



General Assembly

January Session, 2007

Bill No. 7083

LCO No. 4112

04112_____

Referred to Committee on Finance, Revenue and Bonding

Introduced by:

REP. CAFERO, 142nd Dist.

SEN. DELUCA, 32nd Dist.

AN ACT ELIMINATING THE PROPERTY TAX ON CERTAIN MOTOR VEHICLES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (NEW) (*Effective July 1, 2007*) There is established a Casino
2 Assistance Revenue Fund, which shall be a separate nonlapsing fund
3 administered by the State Treasurer. The fund shall contain any
4 moneys required by law to be deposited in the fund. Investment
5 earnings credited to the assets of the fund shall become part of the
6 assets of the fund. All moneys in the fund shall be used for the
7 purposes set forth in section 4 of this act.

8 Sec. 2. (NEW) (*Effective July 1, 2007*) For the purposes set forth in
9 section 4 of this act, the Comptroller shall transfer funds from the
10 revenues received by the state pursuant to a memorandum of
11 understanding with an Indian tribe, to the Casino Assistance Revenue
12 Fund established by section 1 of this act as follows:

13 (1) In the fiscal year commencing July 1, 2007, one transfer of funds

14 shall be made not later than the thirtieth day of November, 2007, in the
15 total amount certified to the Comptroller by the Secretary of the Office
16 of Policy and Management, as described in section 4 of this act.

17 (2) In the fiscal year commencing July 1, 2008, two transfers of funds
18 shall be made, the first not later than the thirtieth day of November,
19 2008, and the second not later than the thirty-first day of January, 2009,
20 each in the total amounts certified to the Comptroller by the secretary,
21 as described in section 4 of this act.

22 (3) In the fiscal year commencing July 1, 2009, three transfers of
23 funds shall be made, the first not later than the thirtieth day of
24 November, 2009, the second not later than the thirty-first day of
25 January, 2010, and the third not later than the thirtieth day of April,
26 2010, each in the total amounts certified to the Comptroller by the
27 secretary, as described in section 4 of this act.

28 (4) In fiscal years commencing on and after July 1, 2010, four
29 transfers of funds shall be made each year, the first not later than the
30 thirtieth day of November, the second not later than the thirty-first day
31 of January, the third not later than the thirtieth day of April, and the
32 fourth not later than the thirtieth day of June, each in the total amounts
33 certified to the Comptroller by the secretary, as described in section 4
34 of this act.

35 Sec. 3. Section 12-81 of the general statutes is amended by adding
36 subdivision (77) as follows (*Effective from passage and applicable to*
37 *assessment years commencing on and after October 1, 2006*):

38 (NEW) (77) (A) For the purposes of this subdivision, the following
39 terms shall be defined as follows: (i) "Eligible vehicle" means a car,
40 light duty truck, pick-up truck or motorcycle identified on a list the
41 Commissioner of Motor Vehicles provides to the assessor of each
42 town, pursuant to section 14-163, under Class Code 01 , Class Code 12,
43 Class Code 14, Class Code 15, Class Code 16, Class Code 17, Class
44 Code 25, Class Code 27, Class Code 28 or Class Code 33, and with

45 respect to which said commissioner issues a registration that does not
46 allow the use of such vehicle for commercial purposes or for a
47 combination of passenger and commercial purposes; (ii) "lessee" means
48 a person who leases an eligible vehicle, for a period of not less than
49 one year, from a lessor who is a licensee, under section 14-15, pursuant
50 to a written lease agreement that assigns responsibility for the
51 payment of any property tax for the eligible vehicle to such lessee,
52 regardless of whether a charge for such tax is separately stated in said
53 agreement, or on a bill or invoice that may be rendered to the lessee by
54 either a taxing jurisdiction or the lessor; (iii) "municipality" means each
55 town, city, borough, consolidated town and city and consolidated
56 town and borough, each district, as defined in section 7-324 and each
57 special services district created concurrently with, or as a result of, the
58 dissolution of a city or borough; (iv) "net assessed value" means the
59 valuation of a motor vehicle for purposes of assessment less the total of
60 all property tax exemptions for which the owner or lessee of such
61 motor vehicle qualifies; (v) "person" means a natural person; and (vi)
62 "tax collector" means the tax collector of each town and the person
63 responsible for collecting property tax revenue for each municipality
64 that is not a town.

