taxpayer
733 claimed the credit allowed by this [section] subsection.

734 (c) (1) As used in this subsection:

735 (A) "Allocation date" means the date an insurance reinvestment
736 fund receives an investment of eligible capital equaling the amount of
737 credits against the tax imposed under chapter 207 and section 38a-743
738 allocated to taxpayers who invest in such insurance reinvestment fund;

739 (B) "Eligible business" means a business that has its principal
740 business operations in Connecticut, has fewer than two hundred fifty
741 employees at the time of investment and not more than ten million
742 dollars in net income in the previous year;

743 (C) "Eligible capital" means an investment of cash by a taxpayer in
744 an insurance reinvestment fund that fully funds the purchase price of
745 an equity interest in the insurance reinvestment fund or an eligible
746 debt instrument issued by an insurance reinvestment fund, at par
747 value or a premium, that (i) has an original maturity date of at least
748 five years after the date of issuance, (ii) has a repayment schedule that
749 is not faster than a level principal amortization over five years, and (iii)
750 has no interest, distribution or payment features tied to the insurance
751 reinvestment fund's profitability or the success of the investments;

752 (D) "Green technology business" means an eligible business with not
753 less than twenty-five per cent of its employment positions being
754 positions in which green technology is employed or developed and
755 may include the occupation codes identified as green jobs by the
756 Department of Economic and Community Development and the Labor
757 Department for such purposes;

758 (E) "Income year" means the income year as determined in chapter
759 207 for the taxpayer;

760 (F) "Insurance reinvestment fund" means a Connecticut partnership,
761 corporation, trust or limited liability company, whether organized on a
762 profit or not-for-profit basis, that (i) is managed by at least two
763 principals or persons that have at least four years of experience each in
764 managing venture capital or private equity funds, with at least fifty
765 million dollars of such funds from people unaffiliated with the
766 manager, (ii) has received an equity investment of capital other than
767 eligible capital equal to no less than five per cent of the total amount of
768 the eligible capital to be invested in such insurance reinvestment fund,
769 and (iii) is not, or will not be after the receipt of eligible capital,
770 controlled by or under common control with, one or more insurance
771 companies. An investment of eligible capital shall not result in
772 insurance company control unless such investment exceeds forty
773 million dollars per taxpayer and results in insurance companies having
774 the right to vote more than fifty per cent of the equity interests of the
775 insurance reinvestment fund cash invested in such insurance
776 reinvestment fund, provided this provision shall not prohibit the
777 interim control of an insurance reinvestment fund by one or more
778 insurance companies upon a breach of any payment obligation of the
779 insurance reinvestment fund or contractual or other agreement by the
780 insurance reinvestment fund that is designed to ensure compliance
781 with this section; and

782 (G) "Principal business operations" means at least eighty per cent of
783 the business organization's employees reside in the state or eighty per
784 cent of the business payroll is paid to individuals living in this state.

785 (2) A taxpayer that makes an investment of eligible capital shall, in
786 the year of investment, earn a vested credit against the premium tax
787 imposed pursuant to chapter 207 and section 38a-743. Such credit shall
788 be available as follows: (A) Commencing with the tax return due for
789 the first to third, inclusive, tax years, zero per cent; (B) commencing
790 with the tax return due for the fourth to seventh, inclusive, tax years,
791 not more than ten per cent; and (C) commencing with the tax return
792 due for the eighth to tenth, inclusive, tax years, not more than twenty
793 per cent. The maximum amount of eligible capital for which credits
794 may be allowed under this subsection shall not result in more than
795 forty million dollars of tax credits being used in any one year exclusive
796 of any carried forward credits and no fund shall apply for more than
797 the total amount of credits available under this section.

798 (3) On or before July 1, 2010, the Commissioner of Economic and
799 Community Development shall begin to accept applications for
800 certification as an insurance reinvestment fund and for allocations of
801 tax credits under this subsection. Applications shall include: (A) The
802 amount of eligible capital the applicant will raise; (B) a nonrefundable
803 application fee of seven thousand five hundred dollars; (C) evidence of
804 satisfaction of the requirements of the definition of "insurance
805 reinvestment fund" pursuant subparagraph (F) of subdivision (1) of
806 this subsection; (D) an affidavit by each taxpayer committing an
807 investment of eligible capital; (E) a business plan detailing (i) the
808 approximate percentage of eligible capital the applicant will invest in
809 eligible businesses by the third, fifth, seventh and ninth anniversaries
810 of its allocation date, (ii) the industry segments listed by the North
811 American Industrial Classification System code and percentage of
812 eligible capital in which the applicant will invest, (iii) the number of
813 jobs that will be created or retained as a result of the applicants
814 investments once all eligible capital has been invested, (iv) the
815 percentage of eligible capital to be invested in eligible businesses
816 primarily engaged in conducting research and development or
817 manufacturing, processing or assembling technology-based products;
818 and (v) a revenue impact assessment demonstrating that the

819 applicant's business plan has a revenue neutral or positive impact on
820 the state; (F) a commitment to invest at least twenty-five per cent of its
821 eligible capital in green technology businesses; and (G) a commitment
822 to invest by the third anniversary of its allocation date, three per cent
823 of its eligible capital in preseed investments in consultation with
824 Connecticut Innovations, Incorporated, pursuant to the corporation's
825 program for preseed financing established pursuant to section 12 of
826 this act. The commissioner may require the applicant to obtain a
827 revenue impact assessment conducted by an independent third party.

828 (4) Applications for tax credits pursuant to this subsection shall be
829 accepted and approved on a first-come, first-served basis with all
830 applications received on the same date deemed to be received
831 simultaneously and approvals being made on a pro rata basis if such
832 applications exceed the amount of remaining credits.

833 (5) The commissioner shall issue an allocation of credits subject to
834 confirmation on a form prescribed by the commissioner by the fund
835 that an investment of eligible capital was received within five business
836 days. If an insurance reinvestment fund does not receive an investment
837 of eligible capital equaling the amount of credits against the tax
838 imposed under chapter 207 and section 38a-743 allocated to a taxpayer,
839 for which it filed an affidavit with its application prior to the fifth
840 business day after receipt of certification, the insurance reinvestment
841 fund shall notify the commissioner by overnight common carrier
842 delivery service and that portion of eligible capital allocated to the
843 insurance company shall be forfeited. Such insurance reinvestment
844 fund and forfeiting taxpayer shall each be assessed a twenty-five-
845 thousand-dollar administrative penalty. The commissioner shall
846 reallocate the forfeited eligible capital among all other remaining
847 taxpayers that invested eligible capital.

848 (6) To continue to be certified, an insurance reinvestment fund shall
849 (A) be in compliance with the investment parameters set forth in its
850 business plan, provided an insurance reinvestment fund may apply to
851 the commissioner to amend its business plan based on unavoidable or

852 reasonably unanticipated changes to various conditions, including, but
853 not limited to, the general economic climate of the state or particular
854 sectors of the economy, technological advances and high employment
855 and revenue growth opportunities, with approval for such changes not
856 to be unreasonably withheld by the commissioner; (B) be in
857 compliance with the revenue impact assessment provided in the
858 application demonstrating that the fund's business plan continues to
859 have a revenue neutral or positive impact on the state; (C) have
860 invested sixty per cent of its eligible capital in eligible businesses by
861 the fourth anniversary of its allocation date; and (D) have invested one
862 hundred per cent of its eligible capital in eligible businesses by the
863 tenth anniversary of its allocation date, with a minimum of twenty-five
864 per cent of eligible capital invested in green technology businesses. An
865 insurance reinvestment fund shall only invest eligible capital in
866 eligible businesses, bank deposits, certificates of deposit or other fixed
867 income securities and may not invest more than fifteen per cent of its
868 eligible capital in any one eligible business without prior approval of
869 the commissioner.

870 (7) Not later than January thirty-first annually, each insurance
871 reinvestment fund shall report to the commissioner: (A) The amount of
872 eligible capital remaining at the end of the preceding year; (B) each
873 investment in an eligible business during the preceding year and, with
874 respect to each eligible business, its location and North American
875 Industrial Classification System code; (C) the percentage of eligible
876 capital invested in green technology businesses; and (D) distributions
877 made by the insurance reinvestment fund in the preceding year. In the
878 annual report due in the third, fifth, seventh and ninth years after its
879 allocation date, each insurance reinvestment fund shall also report to
880 the commissioner its compliance with the investment parameters set
881 forth in its business plan and the revenue impact assessment provided
882 in the application demonstrating that the fund's business plan
883 continues to have a revenue neutral or positive impact on the state.
884 Each insurance reinvestment fund shall provide to the commissioner
885 annual audited financial statements.

886 (8) To make a distribution or payment, an insurance reinvestment
887 fund must have invested one hundred per cent of its eligible capital in
888 eligible businesses, with a minimum of twenty-five per cent of eligible
889 capital invested in green technology businesses, with principal
890 business operations in this state at the time of such determination,
891 except: (A) Distributions related to the payment of any projected
892 increase in federal or state taxes, including penalties and interest
893 related to state and federal income taxes, of the equity owners of the
894 insurance reinvestment fund resulting from the earnings or other tax
895 liability of the insurance reinvestment fund to the extent that the
896 increase is related to the ownership, management or operation of the
897 insurance reinvestment fund; (B) payments of interest and principal on
898 the debt of the insurance reinvestment fund, provided after such
899 payment, the insurance reinvestment fund still has cash and other
900 marketable securities in an amount that, when added to the
901 cumulative investments it has made in eligible recipients, equals not
902 less than sixty per cent of the eligible capital invested in such
903 reinvestment fund; or (C) payments related to the reasonable costs and
904 expenses of forming, syndicating, managing and operating the fund,
905 provided the distribution or payment is not made directly or indirectly
906 to an insurance company that has invested eligible capital in the
907 insurance reinvestment fund, including: (i) Reasonable and necessary
908 fees paid for professional services, including legal and accounting
909 services, related to the formation and operation of the insurance
910 reinvestment fund; and (ii) an annual management fee in an amount
911 that does not exceed two and one-half per cent of the eligible capital of
912 the insurance reinvestment fund. The state shall receive a share of any
913 distribution, except as set forth in subparagraphs (A), (B) and (C) of
914 this subsection and distributions made to return any equity capital
915 invested in the insurance reinvestment fund that is not eligible capital,
916 in the following percentages: (I) Ten per cent when less than eighty per
917 cent but more than sixty per cent of the jobs set forth in the insurance
918 reinvestment fund's business plan are created or retained, and (II)
919 twenty per cent when sixty per cent or less of the jobs set forth in the
920 insurance reinvestment fund's business plan are created or retained.

921 (9) The commissioner shall review each annual report to ensure
922 compliance with subdivisions (6), (7) and (8) of this subsection. A
923 material variation of subdivision (6), (7) or (8) of this subsection is
924 grounds for decertification of the insurance reinvestment fund. If the
925 commissioner determines that an insurance reinvestment fund is not in
926 compliance with subdivision (6), (7) or (8) of this subsection or the
927 investment parameters of its business plan, the commissioner shall
928 notify the officers of the insurance reinvestment fund, in writing, that
929 the insurance reinvestment fund may be subject to decertification after
930 the one-hundred-twentieth day after the date of mailing the notice,
931 unless the deficiencies are waived by the commissioner or are
932 corrected and the insurance reinvestment fund returns to compliance
933 with subdivisions (6), (7) and (8) of this subsection.

