

Dear Members of the Finance, Revenue and Bonding Committee,

I am the President of Steep Rock Association, Inc. I strongly oppose Section 1 of SB 1137 and Section 5 of SB 1138 both of which would require nonprofits, including land trusts, with "significant" savings accounts, endowments or pension funds to pay into a state "community development account" the equivalent of 25% property tax.

Steep Rock is an LTA accredited 5,000 acre land trust based in Washington, Connecticut that provides 40 miles of hiking trails to the public, protects nine miles of streams and watercourses, and delivers extensive programming and community-engagement programming. In addition, we regularly provide tons of fresh produce for the elderly and poor in our Town and the surrounding area. We represent over 700 members and countless others who enjoy our three preserves without fees or charges.

This proposal would divert critical resources from our land trust's ability to acquire and manage open spaces and other natural resources that benefit our quality of life and local economy. It would penalize our land trust for our efforts to set aside funds to help secure our organization's long-term viability and to care for our land trust's properties and easements in perpetuity pursuant to best management practices (The Land Trust Standards & Practices). This proposal would also undermine relationships with donors who want their donations to support land conservation and not a state tax.

Our operations receive no Town funds we are funded almost exclusively by private donations from around 700 generous donors and a tax as contemplated by SB 1138 would definitely significantly reduce our ability to steward our lands and provide the quality of trails and public programming they expect. Paying such a tax would prevent us from being prepared for emergencies, such as hurricanes, lawsuits, and construction failures, or from periods of time when economic conditions reduce our income from the community.

Please consider some of the consequences of this proposal. Land Trust will stop accepting new properties endangering the State's ability to achieve its open space and environmental goals. Land Trust will be forced to charge fees to their users for access to their lands to recover the costs of this tax. Land Trust could be forced to sell their properties so that they can stay in business. Other not-for-profits in Connecticut will no longer trust the commitment of the state to their missions.

Please vote NO on these proposals that would tax land trusts.

Sincerely,

  
Eugene A. Pinover, President  
Steep Rock Association

cc: [abpaterson@ctconservation.org](mailto:abpaterson@ctconservation.org)