

OFFICE OF FISCAL ANALYSIS

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sSB-575

AN ACT EXPANDING A BIOSCIENCE ENTERPRISE CORRIDOR
ZONE LOCATED IN THE TOWN OF PLAINVILLE.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 26 \$	FY 27 \$
Policy & Mgmt., Off.	GF - Potential Cost	None	See Below

Note: GF=General Fund

Municipal Impact:

Municipalities	Effect	FY 26 \$	FY 27 \$
Plainville	Potential Revenue Gain	None	See Below
Plainville	Grand List Reduction	None	See Below

Explanation

The bill expands an existing bioscience enterprise corridor zone in Plainville. This may result in a grand list reduction to Plainville beginning in FY 27 associated with additional property tax exemptions for which this zone will become eligible.¹

Any revenue loss to Plainville resulting from these exemptions may be partially offset by the Distressed Municipalities grant program, which reimburses municipalities for 50% of the tax loss resulting from these exemptions, for a five-year period.

¹ A grand list reduction results in a revenue loss, given a constant mill rate. It is expected that a municipality will adjust its mill rate to offset any revenue loss.

The bill may also result in an increased cost to OPM to the extent additional funds are needed to fully fund the grant program, which will vary based on the revenue loss claims by Plainville.²

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

² While the grant is proportionately reduced when the appropriation or bond authorization is insufficient for full funding, the grant is currently fully funded.