934 (10) Decertification of an insurance reinvestment fund shall cause
935 the forfeiture of future credits against the tax imposed by chapter 207
936 and section 38a-743 to be claimed with respect to an insurance
937 reinvestment fund when (A) such decertification occurs on or before
938 the fourth anniversary of the fund's allocation date, and (B) such fund
939 has invested less than sixty per cent of its eligible capital in eligible
940 businesses by said anniversary. The commissioner shall send written
941 notice to the last-known address of each taxpayer whose credit against
942 the tax imposed by chapter 207 is subject to recapture or forfeiture.

943 [(j)] (d) The tax credit allowed by this section shall only be available
944 for investments (1) in funds that are not open to additional
945 investments or investors beyond the amount subscribed at the
946 formation of the fund, or (2) under subsection (c) of this section, in
947 insurance reinvestment funds that are not open to additional
948 investments or investors after submission of the insurance
949 reinvestments fund's application to the commissioner pursuant to
950 subsection (c) of this section. [No credits shall be allowed under this
951 section for investments in any fund created on or after July 1, 2000. No
952 credit] On and after May 1, 2010, no eligibility certificate shall be
953 [allowed] provided under subdivision (6) of subsection (b) of this
954 section for investments made in an insurance business. [through such

955 fund after December 31, 2015.] On or after July 1, 2011, no credit shall
956 be allowed under subdivision (2) or (6) of subsection (b) of this section
957 for an investment of less than one million dollars for which the
958 commissioner has issued an eligibility certificate. A fund manager who
959 has received an eligibility certificate but is not yet eligible to receive a
960 certificate of continued eligibility shall provide documentation
961 satisfactory to the commissioner not later than June 30, 2011, of its
962 investment of one million dollars or more. Such documentation shall
963 include, but is not limited to, cancelled checks, wire transfers,
964 investment agreements or other documentation as the commissioner
965 may request. On and after July 1, 2011, the commissioner shall revoke
966 the certificate of eligibility for any insurance business for which its
967 fund manager failed to provide sufficient documentation of said
968 investment of not less than one million dollars.

969 (e) The maximum amount of credit allowed under subsection (c) of
970 this section shall be two hundred million dollars in aggregate and forty
971 million dollars per year.

972 ~~[(k)]~~ (f) (1) The Commissioner of Revenue Services may treat one or
973 more corporations that are properly included in a combined
974 corporation business tax return under section 12-223 as one taxpayer in
975 determining whether the appropriate requirements under this section
976 are met. Where corporations are treated as one taxpayer for purposes
977 of this subsection, then the credit shall be allowed only against the
978 amount of the combined tax for all corporations properly included in a
979 combined return that, under the provisions of subdivision (2) of this
980 subsection, is attributable to the corporations treated as one taxpayer.
981 (2) The amount of the combined tax for all corporations properly
982 included in a combined corporation business tax return that is
983 attributable to the corporations that are treated as one taxpayer under
984 the provisions of this subsection shall be in the same ratio to such
985 combined tax that the net income apportioned to this state of each
986 corporation treated as one taxpayer bears to the net income
987 apportioned to this state, in the aggregate, of all corporations included
988 in such combined return. Solely for the purpose of computing such

989 ratio, any net loss apportioned to this state by a corporation treated as
990 one taxpayer or by a corporation included in such combined return
991 shall be disregarded.

992 ~~[(l)] (g) (A)~~ Any taxpayer allowed a credit under subsection (b) of
993 this section may assign such credit to another person, provided such
994 person may claim such credit only with respect to a calendar year for
995 which the assigning taxpayer would have been eligible to claim such
996 credit. The fund manager shall include in the report filed with the
997 Commissioner of Revenue Services in accordance with subdivision (1)
998 of subsection (b) of this section information requested by the
999 commissioner regarding such assignments including the current
1000 holders of credits as of the end of the preceding calendar year.

1001 (B) An insurance company may transfer credits under subsection (c)
1002 of this section only in accordance with regulations adopted pursuant to
1003 subsection (j) of this section.

1004 ~~[(m)] (h)~~ No taxpayer shall be eligible for a credit under this section
1005 and either section 12-217e or section 12-217m for the same investment.
1006 No two taxpayers shall be eligible for any tax credit with respect to the
1007 same investment, employee or facility.

1008 ~~[(n)] (i)~~ Any tax credit not used in the income year for which it was
1009 allowed may be carried forward for the five immediately succeeding
1010 income years until the full credit has been allowed.

1011 ~~[(o)] (j)~~ The commissioner, with the approval of the Commissioner
1012 of Revenue Services and the Secretary of the Office of Policy and
1013 Management, ~~[may]~~ shall adopt regulations in accordance with
1014 chapter 54 to carry out the purposes of this section. Such regulations
1015 shall include provisions to facilitate the transfer of credits under
1016 subsection (c) of this section by an insurance company for funds
1017 invested in insurance reinvestment funds to an affiliate of said
1018 insurance company.

1019 Sec. 15. (NEW) *(Effective July 1, 2010, and applicable to taxable years*

1020 *commencing on or after January 1, 2010*) (a) As used in this section:

1021 (1) "Angel investor" means an accredited investor, as defined by the
1022 Securities and Exchange Commission, or network of accredited
1023 investors who review new or proposed businesses for potential
1024 investment who may seek active involvement, such as consulting and
1025 mentoring, in a Connecticut business, but "angel investor" does not
1026 include (A) a person controlling fifty per cent or more of the
1027 Connecticut business invested in by the angel investor, (B) a venture
1028 capital company, or (C) any bank, bank and trust company, insurance
1029 company, trust company, national bank, savings association or
1030 building and loan association for activities that are a part of its normal
1031 course of business;

1032 (2) "Cash investment" means the contribution of cash, at a risk of
1033 loss, to a qualified Connecticut business in exchange for qualified
1034 securities;

1035 (3) "Connecticut business" means any business with its principal
1036 place of business in Connecticut that is engaged in bioscience,
1037 advanced materials, photonics, information technology, clean
1038 technology or any other emerging technology as determined by the
1039 Commissioner of Economic and Community Development;

1040 (4) "Bioscience" means manufacturing pharmaceuticals, medicines,
1041 medical equipment or medical devices and analytical laboratory
1042 instruments, operating medical or diagnostic testing laboratories, or
1043 conducting pure research and development in life sciences;

1044 (5) "Advanced materials" means developing, formulating or
1045 manufacturing advanced alloys, coatings, lubricants, refrigerants,
1046 surfactants, emulsifiers or substrates;

1047 (6) "Photonics" means generation, emission, transmission,
1048 modulation, signal processing, switching, amplification, detection and
1049 sensing of light from ultraviolet to infrared and the manufacture,
1050 research or development of opto-electronic devices, including, but not

1051 limited to, lasers, masers, fiber optic devices, quantum devices,
1052 holographic devices and related technologies;

1053 (7) "Information technology" means software publishing, motion
1054 picture and video production, teleproduction and post-production
1055 services, telecommunications, data processing, hosting and related
1056 services, custom computer programming services, computer system
1057 design, computer facilities management services, other computer
1058 related services and computer training;

1059 (8) "Clean technology" means the production, manufacture, design,
1060 research or development of clean energy, green buildings, smart grid,
1061 high-efficiency transportation vehicles and alternative fuels,
1062 environmental products, environmental remediation and pollution
1063 prevention; and

1064 (9) "Qualified securities" means any form of equity, including a
1065 general or limited partnership interest, common stock, preferred stock,
1066 with or without voting rights, without regard to seniority position that
1067 must be convertible into common stock.

1068 (b) There shall be allowed a credit against the tax imposed under
1069 chapter 229 of the general statutes, other than the liability imposed by
1070 section 12-707, for a cash investment of not less than one hundred
1071 thousand dollars in the qualified securities of a Connecticut business
1072 by an angel investor. The credit shall be in an amount equal to twenty-
1073 five per cent of such investor's cash investment, provided the total tax
1074 credits allowed to any angel investor shall not exceed two hundred
1075 fifty thousand dollars. The credit shall be claimed in the taxable year in
1076 which such cash investment is made by the angel investor and shall
1077 not be transferable.

1078 (c) To qualify for a tax credit pursuant to this section, a cash
1079 investment shall be in a Connecticut business that (1) has been
1080 approved as a qualified Connecticut business pursuant to subsection
1081 (d) of this section; (2) had annual gross revenues of less than one
1082 million dollars in the most recent income year of such business; (3) has

1083 fewer than twenty-five employees, not less than seventy-five per cent
1084 of whom reside in this state; (4) has been operating in this state for less
1085 than seven consecutive years; (5) is primarily owned by the
1086 management of the business and their families; and (6) received less
1087 than two million dollars in cash investments eligible for the tax credits
1088 provided by this section.

1089 (d) (1) A Connecticut business may apply to Connecticut
1090 Innovations, Incorporated, for approval as a Connecticut business
1091 qualified to receive cash investments eligible for a tax credit pursuant
1092 to this section. The application shall include (A) the name of the
1093 business and a copy of the organizational documents of such business,
1094 (B) a business plan, including a description of the business and the
1095 management, product, market and financial plan of the business, (C) a
1096 description of the business's innovative and proprietary technology,
1097 product or service, (D) a statement of the potential economic impact of
1098 the business, including the number, location and types of jobs expected
1099 to be created, (E) a description of the qualified securities to be issued
1100 and the amount of cash investment sought by the qualified
1101 Connecticut business, (F) a statement of the amount, timing and
1102 projected use of the proceeds to be raised from the proposed sale of
1103 qualified securities, and (G) such other information as the executive
1104 director of Connecticut Innovations, Incorporated, may require.

1105 (2) Said executive director shall, on or before August 1, 2010, and
1106 monthly thereafter, compile a list of approved applications,
1107 categorized by the cash investments being sought by the qualified
1108 Connecticut business and type of qualified securities offered.

1109 (e) (1) Any angel investor that intends to make a cash investment in
1110 a business on such list may apply to Connecticut Innovations,
1111 Incorporated, to reserve a tax credit in the amount indicated by such
1112 investor. The aggregate amount of all tax credits under this section that
1113 may be reserved by Connecticut Innovations, Incorporated, shall not
1114 exceed six million dollars annually for the fiscal years commencing
1115 July 1, 2010, to July 1, 2012, inclusive, and shall not exceed three

1116 million dollars in each fiscal year thereafter. Connecticut Innovations,
1117 Incorporated, shall not reserve tax credits under this section for any
1118 investment made on or after July 1, 2014.

1119 (2) The amount of the credit allowed to any investor pursuant to this
1120 section shall not exceed the amount of tax due from such investor
1121 under chapter 229 of the general statutes, other than section 12-707 of
1122 the general statutes, with respect to such taxable year. Any tax credit
1123 that is claimed by the angel investor but not applied against the tax
1124 due under chapter 229 of the general statutes, other than the liability
1125 imposed under section 12-707 of the general statutes, may be carried
1126 forward for the five immediately succeeding taxable years until the full
1127 credit has been applied.

1128 (f) If the angel investor is an S corporation or an entity treated as a
1129 partnership for federal income tax purposes, the tax credit may be
1130 claimed by the shareholders or partners of the angel investor. If the
1131 angel investor is a single member limited liability company that is
1132 disregarded as an entity separate from its owner, the tax credit may be
1133 claimed by such limited liability company's owner, provided such
1134 owner is a person subject to the tax imposed under chapter 229 of the
1135 general statutes.

1136 (g) A review of the effectiveness of the credit under this section shall
1137 be conducted by Connecticut Innovations, Incorporated, by July 1,
1138 2014. Such review shall be submitted to the joint standing committee of
1139 the General Assembly having cognizance of matters relating to
1140 commerce.