65 (B) Subject to the provisions of this subdivision, each person who,
66 on or after October 1, 2006, owns or leases an eligible vehicle that is
67 subject to the property tax under chapter 204 shall be entitled to an
68 exemption applicable to the net assessed value of such eligible vehicle,
69 in an amount as follows: (1) For the assessment year commencing
70 October 1, 2006, one thousand five hundred dollars; (2) for the
71 assessment year commencing October 1, 2007, three thousand two
72 hundred dollars; (3) for the assessment year commencing October 1,
73 2008, four thousand nine hundred dollars; and (4) for the assessment
74 year commencing October 1, 2009, six thousand seven hundred
75 dollars. For assessment years commencing on and after October 1,
76 2010, the exemption under this subdivision shall equal one hundred
77 per cent of the net assessed value of each eligible vehicle.

78 (C) With respect to an eligible vehicle that a person owns on any
79 assessment date, the assessor shall grant the exemption under this
80 subdivision without requiring such person to file an application
81 claiming such exemption. A lessee who desires to claim the exemption
82 in this subdivision shall file a written application for such exemption,
83 with the assessor of the town in which such lessee's eligible vehicle is
84 subject to taxation, on a form the Secretary of the Office of Policy and
85 Management prescribes. A lessee shall file such application not later
86 than the first day of November, if the lessee is claiming an exemption
87 for an eligible vehicle registered on the first day of October in any
88 assessment year, except that, for an eligible vehicle registered on
89 October 1, 2006, a lessee may file such application on or before
90 September 15, 2007. With respect to any eligible vehicle registered
91 subsequent to the first day of October in any assessment year in which
92 such exemption is available, but prior to the first day of August in said
93 assessment year, a lessee shall file such application not later than the
94 first day of November next following the conclusion of said
95 assessment year. The exemption under this subdivision for an eligible
96 vehicle registered subsequent to the first day of October in any
97 assessment year shall be reduced by a ratio, the numerator of which
98 shall be the number of months from the date of such registration,
99 including the month in which registration occurs, to the first day of the
100 following October, and the denominator of which shall be twelve.
101 Failure to file such application in the manner and form and within the
102 time limit prescribed shall constitute a waiver of the right to the
103 exemption under this subdivision for the assessment list for which
104 such exemption would be applicable.

105 (D) In any assessment year in which the provisions of section 12-71c
106 are applicable with respect to an eligible vehicle for which the
107 exemption under this subdivision has been approved, the assessor
108 shall reduce the amount of said exemption by a ratio, the numerator of
109 which shall be the number of full months from the date said eligible
110 vehicle is sold, damaged, stolen or removed from this state and
111 registered in another state by a person who concurrently ceases to be a

112 resident of this state, to the first day of the following October, and the
113 denominator of which shall be twelve. If a person replaces an eligible
114 vehicle so sold, damaged or stolen with another eligible vehicle in said
115 assessment year, the difference between the amount of the reduced
116 exemption as determined under this subparagraph and the amount of
117 the exemption prior to such reduction, shall be applied to the net
118 assessed value of the replacement vehicle, as defined in subsection (b)
119 of section 12-71b.

