

Qualified productions must now conduct no less than 50% of principal photography days within the state or expend no less than 50% of postproduction costs within the state or expend not less than \$1million dollars of postproduction costs within the state.

In addition, for income years beginning on or after January 1, 2011, and prior to January 1, 2012, a production company may not transfer more than 50% of the film production tax credit in any one income year. For income years beginning on or after January 1, 2012, a production company may not transfer more than 25% of the film production tax credit in any one income year.

However, any production that is created in whole or in significant part at a "qualified production facility" within the state **shall not be subject to the transfer limitations**. A "qualified production facility" means a facility 1) located in Connecticut, 2) intended for film, television, or digital media production, and 3) that has a minimum investment of \$3 million , or less if the commissioner determines such facility otherwise qualifies.

All loan out companies must register with the Dept. of Revenue Services **and** the Secretary of the State in order for payments to qualify.

Qualified compensation does not include bonus pay, stock options, restricted stock units or similar arrangements.

All goods and services must be rented or purchased from a CT vendor in order to qualify. For example, car service to/from CT will only qualify if using a CT-based car service.

The DECD list of approved auditors may be found [here](#).

For more detail see [House Bill No. 6652](#)