1141 Sec. 16. (NEW) (*Effective July 1, 2010*) (a) There is established a task
1142 force to study ways in which state agencies and departments can
1143 reduce or eliminate duplicative procedures and the amount of paper
1144 used and how, when practicable, technology can be employed to help
1145 in such reduction or elimination.

1146 (b) The task force shall consist of twelve members, including the
1147 Commissioner of Administrative Services, the Chief Information

1148 Officer of the Department of Information Technology and the Secretary
1149 of the Office of Policy and Management, or their designees, and nine
1150 members who shall be corporate executives, economists, information
1151 technologists and represent any other interests deemed appropriate by
1152 the appointing authority: (1) Two members shall be appointed by the
1153 speaker of the House of Representatives; (2) two members shall be
1154 appointed by the president pro tempore of the Senate; (3) one member
1155 shall be appointed by the majority leader of the House of
1156 Representatives; (4) one member shall be appointed by the majority
1157 leader of the Senate; (5) one member shall be appointed by the
1158 minority leader of the House of Representatives; (6) one member shall
1159 be appointed by the minority leader of the Senate; and (7) one member
1160 shall be appointed by the Governor.

1161 (c) All appointments of task force members shall be made not later
1162 than thirty days after the effective date of this section. Any vacancy
1163 shall be filled by the appointing authority.

1164 (d) The speaker of the House of Representatives and the president
1165 pro tempore of the Senate shall select the chairpersons of the task force
1166 from among the members of the task force. Such chairpersons shall
1167 schedule the first meeting of the task force, which shall be held not
1168 later than sixty days after the effective date of this section.

1169 (e) The members of the task force shall serve without compensation.

1170 (f) The administrative staff of the joint standing committee of the
1171 General Assembly having cognizance of matters relating to commerce
1172 shall serve as administrative staff of the task force.

1173 (g) Not later than February 1, 2011, the task force shall submit a
1174 report electronically on its findings and recommendations to the joint
1175 standing committees of the General Assembly having cognizance of
1176 matters relating to commerce and Government Administration and
1177 Elections, in accordance with the provisions of section 11-4a of the
1178 general statutes.

1179 Sec. 17. Section 32-1c of the 2010 supplement to the general statutes
1180 is repealed and the following is substituted in lieu thereof (*Effective July*
1181 *1, 2010*):

1182 (a) In addition to any other powers, duties and responsibilities
1183 provided for in this chapter, chapter 131, chapter 579 and section 4-8
1184 and subsection (a) of section 10-409, the commissioner shall have the
1185 following powers, duties and responsibilities: (1) To administer and
1186 direct the operations of the Department of Economic and Community
1187 Development; (2) to report annually to the Governor, as provided in
1188 section 4-60; (3) to conduct and administer the research and planning
1189 functions necessary to carry out the purposes of said chapters and
1190 sections; (4) to encourage and promote the development of industry
1191 and business in the state and to investigate, study and undertake ways
1192 and means of promoting and encouraging the prosperous
1193 development and protection of the legitimate interest and welfare of
1194 Connecticut business, industry and commerce, within and outside the
1195 state; (5) to serve, ex officio as a director on the board of Connecticut
1196 Innovations, Incorporated; (6) to serve as a member of the Committee
1197 of Concern for Connecticut Jobs; (7) to promote and encourage the
1198 location and development of new business in the state as well as the
1199 maintenance and expansion of existing business and for that purpose
1200 to cooperate with state and local agencies and individuals both within
1201 and outside the state; (8) to plan and conduct a program of information
1202 and publicity designed to attract tourists, visitors and other interested
1203 persons from outside the state to this state and also to encourage and
1204 coordinate the efforts of other public and private organizations or
1205 groups of citizens to publicize the facilities and attractions of the state
1206 for the same purposes; (9) to advise and cooperate with municipalities,
1207 persons and local planning agencies within the state for the purpose of
1208 promoting coordination between the state and such municipalities as
1209 to plans and development; (10) by reallocating funding from other
1210 agency accounts or programs, to assign adequate and available staff to
1211 provide technical assistance to businesses in the state in exporting,
1212 manufacturing and cluster-based initiatives and to provide guidance

1213 and advice on regulatory matters; (11) to provide all necessary staff,
1214 services, accounting and office space and equipment required by the
1215 Connecticut Development Authority subject to the provisions of
1216 section 4b-23, where real estate acquisitions are involved; [(11)] (12) to
1217 aid minority businesses in their development; [(12)] (13) to appoint
1218 such assistants, experts, technicians and clerical staff, subject to the
1219 provisions of chapter 67, as are necessary to carry out the purposes of
1220 said chapters and sections; [(13)] (14) to employ other consultants and
1221 assistants on a contract or other basis for rendering financial, technical
1222 or other assistance and advice; [(14)] (15) to acquire or lease facilities
1223 located outside the state subject to the provisions of section 4b-23;
1224 [(15)] (16) to advise and inform municipal officials concerning
1225 economic development and collect and disseminate information
1226 pertaining thereto, including information about federal, state and
1227 private assistance programs and services pertaining thereto; [(16)] (17)
1228 to inquire into the utilization of state government resources and
1229 coordinate federal and state activities for assistance in and solution of
1230 problems of economic development and to inform and advise the
1231 Governor about and propose legislation concerning such problems;
1232 [(17)] (18) to conduct, encourage and maintain research and studies
1233 relating to industrial and commercial development; [(18)] (19) to
1234 prepare and review model ordinances and charters relating to these
1235 areas; [(19)] (20) to maintain an inventory of data and information and
1236 act as a clearinghouse and referral agency for information on state and
1237 federal programs and services relative to the purpose set forth herein.
1238 The inventory shall include information on all federal programs of
1239 financial assistance for defense conversion projects and other projects
1240 consistent with a defense conversion strategy and shall identify
1241 businesses which would be eligible for such assistance and provide
1242 notification to such business of such programs; [(20)] (21) to conduct,
1243 encourage and maintain research and studies and advise municipal
1244 officials about forms of cooperation between public and private
1245 agencies designed to advance economic development; [(21)] (22) to
1246 promote and assist the formation of municipal and other agencies
1247 appropriate to the purposes of this chapter; [(22)] (23) to require notice

1248 of the submission of all applications by municipalities and any agency
1249 thereof for federal and state financial assistance for economic
1250 development programs as relate to the purposes of this chapter; [(23)]
1251 (24) with the approval of the Commissioner of Administrative
1252 Services, to reimburse any employee of the department, including the
1253 commissioner, for reasonable business expenses, including but not
1254 limited to, mileage, travel, lodging, and entertainment of business
1255 prospects and other persons to the extent necessary or advisable to
1256 carry out the purposes of subdivisions (4), (7), (8) and (11) of this
1257 subsection and other provisions of this chapter; [(24)] (25) to assist in
1258 resolving solid waste management issues; [(25)] (26) (A) to serve as an
1259 information clearinghouse for various public and private programs
1260 available to assist businesses, (B) to identify specific micro businesses,
1261 as defined in section 32-344, whose growth and success could benefit
1262 from state or private assistance and contact such small businesses in
1263 order to (i) identify their needs, (ii) provide information about public
1264 and private programs for meeting such needs, including, but not
1265 limited to, technical assistance, job training and financial assistance,
1266 and (iii) arrange for the provision of such assistance to such businesses;
1267 [and (26)] (27) to enhance and promote the digital media and motion
1268 picture industries in the state; (28) by reallocating funding from other
1269 agency accounts or programs, to develop a marketing campaign that
1270 promotes Connecticut as a place of innovation; and (29) by reallocating
1271 funding from other agency accounts or programs, to execute the steps
1272 necessary to implement the knowledge corridor agreement with
1273 Massachusetts to promote the biomedical device industry.

1274 (b) The Commissioner of Economic and Community Development
1275 may make available technical and financial assistance and advisory
1276 services to any appropriate agency, authority or commission for
1277 planning and other functions pertinent to economic development
1278 provided any financial assistance to a regional planning agency or a
1279 regional council of elected officials shall have the prior approval of the
1280 Secretary of the Office of Policy and Management or his designee.
1281 Financial assistance shall be rendered upon such contractual

1282 arrangements as may be agreed upon by the commissioner and any
1283 such agency, authority or commission in accordance with their
1284 respective needs, and the commissioner may determine the
1285 qualifications of personnel or consultants to be engaged for such
1286 assistance.

1287 (c) The Commissioner of Economic and Community Development
1288 [is authorized to] shall do all things necessary to apply for, qualify for
1289 and accept any federal funds made available or allotted under any
1290 federal act for planning or any other projects, programs or activities
1291 which may be established by federal law, for any of the purposes, or
1292 activities related thereto, of the Department of Economic and
1293 Community Development and said Commissioner of Economic and
1294 Community Development shall administer any such funds allotted to
1295 the department in accordance with federal law. The commissioner may
1296 enter into contracts with the federal government concerning the use
1297 and repayment of such funds under any such federal act, the
1298 prosecution of the work under any such contract and the establishment
1299 of any disbursement from a separate account in which federal and
1300 state funds estimated to be required for plan preparation or other
1301 eligible activities under such federal act shall be kept. Said account
1302 shall not be a part of the General Fund of the state or any subdivision
1303 of the state. The commissioner shall report on activities to apply for,
1304 qualify for and accept funds under this subsection in its annual report
1305 submitted pursuant to section 32-1m, as amended by this act.

1306 (d) The powers and duties enumerated in this section shall be in
1307 addition to and shall not limit any other powers or duties of the
1308 Commissioner of Economic and Community Development contained
1309 in any other law.

1310 Sec. 18. Section 32-222 of the general statutes is repealed and the
1311 following is substituted in lieu thereof (*Effective July 1, 2010*):

1312 As used in sections 32-220 to 32-234, inclusive: (a) "Business
1313 development project" means a project undertaken by an eligible

1314 applicant involving one or more of the following:

1315 (1) The construction, substantial renovation, improvement or
1316 expansion of a facility;

1317 (2) The acquisition of new machinery and equipment;

1318 (3) The acquisition, improvement, demolition, cultivation or
1319 disposition of real property, or combinations thereof, or the
1320 remediation of contaminated real property;

1321 (4) The creation at a facility, within twenty-four months of the
1322 initiation of a hiring program, not less than ten new jobs or an increase
1323 in the number of persons employed at the facility of twenty per cent,
1324 whichever is greater;

1325 (5) Economic diversification of the economy of an area of the state or
1326 manufacturing or other economic base business where such area or
1327 business is substantially reliant upon defense and related industry;

1328 (6) Participation in the avoidance of an imminent plant closing or
1329 relocation by a manufacturing or other economic base business or
1330 assist or improve the economy of an area of the state which has been or
1331 is likely to be significantly and adversely impacted by one or more
1332 major plant closings or relocations;

1333 (7) Support research and development or commercialization of
1334 technologies, products, processes or techniques of a manufacturing or
1335 other economic base business;

1336 (8) Creation or support of organizations and activities specifically
1337 leveraging federal resources that provide technical and engineering
1338 assistance to small manufacturers or other economic base businesses to
1339 assist them with the design, testing, manufacture and marketing of
1340 new products, the exporting of state products and services, and the
1341 instruction and implementation of new techniques and technologies;

1342 (9) Support of substantial workforce development efforts;

1343 (10) Promotion of community conservation or development or
1344 improvement of the quality of life for urban residents of the state; [or]

1345 (11) Promotion of the revitalization of underutilized, state-owned
1346 former railroad depots and areas adjacent to such depots; or