120 Sec. 4. (NEW) (*Effective July 1, 2007*) (a) (1) There shall be a state
121 grant to each municipality equal to the property tax revenue loss the
122 municipality sustains as a result of exemptions approved under the
123 provisions of subdivision (77) of section 12-81 of the general statutes,
124 as amended by this act, for assessment years commencing on or after
125 October 1, 2006. The provisions of subsection (b) of this section shall be
126 applicable with respect to the grant payable for the assessment year
127 commencing October 1, 2006. The provisions of subsection (c) of this
128 section shall be applicable with respect to the grant payable for
129 assessment years commencing on and after October 1, 2010. Not later
130 than July first, annually, commencing July 1, 2008, and ending July 1,
131 2011, the tax collector of each municipality shall certify to the Secretary
132 of the Office of Policy and Management, on a form said secretary
133 prescribes and furnishes: (A) The amount of tax revenue loss due to
134 exemptions approved under subdivision (77) of section 12-81 of the
135 general statutes, as amended by this act, for the assessment list for the
136 year commencing on the October first immediately preceding, and (B)
137 the amount of tax revenue loss due to such exemptions approved for
138 the supplemental assessment list for which taxes were due on the first
139 day of January immediately preceding. The tax collector's certification
140 shall reflect any additions or deletions to any such list the assessor
141 approves prior to the first day of July. Said secretary shall review each
142 such claim as provided in section 12-120b of the general statutes. Not
143 later than June first following the conclusion of the assessment year for
144 which the assessor approved such exemption, the secretary shall notify
145 each claimant of the modification or denial of the claimant's

146 exemption, in accordance with the procedure set forth in section 12-
147 120b of the general statutes, provided if the date the secretary receives
148 a tax collector's certification is subsequent to the first day of July in any
149 year, the secretary's review shall be extended to not later than the date
150 that follows, by one year, the date the secretary receives such
151 certification. Any claimant aggrieved by the results of the secretary's
152 review shall have the rights of appeal as set forth in section 12-120b of
153 the general statutes. If any modification is made as the result of the
154 provisions of this section on or after the date on which said secretary
155 certifies the last installment of payment due a municipality in any
156 fiscal year, any adjustment to the amount due such municipality, for
157 the amount of revenue loss in question, shall be made in the next
158 payment the Treasurer shall make to such municipality pursuant to
159 this section.

160 (2) On or before the fifteenth day of October, annually, commencing
161 October 15, 2008, and ending October 15, 2011, the tax collector of each
162 municipality shall certify to the secretary, in the form and manner the
163 secretary prescribes, the amount of any addition or reduction to the
164 claim for reimbursement the tax collector submitted, on or before the
165 first day of July in such year, for purposes of a corresponding
166 adjustment in the amount of state payment to the municipality, for any
167 assessment list to which such addition or reduction applies.

168 (3) Any tax collector who fails to comply with the requirements of
169 this section shall forfeit one hundred dollars to the state, provided the
170 secretary may waive such forfeiture upon receiving a written request
171 from the tax collector not later than thirty days after the date any such
172 certification to said secretary is required, if in the secretary's opinion
173 there appears to be reasonable cause for the tax collector's failure to
174 comply with the requirements of this section.

175 (b) (1) Subject to this provision set forth in this subsection, the
176 assessor shall, not later than five days after approving exemptions
177 under subdivision (77) of section 12-81 of the general statutes, as

178 amended by this act, for the assessment year commencing October 1,
179 2006, revise the motor vehicle list of the town and the motor vehicle list
180 of each municipality located within the town, to reflect the approval of
181 such exemptions for said assessment year. The assessor shall, not later
182 than ten days following the date such revision is complete, provide
183 such revised list to the tax collector. Not later than ten days after
184 receiving said revised list, the tax collector shall mail a tax bill to the
185 owner of each eligible vehicle. No tax collector shall mail a tax bill for a
186 motor vehicle property tax due, in the fiscal year commencing July 1,
187 2007, that does not reflect exemptions approved under the provisions
188 of this section.

189 (2) The assessor may approve an exemption under subdivision (77)
190 of section 12-81 of the general statutes, as amended by this act, for a
191 lessee's eligible vehicle prior to receiving an exemption application
192 from such lessee. In the event the lessee fails to comply with the
193 requirement to file an application, as set forth in said subdivision (77)
194 of section 12-81, the assessor shall issue a certificate of correction
195 removing said exemption. Not later than five days after issuing such
196 certificate, the assessor shall notify the tax collector of the additional
197 assessment represented by such correction. The tax collector shall, not
198 later than ten days after receiving a notice from the assessor, mail a tax
199 bill to the taxpayer for the amount of such additional assessment,
200 provided if there are any remaining installments of the tax due for said
201 fiscal year, the tax collector may reflect the tax for such additional
202 assessment in any such installment. Such tax shall be due and payable
203 and collectible as other municipal taxes and subject to the same liens
204 and processes of collection.

