



Manufacturing Reinvestment Account (MRA) Program

Program Overview:

Connecticut-based manufacturers with 50 or fewer employees may establish a Manufacturing Reinvestment Account, an interest-bearing, tax-deferred account designed to help small companies fund capital investments and workforce training. Eligible companies can deposit up to \$100,000 annually, up to five years. Corporation taxes, which are lowered to 3.5% on MRAs, are deferred until withdrawn for eligible purposes. Any balance remaining after five years is taxed at the full rate.

➤ Eligible Applicants:

- Manufacturers (as determined by their NAIC Code) that employ no more than 50 employees
- Businesses subject to tax under chapter 208 or 229 of the general statutes that are engaged in manufacturing
- Connecticut-based business with operations in the state
- Businesses must establish an account in a Connecticut bank that can serve as a trustee or custodian
- Be in good standing on all state and local taxes

➤ Eligible Expenditures:

- Machinery and equipment purchases
- Purchase of manufacturing facilities
- Worker training

➤ Terms and Conditions:

- For income years starting January 1, 2012 businesses may deposit in an interest-bearing account up to \$100,000 annually, or 100% of their gross domestic receipts, whichever is less, for five years
- Business pay taxes on each withdrawal but at a reduced 3.5% rate
- Any funds left in the account after five years are taxed at the full rate (7.5%)

To apply please complete and submit the [application](#) along with the following documents:

- Certificate of incorporation
- Department of Labor release form
- Letters of Good Standing from the Secretary of State and the Department of Labor

For additional information or questions, please contact Barbara Fernandez at (860) 270-8025 or via email at Barbara.Fernandez@ct.gov.