1347 (12) Promotion of export activities, including sponsorship of
1348 programs that support exportation, assistance to companies in
1349 accessing federal Department of Commerce services, and provision of
1350 marketing materials and web site improvements for exporters;

1351 (b) "Business support services" means activities related to a
1352 municipal development project or business development project which
1353 support the economic competitiveness of manufacturing or exporting
1354 or economic base businesses or which further the interests of the state,
1355 including, but not limited to, facilities and services related to day care,
1356 job training, education, transportation, employee housing, energy
1357 conservation, pollution control and recycling, provided activities
1358 related to employee housing shall be limited to feasibility and
1359 implementation studies;

1360 (c) "Commissioner" means the Commissioner of Economic and
1361 Community Development;

1362 (d) "Economic base business" means a business that the
1363 commissioner determines will materially contribute to the economy of
1364 the state by creating or retaining jobs, exporting products or services
1365 beyond the state's boundaries, encouraging innovation in products or
1366 services, adding value to products or services or otherwise supporting
1367 or enhancing existing activities important to the economy of the state;

1368 (e) "Economic cluster" means an economic cluster, as defined in
1369 section 32-4e, recognized by the commissioner;

1370 (f) "Department" means the Department of Economic and
1371 Community Development;

1372 (g) "Development plan" means a plan for a municipal development

1373 project prepared in accordance with the provisions of subsection (b) of
1374 section 32-223;

1375 (h) "Eligible applicant" means any for-profit or nonprofit
1376 organization, or any combination thereof, any municipality, regional
1377 planning agency or any combination thereof and further provided, in
1378 the case of a loan made by the Connecticut Development Authority in
1379 which the department purchases a participation interest, "eligible
1380 applicant" means the for-profit or nonprofit organization, or any
1381 combination thereof, that will receive the proceeds of such loan;

1382 (i) "Financial assistance" means grants, funds for the purchase of
1383 insurance policies and payment of deductibles for insurance policies to
1384 cover remediation costs, extensions of credit, loans or loan guarantees,
1385 participation interests in loans made to eligible applicants by the
1386 Connecticut Development Authority or combinations thereof;

1387 (j) "For-profit organization" means a for-profit partnership or sole
1388 proprietorship or corporation or limited liability company which is an
1389 economic base business or has a North American Industrial
1390 Classification code of 311111 through 339999 or 493110, 493120, 493130,
1391 493190, 511210, 512110, 512120, 512191, 522210, 522293, 522294, 522298,
1392 522310, 522320, 522390, 523110, 523120, 523130, 523140, 523210, 523910,
1393 524113, 524114, 524126, 524127, 524128, 524130, 524292, 541711, 541712,
1394 551111, 551112, 551114, 561422, 611310, 611410, 611420, 611430, 611513,
1395 611519, 611710 and 624410 or any business that is part of an economic
1396 cluster, or any establishment or auxiliary or operating unit thereof, as
1397 defined in the North American Industrial Classification System
1398 Manual, which has demonstrated to the satisfaction of the
1399 commissioner that it has the qualifications, including financial
1400 qualifications, necessary to carry out a business development project;

1401 (k) "Implementing agency" means one of the following agencies
1402 designated by a municipality under section 32-223: (1) An economic
1403 development commission, redevelopment agency; sewer authority or
1404 sewer commission; public works commission; water authority or water

1405 commission; port authority or port commission or harbor authority or
1406 harbor commission; parking authority or parking commission; (2) a
1407 nonprofit development corporation; or (3) any other agency
1408 designated and authorized by a municipality to undertake a project
1409 and approved by the commissioner;

1410 (l) "Municipal development project" means a business development
1411 project through which real property is acquired by a municipality or
1412 implementing agency as part of such project;

1413 (m) "Municipality" means a town, city, consolidated town and city
1414 or consolidated town and borough;

1415 (n) "Nonprofit organization" means a municipality or nonprofit
1416 corporation as defined in section 33-1002 and organized under the
1417 laws of this state and for purposes of this chapter includes any
1418 constituent unit of the state system of higher education;

1419 (o) "Planning commission" means a planning and zoning
1420 commission designated pursuant to section 8-4a or a planning
1421 commission created pursuant to section 8-19;

1422 (p) "Project" means a municipal development project or business
1423 development project;

1424 (q) "Project area" means the area within which a municipal
1425 development project or business development project is located;

1426 (r) "Real property" means land, buildings and other structures and
1427 improvements thereto, subterranean or subsurface right, any and all
1428 easements, air rights and franchises of any kind or nature;

1429 (s) "Site and infrastructure improvements" means improvements to:
1430 (1) Sanitary sewer facilities; (2) natural gas pipes, electric, telephone
1431 and telecommunications conduits and other facilities and waterlines
1432 and water supply facilities, except for any such pipes, wires, conduits,
1433 waterlines or any such pipes, wires, conduits, waterlines or facilities
1434 which a public service company, as defined in section 16-1, water

1435 company, as defined in section 25-32a, or municipal utility is required
1436 to install pursuant to any provision of the general statutes or any
1437 special act, regulation or order of the Department of Public Utility
1438 Control or a certificate of public convenience and necessity; (3) storm
1439 drainage facilities, including facilities to control flooding; (4) site
1440 grading, landscaping, environmental improvements, including
1441 remediation of contaminated sites, parking facilities, roadways and
1442 related appurtenances; (5) railroad spurs; (6) public port or docking
1443 facilities; and (7) such other related improvements necessary or
1444 appropriate to carry out the project;

1445 (t) "State" means the state of Connecticut;

1446 (u) "Targeted investment community" means a municipality which
1447 contains an enterprise zone designated pursuant to section 32-70;

1448 (v) "Total project cost" means costs of any kind or nature relating to
1449 the planning, implementation and completion of a municipal or
1450 business development project;

1451 (w) "Legislative body" means (1) the board of selectmen in a town
1452 that does not have a charter, special act or home rule ordinance
1453 relating to its government, or (2) the council, board of aldermen,
1454 representative town meeting, board of selectmen or other elected
1455 legislative body described in a charter, special act or home rule
1456 ordinance relating to its government in a city, consolidated town and
1457 city, consolidated town and borough or a town having a charter,
1458 special act, consolidation ordinance or home rule ordinance relating to
1459 its government.

1460 Sec. 19. (NEW) (*Effective July 1, 2010*) (a) There is established a
1461 Connecticut Competitiveness Council which shall consist of the
1462 following members: The Governor or the Governor's designee; five
1463 representatives of business, holding the title of chief executive officer,
1464 president, chief operating officer or the equivalent of the foregoing
1465 designations, drawn from key industry clusters and firms of small,
1466 medium and large capitalization, three of whom shall be appointed by

1467 the Governor, one of whom shall be appointed by the minority leader
1468 of the House of Representatives and one of whom shall be appointed
1469 by the minority leader of the Senate; the speaker of the House of
1470 Representatives or his or her designee; the majority leader of the
1471 House of Representatives or his or her designee; the minority leader of
1472 the House of Representatives or his or her designee; the president pro
1473 tempore of the Senate or his or her designee; the majority leader of the
1474 Senate or his or her designee; the minority leader of the Senate or his
1475 or her designee; two representatives of organized labor, one of whom
1476 shall be appointed by the speaker of the House of Representatives and
1477 one of whom shall be appointed by the president pro tempore of the
1478 Senate; two representatives of academic institutions, one of whom
1479 shall be appointed by the majority leader of the House of
1480 Representatives and one of whom shall be appointed by the majority
1481 leader of the Senate; the Commissioners of Developmental Services,
1482 Transportation and Higher Education; the Labor Commissioner and
1483 the director of the Office of Workforce Competitiveness.

1484 (b) Appointed members of the council shall serve for four-year
1485 terms which shall commence October 1, 2010, except that members
1486 first appointed shall have the following terms: Members initially
1487 appointed by the Governor and members appointed by the majority
1488 leader of the House of Representatives and the minority leader of the
1489 House of Representatives shall serve a term of two years, and
1490 members appointed by the speaker of the House of Representatives,
1491 the president pro tempore of the Senate, the majority leader of the
1492 Senate and the minority leader of the Senate shall initially serve a term
1493 of four years. The appointing authority shall fill any vacancy by
1494 appointment for the unexpired portion of the term vacated. A majority
1495 of the council shall constitute a quorum for the transaction of any
1496 business. The members of the council shall serve without
1497 compensation, except for necessary expenses incurred in performing
1498 their duties.

1499 (c) The Governor shall appoint a chairperson of the council.

1500 (d) The council shall have the following powers and duties: (1)
1501 Encourage and assist private sector industry cluster activation and
1502 effectiveness; (2) advise and assist the executive and legislative
1503 branches of state government and the private sector on matters
1504 relating to economic competitiveness, industry cluster and economic
1505 development; (3) monitor, assess and evaluate the activation and
1506 effectiveness of industry clusters in the state; (4) develop a medium
1507 and long-term strategy to enhance the development and economic
1508 competitiveness of industry-driven clusters in the state; (5) recommend
1509 definitions of industry clusters; (6) obtain from any executive branch
1510 department, board, commission or other agency of the state such
1511 assistance and data as necessary to carry out the purposes of this
1512 section; (7) solicit, receive and accept aid, grants or contributions from
1513 any source of money, property or labor or other things of value, to be
1514 held, used and applied to carry out the purposes of this section, subject
1515 to the conditions upon which such grants and contributions may be
1516 made, including, but not limited to, gifts or grants from any
1517 department or agency of the United States or the state; and (8) perform
1518 such other acts as may be necessary and appropriate to carry out the
1519 objectives and purposes of this section.

1520 (e) The council shall meet at least quarterly.

1521 (f) Not later than January 1, 2011, and annually thereafter, the
1522 council shall submit a report, in accordance with the provisions of
1523 section 11-4a of the general statutes, to the Governor, the
1524 Commissioner of Economic and Community Development and the
1525 joint standing committee of the General Assembly having cognizance
1526 of matters relating to commerce on the competitiveness of the state's
1527 industry and economy.

1528 Sec. 20. Section 32-717 of the general statutes is repealed and the
1529 following is substituted in lieu thereof (*Effective July 1, 2010*):

1530 (a) The Commissioner of Economic and Community Development,
1531 the chairperson of Connecticut Innovations, Incorporated, the

1532 president of The University of Connecticut and the chairperson of the
1533 Connecticut Development Authority, or their respective designees,
1534 shall prepare, within available appropriations, and in consultation
1535 with the [Governor's] Connecticut Competitiveness Council, the
1536 Commissioner of Education, the Commissioner of Higher Education,
1537 the chancellor of the community-technical college system, the director
1538 of the Office of Workforce Competitiveness and any other agencies
1539 and leading technology-focused organizations deemed appropriate by
1540 the Commissioner of Economic and Community Development,
1541 recommendations for an implementation plan and budget to establish
1542 an Innovation Network that will include the following: (1) The creation
1543 of endowed chairs and the hiring of leading academic professionals in
1544 targeted fields based on core competencies to work at universities,
1545 state colleges and community colleges, in collaboration with other
1546 technology initiatives; (2) the focused and aggressive solicitation of
1547 and leveraged partnership with federal research funds; (3) increased
1548 corporate-sponsored research; (4) the establishment of at least one
1549 innovation accelerator, linked to universities and involving
1550 corporations and start-up enterprises focused on advanced technology
1551 and leveraging the efforts underway by the Connecticut Center for
1552 Advanced Technology in the Hartford area; (5) the strengthening of
1553 technology transfer and entrepreneurship activities at universities in
1554 the state; (6) incentives and financial support for collaborative research
1555 between universities and industry or federally sponsored technology
1556 centers; (7) the creation of linkages to angel networks; and (8) the
1557 creation of linkages to incubators in Connecticut. Said plan shall also
1558 include provisions for the utilization of existing resources, including,
1559 but not limited to, Connecticut Innovations, Incorporated, the
1560 Connecticut Development Authority, The University of Connecticut
1561 and the Office of Workforce Competitiveness.