205 (3) Not later than thirty days after mailing tax bills pursuant to
206 subdivision (1) of this subsection, the tax collector shall certify to the
207 secretary the amount of the municipality's revenue loss in the fiscal
208 year commencing July 1, 2007, due to exemptions the assessor
209 approved under this section and subdivision (77) of section 12-81 of
210 the general statutes, as amended by this act, for the assessment year

211 commencing October 1, 2006. The tax collector's certification of such
212 revenue loss shall reflect any additions or deletions to the revised
213 motor vehicle list for said assessment year that the assessor approves
214 prior to the date the tax collector submits such certification. Not later
215 than October 15, 2007, the tax collector shall certify to said secretary
216 the amount of any addition or reduction to the claim for
217 reimbursement submitted for said assessment year, for purposes of a
218 corresponding adjustment in the amount of state payment to the
219 municipality. The secretary shall, on or before November 15, 2007,
220 certify to the Comptroller the amount due each municipality as
221 reimbursement of the revenue loss in said fiscal year, and the
222 Comptroller shall draw an order on the Treasurer on or before the
223 twenty-fourth day of November following, and the Treasurer shall pay
224 the amount thereof to such municipality on or before the thirtieth day
225 of November following.

226 (c) In fiscal years commencing on and after July 1, 2012, each
227 municipality shall receive a share of the total amount of revenue
228 deposited into the Casino Assistance Revenue Fund established by
229 section 1 of this act, augmented by any amount from the General Fund
230 that may be added to said Casino Assistance Revenue Fund, in
231 proportion to the amount of the municipality's reimbursement
232 pursuant to this section for the fiscal year commencing July 1, 2011, to
233 the total of the payments to all municipalities for said fiscal year.

234 (d) In any fiscal year in which the amount of revenue deposited into
235 the Casino Assistance Revenue Fund, established by section 1 of this
236 act, on or before the fifteenth day of November in said year is
237 insufficient to pay the total amount of the grant due each municipality
238 in a single installment, said secretary may certify more than one
239 installment of grant payments to the Comptroller, in accordance with
240 the schedule set forth in this subsection.

241 (1) In the fiscal year commencing July 1, 2008, the secretary may
242 certify the grant in two installments, as follows: One-half of the total

243 amount due shall be certified to the Comptroller not later than the
244 fifteenth day of November, and the Comptroller shall draw an order
245 on the Treasurer on or before the twenty-fourth day of November
246 following and the Treasurer shall pay the amount thereof to such
247 municipality on or before the thirtieth day of November following. The
248 remainder of the total amount due shall be certified to the Comptroller
249 not later than the fifteenth day of January following, and the
250 Comptroller shall draw an order on the Treasurer on or before the
251 twenty-fourth day of January following and the Treasurer shall pay
252 the amount thereof to such municipality on or before the thirty-first
253 day of January following.

254 (2) In the fiscal year commencing July 1, 2009, the secretary may
255 certify the grant in three installments, as follows: One-third of the total
256 amount due shall be certified to the Comptroller not later than the
257 fifteenth day of November, and the Comptroller shall draw an order
258 on the Treasurer on or before the twenty-fourth day of November
259 following and the Treasurer shall pay the amount thereof to such
260 municipality on or before the thirtieth day of November following;
261 one-third of the total amount due shall be certified to the Comptroller
262 not later than the fifteenth day of January, and the Comptroller shall
263 draw an order on the Treasurer on or before the twenty-fourth day of
264 January following and the Treasurer shall pay the amount thereof to
265 such municipality on or before the thirty-first day of January
266 following; and the remainder of the total amount due shall be certified
267 to the Comptroller not later than the fifteenth day of April, and the
268 Comptroller shall draw an order on the Treasurer on or before the
269 twenty-fourth day of April following and the Treasurer shall pay the
270 amount thereof to such municipality on or before the thirtieth day of
271 April following.

272 (3) In fiscal years commencing on and after July 1, 2010, the
273 secretary may certify the grant in four installments, as follows: One-
274 quarter of the total amount due shall be certified to the Comptroller
275 not later than the fifteenth day of November, and the Comptroller shall

276 draw an order on the Treasurer on or before the twenty-fourth day of
277 November following and the Treasurer shall pay the amount thereof to
278 such municipality on or before the thirtieth day of November
279 following; one-quarter of the total amount due shall be certified to the
280 Comptroller not later than the fifteenth day of January, and the
281 Comptroller shall draw an order on the Treasurer on or before the
282 twenty-fourth day of January following and the Treasurer shall pay
283 the amount thereof to such municipality on or before the thirty-first
284 day of January following; one-quarter of the total amount due shall be
285 certified to the Comptroller not later than the fifteenth day of April,
286 and the Comptroller shall draw an order on the Treasurer on or before
287 the twenty-fourth day of April following and the Treasurer shall pay
288 the amount thereof to such municipality on or before the thirtieth day
289 of April following; and the remainder of the total amount due shall be
290 certified not later than the fifteenth day of June, and the Comptroller
291 shall draw an order on the Treasurer on or before the twenty-fourth
292 day of June following and the Treasurer shall pay the amount thereof
293 to such municipality on or before the thirtieth day of June following.

294 Sec. 5. (NEW) (*Effective July 1, 2007*) (a) As used in this section,
295 "eligible vehicle" and "lessee" shall have the same meaning as in
296 subdivision (77) of section 12-81 of the general statutes, as amended by
297 this act.

298 (b) Any person, firm or corporation licensed pursuant to section 14-
299 15 of the general statutes, having executed a written agreement to lease
300 an eligible vehicle to a lessee for whom an exemption under
301 subdivision (77) of section 12-81 of the general statutes, as amended by
302 this act, is approved for the assessment year commencing October 1,
303 2006, shall, if such agreement provides for the collection of a periodic
304 fee for all or a portion of a property tax liability assigned to such
305 lessee, return or cause to be credited to any periodic fee remaining
306 under such agreement, any amount collected toward the payment of a
307 property tax liability that is reduced as a result of the approval of such
308 exemption for said assessment year. Any written agreement such

309 licensee executes with a lessee, on or after the effective date of this
310 section, shall provide for a mechanism by which to return or credit to
311 any periodic fee remaining under such agreement, any amount
312 collected toward the payment of a property tax liability that is reduced
313 as a result of the approval of an exemption under said subdivision (77)
314 of section 12-81 for any assessment year commencing on and after
315 October 1, 2007, and on or before October 1, 2010.

316 (c) On or before the first of October of each year, commencing
317 October 1, 2007, each such licensee shall submit to the Commissioner
318 of Motor Vehicles, in the form and manner said commissioner may
319 require, information concerning each motor vehicle such licensee
320 owns, on the first day of October of each such year, and leases
321 pursuant to a written agreement for a period of not less than one year.
322 Such information shall include, but is not limited to: (1) The name and
323 address of each lessee of an eligible vehicle; and (2) the name and
324 address of any entity that is not a natural person and that has entered
325 into a written agreement for the lease of a motor vehicle.

326 Sec. 6. Subsection (b) of section 12-704c of the general statutes is
327 repealed and the following is substituted in lieu thereof (*Effective from*
328 *passage, and applicable to taxable years commencing on or after January 1,*
329 *2007*):

330 (b) (1) The credit allowed under this section shall not exceed two
331 hundred fifteen dollars for the taxable year commencing on or after
332 January 1, 1997, and prior to January 1, 1998; for taxable years
333 commencing on or after January 1, 1998, but prior to January 1, 1999,
334 three hundred fifty dollars; for taxable years commencing on or after
335 January 1, 1999, but prior to January 1, 2000, four hundred twenty-five
336 dollars; for taxable years commencing on or after January 1, 2000, but
337 prior to January 1, 2003, five hundred dollars; for taxable years
338 commencing on or after January 1, 2003, three hundred fifty dollars;
339 for taxable years commencing on or after January 1, 2005, but prior to
340 January 1, 2006, three hundred fifty dollars; and for taxable years

341 commencing on or after January 1, 2006, but prior to January 1, 2007,
342 five hundred dollars. In the case of any husband and wife who file a
343 return under the federal income tax for such taxable year as married
344 individuals filing a joint return, the credit allowed, in the aggregate,
345 shall not exceed such amounts for each such taxable year.