1562 (b) Not later than January 1, 2006, the Commissioner of Economic
1563 and Community Development, in consultation with the chairperson of
1564 Connecticut Innovations, Incorporated, the president of The University
1565 of Connecticut and the chairperson of the Connecticut Development

1566 Authority, shall develop an implementation plan for the Innovation
1567 Network, within available resources, and submit said plan and budget
1568 to the Governor and the joint standing committees of the General
1569 Assembly having cognizance of matters relating to economic
1570 development, education and labor, in accordance with the provisions
1571 of section 11-4a.

1572 Sec. 21. (*Effective July 1, 2010*) (a) For the purposes described in
1573 subsection (b) of this section, the State Bond Commission shall have
1574 the power, from time to time, to authorize the issuance of bonds of the
1575 state in one or more series and in principal amounts not exceeding in
1576 the aggregate one million three hundred thousand dollars.

1577 (b) The proceeds of the sale of said bonds, to the extent of the
1578 amount stated in subsection (a) of this section, shall be used by the
1579 Labor Department for the mortgage crisis job training program,
1580 established in section 31-3nn of the general statutes.

1581 (c) All provisions of section 3-20 of the general statutes, or the
1582 exercise of any right or power granted thereby, which are not
1583 inconsistent with the provisions of this section are hereby adopted and
1584 shall apply to all bonds authorized by the State Bond Commission
1585 pursuant to this section, and temporary notes in anticipation of the
1586 money to be derived from the sale of any such bonds so authorized
1587 may be issued in accordance with said section 3-20 and from time to
1588 time renewed. Such bonds shall mature at such time or times not
1589 exceeding twenty years from their respective dates as may be provided
1590 in or pursuant to the resolution or resolutions of the State Bond
1591 Commission authorizing such bonds. None of said bonds shall be
1592 authorized except upon a finding by the State Bond Commission that
1593 there has been filed with it a request for such authorization which is
1594 signed by or on behalf of the Secretary of the Office of Policy and
1595 Management and states such terms and conditions as said commission,
1596 in its discretion, may require. Said bonds issued pursuant to this
1597 section shall be general obligations of the state and the full faith and
1598 credit of the state of Connecticut are pledged for the payment of the

1599 principal of and interest on said bonds as the same become due, and
1600 accordingly and as part of the contract of the state with the holders of
1601 said bonds, appropriation of all amounts necessary for punctual
1602 payment of such principal and interest is hereby made, and the State
1603 Treasurer shall pay such principal and interest as the same become
1604 due.

1605 Sec. 22. Section 32-236 of the general statutes is repealed and the
1606 following is substituted in lieu thereof (*Effective from passage*):

1607 (a) In furtherance of the economic development of the state, the
1608 Department of Economic and Community Development may provide
1609 financial assistance under sections 32-220 to 32-235, inclusive, to a
1610 financial institution, [as defined in section 12-217u,] which has not less
1611 than two thousand qualified employees, determined in accordance
1612 with [subsections (d) and (e) of said section 12-217u] subsection (c) of
1613 this section, at a facility or facilities located in a municipality in this
1614 state with a population greater than one hundred thousand. The
1615 provisions of section 32-462 shall not apply to such assistance.

1616 (b) For purposes of this section:

1617 (1) "Financial institution" means (A) any bank, holding company or
1618 out-of-state bank, as those terms are defined in section 36a-2, or out-of-
1619 state holding company, as that term is defined in section 36a-410,
1620 which directly or indirectly establishes an office in the state and is
1621 subject to the supervision of or regulation by the Banking
1622 Commissioner pursuant to title 36a or by one or more federal banking
1623 agencies pursuant to applicable federal law, and (B) any establishment
1624 described in major group 61 or 62 in the Standard Industrial
1625 Classification Manual, United States Office of Management and
1626 Budget, 1987 edition, or in Subsector 522 or 523 in the North American
1627 Industrial Classification System, United States Manual, United States
1628 Office of Management and Budget, 1997 edition, as engaged primarily
1629 in the extending of credit in the form of loans or the underwriting,
1630 purchase, sale or brokerage of securities and other financial contracts

1631 on their own account or for the account of others, and exchanges,
1632 exchange clearinghouses and other services allied with the exchange of
1633 securities and commodities or a holding company controlling any such
1634 establishment.

1635 (2) "Qualified employee" means an individual whose compensation
1636 is paid within this state and who is (A) is employed directly by the
1637 financial institution or a related person and who works an average of
1638 at least thirty-five hours per week for at least eight consecutive weeks
1639 for such financial institution or related person, (B) an independent
1640 contractor of the financial institution or of a related person and who
1641 works an average of at least thirty-five hours per week for at least eight
1642 consecutive weeks for such financial institution or related person, or
1643 (C) an employee or principal of a company other than the financial
1644 institution or a related person if (i) such individual works an average
1645 of at least thirty-five hours per week for at least eight consecutive
1646 weeks providing services to the financial institution or a related
1647 person, and (ii) such company derives not less than eighty per cent of
1648 its gross revenues from the financial institution, one or more related
1649 persons or a combination thereof. "Qualified employee" shall not
1650 include any individual who would have satisfied the criteria of a
1651 qualified employee prior to the date that a proposal by the financial
1652 institution to create new positions in this state was approved by the
1653 commissioner; and (D) notwithstanding the provisions of
1654 subparagraphs (A) to (C), inclusive, of this subdivision, an individual
1655 is not a qualified employee if (i) the prior employer of such individual
1656 was a company other than the financial institution or a related person,
1657 (ii) compensation was paid in this state to such individual by such
1658 employer, (iii) the individual was employed for an average of at least
1659 thirty-five hours per week and had been employed by such employer
1660 for at least eight consecutive weeks, and (iv) either (I) the individual is
1661 employed directly by the financial institution or a related person in
1662 which the prior employer had an ownership interest equal to ten per
1663 cent or more of the voting rights of the financial institution or related
1664 person at the time such individual became employed by the financial

1665 institution or related person, unless the position previously held by
1666 such individual with the prior employer has been filled by the prior
1667 employer; (II) the individual is employed directly by the financial
1668 institution or a related person which had an ownership interest equal
1669 to ten per cent or more of the voting rights of the prior employer at the
1670 time such individual became employed by the financial institution or
1671 related person, unless the position previously held by such individual
1672 with the prior employer has been filled by the prior employer; or (III)
1673 the prior employer of such individual was a company which was
1674 acquired directly or indirectly by, or merged or consolidated with, the
1675 financial institution or a related person and the individual was
1676 employed by that company at the date of such acquisition, merger or
1677 consolidation.

1678 (3) "Related person" means a corporation, limited liability company,
1679 partnership, trust, association, unincorporated organization or similar
1680 organization that is controlled by the financial institution.

1681 (4) "Control" with respect to a corporation means ownership of
1682 stock possessing at least fifty per cent of the total combined voting
1683 power of all classes of stock entitled to vote. "Control" with respect to a
1684 partnership, association or similar unincorporated organization means
1685 ownership of at least fifty per cent of the capital or profits interest in
1686 such partnership or association. "Control" with respect to a trust means
1687 ownership of at least fifty per cent of the beneficial interest in the
1688 principal or income of such trust. Ownership shall be determined as
1689 provided in Section 267(c) of the Internal Revenue Code of 1986, as in
1690 effect on October 14, 1994, other than Paragraph (3) of said section.

1691 (c) For purposes of determining the number and specification of
1692 qualified employees under this section, with respect to any taxpayer
1693 that has received financial assistance under this section, the dates,
1694 numbers and specifications shall be the dates, numbers and
1695 specifications provided in an agreement executed by the
1696 Commissioner of Economic and Community Development with such
1697 financial institution to provide financial assistance pursuant to this

1698 section. In no event shall the definition of qualified employee be more
1699 favorable to the employer than the definition provided in this section.

1700 Sec. 23. Subdivision (59) of section 12-81 of the 2010 supplement to
1701 the general statutes is repealed and the following is substituted in lieu
1702 thereof (*Effective from passage*):

1703 (59) (a) Any manufacturing facility, as defined in section 32-9p,
1704 acquired, constructed, substantially renovated or expanded on or after
1705 July 1, 1978, in a distressed municipality, as defined in said section or
1706 in a targeted investment community, as defined in section 32-222, or in
1707 an enterprise zone designated pursuant to section 32-70 and for which
1708 an eligibility certificate has been issued by the Department of
1709 Economic and Community Development, and any manufacturing
1710 plant designated by the Commissioner of Economic and Community
1711 Development under subsection (a) of section 32-75c as follows: To the
1712 extent of eighty per cent of its valuation for purposes of assessment in
1713 each of the five full assessment years following the assessment year in
1714 which the acquisition, construction, renovation or expansion of the
1715 manufacturing facility is completed, except that a manufacturing
1716 facility having a standard industrial classification code of 2833 or 2834
1717 and having at least one thousand full-time employees, as defined in
1718 subsection (f) of section 32-9j, shall be eligible to have the assessment
1719 period extended for five additional years upon approval of the
1720 commissioner, in accordance with all applicable regulations, provided
1721 such full-time employees have not been relocated from another facility
1722 in the state operated by the same eligible applicant;

1723 (b) Any service facility, as defined in section 32-9p, acquired,
1724 constructed, substantially renovated or expanded on or after July 1,
1725 1996, and for which an eligibility certificate has been issued by the
1726 Department of Economic and Community Development, as follows: (i)
1727 In the case of an investment of twenty million dollars or more but not
1728 more than thirty-nine million dollars in the service facility, to the
1729 extent of forty per cent of its valuation for purposes of assessment in
1730 each of the five full assessment years following the assessment year in

1731 which the acquisition, construction, renovation or expansion of the
1732 service facility is completed; (ii) in the case of an investment of more
1733 than thirty-nine million dollars but not more than fifty-nine million
1734 dollars in the service facility, to the extent of fifty per cent of its
1735 valuation for purposes of assessment in each of the five full assessment
1736 years following the assessment year in which the acquisition,
1737 construction, renovation or expansion of the service facility is
1738 completed; (iii) in the case of an investment of more than fifty-nine
1739 million dollars but not more than seventy-nine million dollars in the
1740 service facility, to the extent of sixty per cent of its valuation for
1741 purposes of assessment in each of the five full assessment years
1742 following the assessment year in which the acquisition, construction,
1743 renovation or expansion of the service facility is completed; (iv) in the
1744 case of an investment of more than seventy-nine million dollars but
1745 not more than ninety million dollars in the service facility, to the extent
1746 of seventy per cent of its valuation for purposes of assessment in each
1747 of the five full assessment years following the assessment year in
1748 which the acquisition, construction, renovation or expansion of the
1749 service facility is completed; or (v) in the case of an investment of more
1750 than ninety million dollars in the service facility, to the extent of eighty
1751 per cent of its valuation for purposes of assessment in each of the five
1752 full assessment years following the assessment year in which the
1753 acquisition, construction, renovation or expansion of the service
1754 facility is completed, except that any financial institution, as defined in
1755 [section 12-217u] subsection (b) of section 32-236, as amended by this
1756 act, having at least four thousand qualified employees, as determined
1757 in accordance with an agreement pursuant to [subdivision (3) of
1758 subsection (n) of section 12-217u] subsection (c) of section 32-236, as
1759 amended by this act, shall be eligible to have the assessment period
1760 extended for five additional years upon approval of the commissioner,
1761 in accordance with all applicable regulations, provided such full-time
1762 employees have not been relocated from another facility in the state
1763 operated by the same eligible applicant. In no event shall the definition
1764 of qualified employee be more favorable to the employer than the
1765 definition provided in section [12-217u] 32-236, as amended by this act;