346 (2) The credit allowed under this section to nonqualifying
347 individuals, as defined in subdivision (4) of this subsection, shall not
348 exceed three hundred fifty dollars for taxable years commencing on or
349 after January 1, 2007, but prior to January 1, 2008; two hundred
350 twenty-five dollars for taxable years commencing on or after January 1,
351 2008, but prior to January 1, 2009; and one hundred dollars for taxable
352 years commencing on or after January 1, 2009, but prior to January 1,
353 2010. In the case of any husband and wife who file a return under the
354 federal income tax for such taxable year as married individuals filing a
355 joint return, the credit allowed, in the aggregate, shall not exceed such
356 amounts for each such taxable year. For taxable years commencing on
357 or after January 1, 2010, no credit shall be allowed under this section to
358 nonqualifying individuals.

359 (3) The credit allowed under this section to qualifying individuals,
360 as defined in subdivision (4) of this subsection, shall not exceed five
361 hundred dollars for taxable years commencing on or after January 1,
362 2007.

363 (4) For purposes of this section, "qualifying individual" means an
364 individual who has attained age sixty-five before the close of his or her
365 taxable year. In the case of any husband and wife who file a return
366 under the federal income tax for such taxable year as married
367 individuals filing a joint return, if either spouse is a qualifying
368 individual, the other shall be treated as a qualifying individual. For
369 purposes of this section, "nonqualifying individual" means any
370 individual who is not a qualifying individual.

371 Sec. 7. Section 14-163 of the general statutes is repealed and the
372 following is substituted in lieu thereof (*Effective July 1, 2007*):

373 (a) The commissioner shall compile information concerning motor
374 vehicles and snowmobiles subject to property taxation pursuant to
375 section 12-71 using the records of the Department of Motor Vehicles
376 and information reported by owners of motor vehicles and
377 snowmobiles. In addition to any other information the owner of a
378 motor vehicle or snowmobile is required to file with the commissioner
379 by law, such owner shall provide the commissioner with the name of
380 the town in which such owner's motor vehicle or snowmobile is to be
381 set in the list for property tax purposes, pursuant to section 12-71. On
382 or before December 1, 2004, and annually thereafter, the commissioner
383 shall furnish to each assessor in this state a list identifying motor
384 vehicles and snowmobiles that are subject to property taxation in each
385 such assessor's town. Said list shall include the names and addresses of
386 the owners of such motor vehicles and snowmobiles, together with the
387 vehicle identification numbers for all such vehicles for which such
388 numbers are available.

389 (b) On or before October 1, 2004, and annually thereafter, the
390 commissioner shall furnish to each assessor in this state a list
391 identifying motor vehicles and snowmobiles in each such assessor's
392 town that were registered subsequent to the first day of October of the
393 assessment year immediately preceding, but prior to the first day of
394 August in such assessment year, and that are subject to property
395 taxation on a supplemental list pursuant to section 12-71b. In addition
396 to the information for each such vehicle and snowmobile specified
397 under subsection (a) of this section that is available to the
398 commissioner, the list provided under this subsection shall include a
399 code related to the date of registration of each such vehicle or
400 snowmobile.

401 (c) On and after December 1, 2010, the list said commissioner
402 provides under this section shall include motor vehicles and
403 snowmobiles that are not eligible for the exemption under subdivision
404 (77) of section 12-81, as amended by this act, but shall not include any
405 eligible vehicle, as defined in said subdivision (77) of section 12-81,

406 that a natural person owns or leases on or after October 1, 2010.