1766 (c) The completion date of a manufacturing facility, manufacturing
1767 plant or a service facility will be determined by the Department of
1768 Economic and Community Development taking into account the
1769 issuance of occupancy certificates and such other factors as it deems
1770 relevant. In the case of a manufacturing facility, manufacturing plant
1771 or a service facility which consists of a constructed, renovated or
1772 expanded portion of an existing plant, the assessed valuation of the
1773 facility or manufacturing plant is the difference between the assessed
1774 valuation of the plant prior to its being improved and the assessed
1775 valuation of the plant upon completion of the improvements. In the
1776 case of a manufacturing facility, manufacturing plant or a service
1777 facility which consists of an acquired portion of an existing plant, the
1778 assessed valuation of the facility or manufacturing plant is the assessed
1779 valuation of the portion acquired. This exemption shall be applicable
1780 during each such assessment year regardless of any change in the
1781 ownership or occupancy of the facility or manufacturing plant. If
1782 during any such assessment year, however, any facility for which an
1783 eligibility certificate has been issued ceases to qualify as a
1784 manufacturing facility, manufacturing plant or a service facility, the
1785 entitlement to the exemption allowed by this subdivision shall
1786 terminate for the assessment year following the date on which the
1787 qualification ceases, and there shall not be a pro rata application of the
1788 exemption. Any person who desires to claim the exemption provided
1789 in this subdivision shall file annually with the assessor or board of
1790 assessors in the distressed municipality, targeted investment
1791 community or enterprise zone designated pursuant to section 32-70 in
1792 which the manufacturing facility or service facility is located, on or
1793 before the first day of November, written application claiming such
1794 exemption on a form prescribed by the Secretary of the Office of Policy
1795 and Management. Failure to file such application in this manner and
1796 form within the time limit prescribed shall constitute a waiver of the
1797 right to such exemption for such assessment year, unless an extension
1798 of time is allowed pursuant to section 12-81k, and upon payment of the
1799 required fee for late filing;

1800 Sec. 24. Subdivision (60) of section 12-81 of the 2010 supplement to
1801 the general statutes is repealed and the following is substituted in lieu
1802 thereof (*Effective from passage*):

1803 (60) (a) (1) Machinery and equipment which represents an addition
1804 to the assessment or grand list of the municipality in which this
1805 exemption is claimed and is installed in any manufacturing facility, as
1806 defined in section 32-9p, which facility is or has been constructed, or
1807 substantially renovated or expanded on or after July 1, 1978, in a
1808 distressed municipality or targeted investment community or
1809 enterprise zone designated pursuant to section 32-70 and for which an
1810 eligibility certificate has been issued by the Department of Economic
1811 and Community Development, concurrently with and directly
1812 attributable to such construction, renovation or expansion, (2)
1813 machinery and equipment which represents an addition to the
1814 assessment or grand list of the municipality in which this exemption is
1815 claimed and is installed, or machinery and equipment existing, in any
1816 manufacturing facility, as defined in section 32-9p, which facility is or
1817 has been acquired on or after July 1, 1978, in a distressed municipality,
1818 targeted investment community or enterprise zone designated
1819 pursuant to section 32-70 and for which an eligibility certificate has
1820 been issued by the Department of Economic and Community
1821 Development, and (3) machinery and equipment acquired and
1822 installed on or after October 1, 1986, in a manufacturing facility that is
1823 or has at one time been certified as eligible for the exemption under
1824 this subparagraph in accordance with section 32-9r, and which
1825 continues to be used for manufacturing purposes, provided such
1826 machinery and equipment is installed in conjunction with an
1827 expansion program that satisfies the requirements for a manufacturing
1828 facility, as defined in section 32-9p, and is contiguous to and represents
1829 an increase in square feet of floor space of not less than fifty per cent of
1830 the floor space in the certified manufacturing facility, as follows: To the
1831 extent of eighty per cent of its valuation for purposes of assessment in
1832 each of the five full assessment years for which the manufacturing
1833 facility in which it is installed qualifies for an exemption under

1834 subdivision (59) of this section, except that a facility having a code
1835 classification 2833 or 2834 in the Standard Industrial Code
1836 Classification Manual, United States Office of Management and
1837 Budget, 1987 edition, wherein at least one thousand new full-time
1838 employees, as defined in subsection (f) of section 32-9j, are employed,
1839 shall be eligible to have the assessment period under this subdivision
1840 extended for five additional years upon approval of the commissioner,
1841 provided the commissioner approves an extension of the assessment
1842 period under subdivision (59) of this section for said facility;

1843 (b) (1) Machinery and equipment which represents an addition to
1844 the assessment or grand list of the municipality in which this
1845 exemption is claimed and is installed in any service facility, as defined
1846 in section 32-9p, which facility is or has been constructed, or
1847 substantially renovated or expanded on or after July 1, 1996, and for
1848 which an eligibility certificate has been issued by the Department of
1849 Economic and Community Development, concurrently with and
1850 directly attributable to such construction, renovation or expansion, (2)
1851 machinery and equipment which represents an addition to the
1852 assessment or grand list of the municipality in which this exemption is
1853 claimed and is installed, or machinery and equipment existing, in any
1854 service facility, as defined in section 32-9p, which facility is or has been
1855 acquired on or after July 1, 1996, and for which an eligibility certificate
1856 has been issued by the department, and (3) machinery and equipment
1857 acquired and installed on or after July 1, 1996, in a service facility that
1858 is or has at one time been certified as eligible for the exemption under
1859 this subparagraph in accordance with section 32-9r and which
1860 continues to be used for service purposes, provided such machinery
1861 and equipment is installed in conjunction with an expansion program
1862 that satisfies the requirements for a service facility, as defined in
1863 section 32-9p, and is contiguous to and represents an increase in
1864 square feet of floor space of not less than fifty per cent of the floor
1865 space in the certified service facility, as follows: (i) In the case of an
1866 investment of twenty million dollars or more but not more than thirty-
1867 nine million dollars in the service facility, to the extent of forty per cent

1868 of its valuation for purposes of assessment in each of the five full
1869 assessment years for which the service facility in which it is installed
1870 qualifies for an exemption under subdivision (59) of this section; (ii) in
1871 the case of an investment of more than thirty-nine million dollars but
1872 not more than fifty-nine million dollars in the service facility, to the
1873 extent of fifty per cent of its valuation for purposes of assessment in
1874 each of the five full assessment years for which the service facility in
1875 which it is installed qualifies for an exemption under subdivision (59)
1876 of this section; (iii) in the case of an investment of more than fifty-nine
1877 million dollars but not more than seventy-nine million dollars in the
1878 service facility, to the extent of sixty per cent of its valuation for
1879 purposes of assessment in each of the five full assessment years for
1880 which the service facility in which it is installed qualifies for an
1881 exemption under subdivision (59) of this section; (iv) in the case of an
1882 investment of more than seventy-nine million dollars but not more
1883 than ninety million dollars in the service facility, to the extent of
1884 seventy per cent of its valuation for purposes of assessment in each of
1885 the five full assessment years for which the service facility in which it
1886 is installed qualifies for an exemption under subdivision (59) of this
1887 section; or (v) in the case of an investment of more than ninety million
1888 dollars in the service facility, to the extent of eighty per cent of its
1889 valuation for purposes of assessment in each of the five full assessment
1890 years for which the service facility in which it is installed qualifies for
1891 an exemption under subdivision (59) of this section, except that any
1892 financial institution, as defined in section [12-217u] 32-236, as amended
1893 by this act, having at least four thousand qualified employees, as
1894 determined in accordance with an agreement pursuant to [subdivision
1895 (3) of subsection (n) of section 12-217u] subsection (c) of section 32-236,
1896 as amended by this act, shall be eligible to have the assessment period
1897 extended for five additional years upon approval of the commissioner,
1898 in accordance with all applicable regulations, provided such full-time
1899 employees have not been relocated from another facility in the state
1900 operated by the same eligible applicant. In no event shall the definition
1901 of qualified employee be more favorable to the employer than the
1902 definition provided in section [12-217u] 32-236, as amended by this act;

1903 (c) This exemption shall terminate for the assessment year next
1904 following if the manufacturing facility or service facility in which such
1905 machinery and equipment is installed no longer qualifies for an
1906 exemption under said subdivision (59), and there shall not be a pro
1907 rata application of the exemption of such machinery and equipment in
1908 the assessment year of such termination. Any person who desires to
1909 claim the exemption provided in this subdivision shall file annually
1910 with the assessor or board of assessors in the distressed municipality,
1911 targeted investment community or enterprise zone designated
1912 pursuant to section 32-70 in which the manufacturing facility or service
1913 facility is located, on or before the first day of November, written
1914 application claiming such exemption on a form prescribed by the
1915 Secretary of the Office of Policy and Management. Failure to file such
1916 application in this manner and form within the time limit prescribed
1917 shall constitute a waiver of the right to such exemption for such
1918 assessment year, unless an extension of time is allowed pursuant to
1919 section 12-81k, and upon payment of the required fee for late filing.
1920 This exemption shall not apply to rolling stock;

1921 Sec. 25. Subsection (a) of section 10-228b of the general statutes is
1922 repealed and the following is substituted in lieu thereof (*Effective July*
1923 *1, 2010*):

1924 (a) The Commissioner of Revenue Services shall grant a credit
1925 against any tax due under the provisions of chapter 207, 208, 209, 210,
1926 211 or 212, in any income year commencing prior to January 1, 2014,
1927 for the donation to a local or regional board of education or a public or
1928 nonpublic school of new computers or used computers that are not
1929 more than two years old at the time of the donation in accordance with
1930 this section. The amount of the credit shall not exceed fifty per cent of
1931 the fair market value of the new or used computer at the time of
1932 donation as described in this section.

1933 Sec. 26. Subsection (b) of section 12-217u of the general statutes is
1934 repealed and the following is substituted in lieu thereof (*Effective July*
1935 *1, 2010*):

1936 (b) [There] In any income year commencing prior to January 1, 2014,
1937 there shall be allowed a credit against the tax imposed on a financial
1938 institution not to exceed fifty per cent of the amount of such tax,
1939 provided the aggregate amount of the credit that may be taken under
1940 this subsection shall in no event exceed one hundred twenty million
1941 dollars over the period for which it is allowed and provided further
1942 the total amount of credit allowed in any qualified income year shall
1943 not exceed the aggregate amount as determined in accordance with the
1944 employment requirements for such year under subsection (c) of this
1945 section, reduced by the amount of credit previously allowed, but in no
1946 event shall the amount be below zero. The credit shall be allowed in
1947 the initial qualified year and in each of the nine consecutive income
1948 years thereafter which is a subsequent qualified year.

1949 Sec. 27. Subsection (f) of section 12-217u of the general statutes is
1950 repealed and the following is substituted in lieu thereof (*Effective July*
1951 *1, 2010*):

1952 (f) (1) [There] In any income year commencing prior to January 1,
1953 2014, there shall be allowed a credit against the tax imposed on a
1954 financial institution for an additional five-year period if the financial
1955 institution (A) employs an average of at least three thousand qualified
1956 employees in the tenth income year after the initial qualified year and
1957 during each subsequent income year for which the credit is claimed;
1958 and (B) has been issued a certificate by the commissioner under
1959 subsection (g) of this section. The credit allowed under this subsection
1960 may be claimed each year for five consecutive income years beginning
1961 with the tenth income year after the initial qualified year.

1962 (2) The amount of the credit allowed by this subsection shall equal
1963 twenty-five per cent of the tax imposed on a financial institution
1964 provided the aggregate amount of the credit that may be taken under
1965 this subsection and subsection (b) of this section may not exceed one
1966 hundred forty-five million dollars.

1967 Sec. 28. Subsection (b) of section 12-217cc of the general statutes is

1968 repealed and the following is substituted in lieu thereof (*Effective July*
1969 *1, 2010*):

1970 (b) [There] In any income year commencing prior to January 1, 2014,
1971 there shall be allowed as a credit against the tax imposed by this
1972 chapter in any income year an amount equal to the amount paid
1973 during such income year by a small business to the federal Small
1974 Business Administration as a guaranty fee to obtain guaranteed
1975 financing from the federal Small Business Administration, provided
1976 the credit shall not reduce the tax in any income year below any
1977 minimum tax required under this chapter.

1978 Sec. 29. (NEW) (*Effective July 1, 2010*) The Department of Economic
1979 and Community Development shall establish and implement a pilot
1980 program to assist eligible manufacturing companies in converting their
1981 operations into green manufacturing facilities or in implementing
1982 energy efficiency measures by using lean manufacturing strategies.
1983 Eligible companies shall (1) be principally located in Connecticut, and
1984 (2) have not more than two hundred fifty employees, not less than
1985 seventy-five per cent of whom work in Connecticut. The department
1986 may contract with an independent third party to provide services to
1987 such eligible manufacturing companies, which shall include, but not be
1988 limited to, improving programmatic or service outcomes by increasing
1989 operational efficiencies, reducing nonvalue-added activities and waste
1990 in business practices and processes, and engaging management and
1991 employees in practices to enhance the delivery of services.

1992 Sec. 30. (*Effective July 1, 2010*) (a) For the purposes described in
1993 subsection (b) of this section, the State Bond Commission shall have
1994 the power, from time to time, to authorize the issuance of bonds of the
1995 state in one or more series and in principal amounts not exceeding in
1996 the aggregate five hundred thousand dollars.

1997 (b) The proceeds of the sale of said bonds, to the extent of the
1998 amount stated in subsection (a) of this section, shall be used by the
1999 Department of Economic and Community Development for the

2000 purpose of a pilot program for green manufacturing established
2001 pursuant to section 29 of this act.

2002 (c) All provisions of section 3-20 of the general statutes, or the
2003 exercise of any right or power granted thereby, which are not
2004 inconsistent with the provisions of this section are hereby adopted and
2005 shall apply to all bonds authorized by the State Bond Commission
2006 pursuant to this section, and temporary notes in anticipation of the
2007 money to be derived from the sale of any such bonds so authorized
2008 may be issued in accordance with said section 3-20 and from time to
2009 time renewed. Such bonds shall mature at such time or times not
2010 exceeding twenty years from their respective dates as may be provided
2011 in or pursuant to the resolution or resolutions of the State Bond
2012 Commission authorizing such bonds. None of said bonds shall be
2013 authorized except upon a finding by the State Bond Commission that
2014 there has been filed with it a request for such authorization which is
2015 signed by or on behalf of the Secretary of the Office of Policy and
2016 Management and states such terms and conditions as said commission,
2017 in its discretion, may require. Said bonds issued pursuant to this
2018 section shall be general obligations of the state and the full faith and
2019 credit of the state of Connecticut are pledged for the payment of the
2020 principal of and interest on said bonds as the same become due, and
2021 accordingly and as part of the contract of the state with the holders of
2022 said bonds, appropriation of all amounts necessary for punctual
2023 payment of such principal and interest is hereby made, and the State
2024 Treasurer shall pay such principal and interest as the same become
2025 due.

2026 Sec. 31. Section 32-1m of the 2010 supplement to the general statutes
2027 is repealed and the following is substituted in lieu thereof (*Effective July*
2028 *1, 2010*):

2029 (a) Not later than February 1, 2006, and annually thereafter, the
2030 Commissioner of Economic and Community Development shall
2031 submit a report to the Governor and the General Assembly, in
2032 accordance with the provisions of section 11-4a. Not later than thirty

2033 days after submission of the report to the Governor and the General
2034 Assembly, said commissioner shall post the report on the Department
2035 of Economic and Community Development's web site. Said report
2036 shall include, but not be limited to, the following information with
2037 regard to the activities of the Department of Economic and
2038 Community Development during the preceding state fiscal year:

2039 (1) A brief description and assessment of the state's economy during
2040 such year, utilizing the most recent and reasonably available data, and
2041 including:

2042 (A) Connecticut employment by industry;

2043 (B) Connecticut and national average unemployment;

2044 (C) Connecticut gross state product, by industry;

2045 (D) Connecticut productivity, by industry, compared to the national
2046 average;

2047 (E) Connecticut manufacturing activity;

2048 (F) Identification of economic and competitive conditions affecting
2049 Connecticut's industry sectors, problems resulting from these
2050 conditions and state efforts to address the problems;

2051 (G) A brief summary of Connecticut's competitiveness as a place for
2052 business, which shall include, but not be limited to, an evaluation of (i)
2053 how the programs and policies of state government affect the state
2054 economy and state business environment, (ii) the ability of the state to
2055 retain and attract businesses, (iii) the steps taken by other states to
2056 improve the competitiveness of such states as places for business, and
2057 (iv) programs and policies the state could implement to improve the
2058 competitiveness of the state in order to encourage economic growth;
2059 and

2060 (H) Any other economic information that the commissioner deems
2061 appropriate.

2062 (2) A statement of the department's economic and community
2063 development objectives, measures of program success and standards
2064 for granting financial and nonfinancial assistance under programs
2065 administered by the department.

2066 (3) An analysis of the economic development portfolio of the
2067 department, including:

2068 (A) A list of the names, addresses and locations of all recipients of
2069 the department's assistance;

2070 (B) The following information concerning each recipient of such
2071 assistance: (i) Business activities, (ii) standard industrial classification
2072 codes or North American industrial classification codes, (iii) number of
2073 full-time jobs and part-time jobs at the time of application, (iv) number
2074 of actual full-time jobs and actual part-time jobs during the preceding
2075 state fiscal year, (v) whether the recipient is a minority or woman-
2076 owned business, (vi) a summary of the terms and conditions for the
2077 assistance, including the type and amount of state financial assistance,
2078 job creation or retention requirements and anticipated wage rates, (vii)
2079 the amount of investments from private and other nonstate sources
2080 that have been leveraged by the assistance, (viii) the extent to which
2081 employees of the recipient participate in health benefit plans offered
2082 by such recipient, (ix) the extent to which the recipient offers unique
2083 economic, social, cultural or aesthetic attributes to the municipality in
2084 which the recipient is located or to the state, and (x) the amount of
2085 state investment;

2086 (C) A portfolio analysis, including (i) an analysis of the wages paid
2087 by recipients of financial assistance, (ii) the average portfolio wage,
2088 median portfolio wage, highest and lowest portfolio wage, (iii)
2089 portfolio wage data by industry, and (iv) portfolio wage data by
2090 municipality;

2091 (D) An investment analysis, including (i) total portfolio value, (ii)
2092 total investment by industry, (iii) portfolio dollar per job average, (iv)
2093 portfolio leverage ratio, and (v) percentage of financial assistance

2094 which was provided to high performance work organizations in the
2095 preceding state fiscal year; and

2096 (E) An analysis of the estimated economic effects of the
2097 department's economic development investments on the state's
2098 economy, including (i) contribution to gross state product for the total
2099 economic development portfolio and for any investment activity
2100 occurring in the preceding state fiscal year, (ii) direct and indirect
2101 employment created by the investments for the total portfolio and for
2102 any investment activity occurring in the preceding state fiscal year, (iii)
2103 productivity of recipients of financial assistance as a result of the
2104 department's investment occurring in the preceding state fiscal year,
2105 (iv) directly or indirectly increased property values in the
2106 municipalities in which the recipients of assistance are located, and (v)
2107 personal income.

2108 (4) An analysis of the community development portfolio of the
2109 department, including:

2110 (A) A list of the names, addresses and locations of all recipients of
2111 the department's assistance;

2112 (B) The following information concerning each recipient of such
2113 assistance: (i) Amount of state investment, (ii) a summary of the terms
2114 and conditions for the department's assistance, including the type and
2115 amount of state financial assistance, and (iii) the amount of
2116 investments from private and other nonstate sources that have been
2117 leveraged by such assistance;

2118 (C) An investment analysis, including (i) total active portfolio value,
2119 (ii) total investments made in the preceding state fiscal year, (iii) total
2120 portfolio by municipality, (iv) total investments made in the preceding
2121 state fiscal year categorized by municipality, (v) total portfolio
2122 leverage ratio, and (vi) leverage ratio of the total investments made in
2123 the preceding state fiscal year; and

2124 (D) An analysis of the estimated economic effects of the

2125 department's economic development investments on the state's
2126 economy, including (i) contribution to gross state product for the total
2127 portfolio and for any investment activity occurring in the preceding
2128 state fiscal year, (ii) direct and indirect employment created by the
2129 investments for the total portfolio and for any investment activity
2130 occurring in the preceding state fiscal year, (iii) productivity of
2131 recipients of financial assistance as a result of the department's
2132 investment occurring in the preceding state fiscal year, (iv) directly or
2133 indirectly increased property values in the municipalities in which the
2134 recipients are located, and (v) personal income.

2135 (5) A summary of the department's economic and community
2136 development marketing efforts in the preceding state fiscal year, a
2137 summary of the department's business recruitment strategies and
2138 activities in such year, and a summary of the department's efforts to
2139 assist small businesses and minority business enterprises in such year.

2140 (6) A summary of the department's international trade efforts in the
2141 preceding state fiscal year, and, to the extent possible, a summary of
2142 foreign direct investment that occurred in the state in such year.

2143 (7) Identification of existing economic clusters, the formation of new
2144 economic clusters, the measures taken by the commissioner during the
2145 preceding state fiscal year to encourage the growth of economic
2146 clusters and the amount of bond funds expended by the department
2147 during the previous fiscal year on each economic cluster.

2148 (8) (A) A summary of the department's brownfield-related efforts
2149 and activities within the Office of Brownfield Remediation and
2150 Development established pursuant to subsections (a) to (f), inclusive,
2151 of section 32-9cc in the preceding state fiscal year, except for activity
2152 under the Special Contaminated Property Remediation and Insurance
2153 Fund program. Such efforts shall include, but not be limited to, (i) total
2154 portfolio investment in brownfield remediation projects, (ii) total
2155 investment in brownfield remediation projects in the preceding state
2156 fiscal year, (iii) total number of brownfield remediation projects, (iv)

2157 total number of brownfield remediation projects in the preceding state
2158 fiscal year, (v) total of reclaimed and remediated acreage, (vi) total of
2159 reclaimed and remediated acreage in the preceding state fiscal year,
2160 (vii) leverage ratio for the total portfolio investment in brownfield
2161 remediation projects, and (viii) leverage ratio for the total portfolio
2162 investment in brownfield remediation projects in the preceding state
2163 fiscal year. Such summary shall include a list of such brownfield
2164 remediation projects and, for each such project, the name of the
2165 developer and the location by street address and municipality and a
2166 tracking of all funds administered through or by said office;

2167 (B) A summary of the department's efforts with regard to the
2168 Special Contaminated Property Remediation and Insurance Fund,
2169 including, but not limited to, (i) the number of applications received in
2170 the preceding state fiscal year, (ii) the number and amounts of loans
2171 made in such year, (iii) the names of the applicants for such loans, (iv)
2172 the average time period between submission of application and the
2173 decision to grant or deny the loan, (v) a list of the applications
2174 approved and the applications denied and the reasons for such
2175 denials, and (vi) for each project, the location by street address and
2176 municipality; and

2177 (C) A summary of the department's efforts with regard to the dry
2178 cleaning grant program, established pursuant to section 12-263m,
2179 including, but not limited to, (i) information as to the number of
2180 applications received, (ii) the number and amounts of grants made
2181 since the inception of the program, (iii) the names of the applicants,
2182 (iv) the time period between submission of application and the
2183 decision to grant or deny the loan, (v) which applications were
2184 approved and which applications were denied and the reasons for any
2185 denials, and (vi) a recommendation as to whether the surcharge and
2186 grant program established pursuant to section 12-263m should
2187 continue.

2188 (9) The following information concerning enterprise zones
2189 designated under section 32-70:

- 2190 (A) A statement of the current goals for enterprise zones;
- 2191 (B) A statement of the current performance standards to measure
2192 the progress of municipalities that have enterprise zones in attaining
2193 the goals for such zones;
- 2194 (C) A report from each municipality that has an enterprise zone,
2195 which evaluates the progress of the municipality in meeting the
2196 performance standards established under section 32-70a; and
- 2197 (D) An assessment of the performance of each enterprise zone based
2198 on information collected under subparagraph (C) of this subdivision.
- 2199 (10) With regard to the grant program designated pursuant to
2200 sections 32-324a to 32-324e, inclusive, an assessment of program
2201 performance.
- 2202 (11) With regard to the fuel diversification program designated
2203 pursuant to section 32-324g, an assessment of program performance.
- 2204 (12) With regard to the department's housing-development-related
2205 functions and activities:
- 2206 (A) A brief description and assessment of the state's housing market
2207 during the preceding state fiscal year, utilizing the most recent and
2208 reasonably available data, and including, but not limited to, (i) a brief
2209 description of the significant characteristics of such market, including
2210 supply, demand and condition and cost of housing, and (ii) any other
2211 information that the commissioner deems appropriate;
- 2212 (B) A comprehensive assessment of current and future needs for
2213 rental assistance under section 8-119kk for housing projects for the
2214 elderly and disabled, in consultation with the Connecticut Housing
2215 Finance Authority;
- 2216 (C) An analysis of the progress of the public and private sectors
2217 toward meeting housing needs in the state, using building permit data
2218 from the United States Census Bureau and demolition data from

2219 Connecticut municipalities;

2220 (D) A list of municipalities that meet the affordable housing criteria
2221 set forth in subsection (k) of section 8-30g, pursuant to regulations that
2222 the Commissioner of Economic and Community Development shall
2223 adopt pursuant to the provisions of chapter 54. For the purpose of
2224 determining the percentage required by subsection (k) of said section
2225 8-30g, the commissioner shall use as the denominator the number of
2226 dwelling units in the municipality, as reported in the most recent
2227 United States decennial census; and

2228 (E) A statement of the department's housing development
2229 objectives, measures of program success and standards for granting
2230 financial and nonfinancial assistance under programs administered by
2231 said commissioner.

2232 (13) A presentation of the state-funded housing development
2233 portfolio of the department, including:

2234 (A) A list of the names, addresses and locations of all recipients of
2235 such assistance; and

2236 (B) For each such recipient, (i) a summary of the terms and
2237 conditions for the assistance, including the type and amount of state
2238 financial assistance, (ii) the amount of investments from private and
2239 other nonstate sources that have been leveraged by the assistance, (iii)
2240 the number of new units to be created and the number of units to be
2241 preserved at the time of the application, and (iv) the number of actual
2242 new units created and number of units preserved.

2243 (14) An analysis of the state-funded housing development portfolio
2244 of the department, including:

2245 (A) An investment analysis, including the (i) total active portfolio
2246 value, (ii) total investment made in the preceding state fiscal year, (iii)
2247 portfolio dollar per new unit created, (iv) estimated dollars per new
2248 unit created for projects receiving an assistance award in the preceding

2249 state fiscal year, (v) portfolio dollars per unit preserved, (vi) estimated
2250 dollar per unit preserved for projects receiving an assistance award in
2251 the preceding state fiscal year, (vii) portfolio leverage ratio, and (viii)
2252 leverage ratio for housing development investments made in the
2253 preceding state fiscal year; and

2254 (B) A production and preservation analysis, including (i) the total
2255 number of units created, itemized by municipality, for the total
2256 portfolio and projects receiving an assistance award in the preceding
2257 state fiscal year, (ii) the total number of elderly units created for the
2258 total portfolio and for projects receiving an assistance award in the
2259 preceding state fiscal year, (iii) the total number of family units created
2260 for the total portfolio and for projects receiving an assistance award in
2261 the preceding state fiscal year, (iv) the total number of units preserved,
2262 itemized by municipality, for the total portfolio and projects receiving
2263 an assistance award in the preceding state fiscal year, (v) the total
2264 number of elderly units preserved for the total portfolio and for
2265 projects receiving an assistance award in the preceding state fiscal
2266 year, (vi) the total number of family units preserved for the total
2267 portfolio and for projects receiving an assistance award in the
2268 preceding state fiscal year, (vii) an analysis by income group of
2269 households served by the department's housing construction,
2270 substantial rehabilitation, purchase and rental assistance programs, for
2271 each housing development, if applicable, and for each program,
2272 including number of households served under each program by race
2273 and data for all households, and (viii) a summary of the department's
2274 efforts in promoting fair housing choice and racial and economic
2275 integration, including data on the racial composition of the occupants
2276 and persons on the waiting list of each housing project that is assisted
2277 under any housing program established by the general statutes or a
2278 special act or that is supervised by the department, provided no
2279 information shall be required to be disclosed by any occupant or
2280 person on a waiting list for the preparation of such summary. As used
2281 in this subparagraph, "elderly units" means dwelling units for which
2282 occupancy is restricted by age, and "family units" means dwelling

2283 units for which occupancy is not restricted by age.

2284 (15) An economic impact analysis of the department's housing
2285 development efforts and activities, including, but not limited to:

2286 (A) The contribution of such efforts and activities to the gross state
2287 product;

2288 (B) The direct and indirect employment created by the investments
2289 for the total housing development portfolio and for any investment
2290 activity for such portfolio occurring in the preceding state fiscal year;
2291 and

2292 (C) Personal income in the state.

2293 (16) With regard to the Housing Trust Fund and Housing Trust
2294 Fund program, as those terms are defined in section 8-336m:

2295 (A) Activities for the prior fiscal year of the Housing Trust Fund and
2296 the Housing Trust Fund program; and

2297 (B) The efforts of the department to obtain private support for the
2298 Housing Trust Fund and the Housing Trust Fund program.

2299 (17) With regard to the department's energy conservation loan
2300 program:

2301 (A) The number of loans or deferred loans made during the
2302 preceding fiscal year under each component of such program and the
2303 total amount of the loans or deferred loans made during such fiscal
2304 year under each such component;

2305 (B) A description of each step of the loan or deferred loan
2306 application and review process;

2307 (C) The location of each loan or deferred loan application intake site
2308 for such program;

2309 (D) The average time period for the processing of loan or deferred

2310 loan applications during such fiscal year; and

2311 (E) The total administrative expenses of such program for such
2312 fiscal year.

2313 (18) An assessment of the performance of the Connecticut qualified
2314 biodiesel producer incentive account grant program established
2315 pursuant to sections 32-324a to 32-324e, inclusive.

2316 (19) An assessment of the performance of the fuel diversification
2317 grant program established pursuant to section 32-324g.

2318 (20) A summary of the total social and economic impact of the
2319 department's efforts and activities in the areas of economic,
2320 community and housing development, and an assessment of the
2321 department's performance in terms of meeting its stated goals and
2322 objectives.

2323 (21) With regard to the Connecticut Credit Consortium established
2324 pursuant to section 6 of this act, a summary of the activity of such
2325 program, including, but not limited to, the number of loans and lines
2326 of credit applied for and approved, the size of the businesses, the
2327 amount of the loans or lines of credit, and the amount repaid to date.

2328 (b) Any annual report that is required from the department by any
2329 provision of the general statutes shall be incorporated into the annual
2330 report provided pursuant to subsection (a) of this section.

2331 Sec. 32. (NEW) (*Effective from passage*) The Office of Fiscal Analysis,
2332 created pursuant to section 2-71c of the general statutes, shall evaluate
2333 what resources it would need to include information in fiscal notes to
2334 evaluate potential impact on public and private sector jobs. Such
2335 resources may include, but not be limited to, equipment, software,
2336 expertise and personnel. On or before December 1, 2010, the office
2337 shall report the results of its evaluation to the Office of Legislative
2338 Management."

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	New section
Sec. 2	<i>January 1, 2012</i>	New section
Sec. 3	<i>from passage</i>	New section
Sec. 4	<i>July 1, 2010</i>	New section
Sec. 5	<i>July 1, 2010</i>	New section
Sec. 6	<i>July 1, 2010</i>	New section
Sec. 7	<i>July 1, 2010</i>	32-235(b)
Sec. 8	<i>from passage and applicable to income years commencing on or after January 1, 2010</i>	New section
Sec. 9	<i>from passage and applicable to income years commencing on or after January 1, 2010</i>	New section
Sec. 10	<i>from passage and applicable to income years commencing on or after January 1, 2010</i>	12-217ii(e)(2)
Sec. 11	<i>July 1, 2010, and applicable to sales occurring on or after July 1, 2010</i>	12-412(117)
Sec. 12	<i>July 1, 2010</i>	New section
Sec. 13	<i>July 1, 2010</i>	New section
Sec. 14	<i>July 1, 2010</i>	38a-88a
Sec. 15	<i>July 1, 2010, and applicable to taxable years commencing on or after January 1, 2010</i>	New section
Sec. 16	<i>July 1, 2010</i>	New section
Sec. 17	<i>July 1, 2010</i>	32-1c
Sec. 18	<i>July 1, 2010</i>	32-222
Sec. 19	<i>July 1, 2010</i>	New section
Sec. 20	<i>July 1, 2010</i>	32-717
Sec. 21	<i>July 1, 2010</i>	New section
Sec. 22	<i>from passage</i>	32-236
Sec. 23	<i>from passage</i>	12-81(59)
Sec. 24	<i>from passage</i>	12-81(60)

Sec. 25	<i>July 1, 2010</i>	10-228b(a)
Sec. 26	<i>July 1, 2010</i>	12-217u(b)
Sec. 27	<i>July 1, 2010</i>	12-217u(f)
Sec. 28	<i>July 1, 2010</i>	12-217cc(b)
Sec. 29	<i>July 1, 2010</i>	New section
Sec. 30	<i>July 1, 2010</i>	New section
Sec. 31	<i>July 1, 2010</i>	32-1m
Sec. 32	<i>from passage</i>	New section