407 Sec. 8. Section 3-55i of the general statutes is repealed and the
408 following is substituted in lieu thereof (*Effective July 1, 2011*):

409 There is established the ["Mashantucket Pequot and Mohegan
410 Fund" which shall be a separate nonlapsing fund. All funds received
411 by the state of Connecticut from the Mashantucket Pequot Tribe
412 pursuant to the joint memorandum of understanding entered into by
413 and between the state and the tribe on January 13, 1993, as amended
414 on April 30, 1993, and any successor thereto, shall be deposited in the
415 General Fund. During the fiscal year ending June 30, 2000, and each
416 fiscal year thereafter, one hundred thirty-five million dollars, received
417 by the state from the tribe pursuant to said joint memorandum of
418 understanding, as amended, and any successor thereto, shall be
419 transferred to the Mashantucket Pequot and Mohegan Fund and]
420 Supplemental Municipal Assistance Grant, which shall be paid from
421 the General Fund. Commencing with the fiscal year ending June 30,
422 2008, and each fiscal year thereafter, eighty-six million two hundred
423 fifty thousand dollars shall be distributed by the Office of Policy and
424 Management, during [said] such fiscal year, in accordance with the
425 provisions of section 3-55j, as amended by this act. The amount of the
426 grant payable to each municipality during any fiscal year, in
427 accordance with said section, shall be reduced proportionately if the
428 total of such grants exceeds the amount of funds available for such
429 year. The grant shall be paid in three installments as follows: The
430 Secretary of the Office of Policy and Management shall, annually, not
431 later than the fifteenth day of December, the fifteenth day of March
432 and the fifteenth day of June certify to the Comptroller the amount due
433 each municipality under the provisions of section 3-55j, as amended by
434 this act, and the Comptroller shall draw an order on the Treasurer on
435 or before the fifth business day following the fifteenth day of
436 December, the fifth business day following the fifteenth day of March
437 and the fifth business day following the fifteenth day of June and the
438 Treasurer shall pay the amount thereof to such municipality on or

439 before the first day of January, the first day of April and the thirtieth
440 day of June.

441 Sec. 9. Section 3-55j of the general statutes is repealed and the
442 following is substituted in lieu thereof (*Effective July 1, 2011*):

443 (a) Twenty million dollars of the moneys available in the
444 [Mashantucket Pequot and Mohegan Fund] Supplemental Municipal
445 Assistance Grant established by section 3-55i, as amended by this act,
446 shall be paid to municipalities eligible for a state grant in lieu of taxes
447 pursuant to section 12-19a in addition to the grants payable to such
448 municipalities pursuant to section 12-19a, subject to the provisions of
449 subsection (b) of this section. Such grant shall be calculated under the
450 provisions of section 12-19a and shall equal one-third of the additional
451 amount which such municipalities would be eligible to receive if the
452 total amount available for distribution were eighty-five million two
453 hundred five thousand eighty-five dollars and the percentage of
454 reimbursement set forth in section 12-19a were increased to reflect
455 such amount. Any eligible special services district shall receive a
456 portion of the grant payable under this subsection to the town in
457 which such district is located. The portion payable to any such district
458 under this subsection shall be the amount of the grant to the town
459 under this subsection which results from application of the district mill
460 rate to exempt property in the district. As used in this subsection and
461 subsection (c) of this section, "eligible special services district" means
462 any special services district created by a town charter, having its own
463 governing body and for the assessment year commencing October 1,
464 1996, containing fifty per cent or more of the value of total taxable
465 property within the town in which such district is located.

466 (b) No municipality shall receive a grant pursuant to subsection (a)
467 of this section which, when added to the amount of the grant payable
468 to such municipality pursuant to section 12-19a, would exceed one
469 hundred per cent of the property taxes which would have been paid
470 with respect to all state-owned real property, except for the exemption

471 applicable to such property, on the assessment list in such
472 municipality for the assessment date two years prior to the
473 commencement of the state fiscal year in which such grants are
474 payable, except that, notwithstanding the provisions of said subsection
475 (a), no municipality shall receive a grant pursuant to said subsection
476 which is less than one thousand six hundred sixty-seven dollars.

477 (c) Twenty million one hundred twenty-three thousand nine
478 hundred sixteen dollars of the moneys available in the [Mashantucket
479 Pequot and Mohegan Fund] Supplemental Municipal Assistance Grant
480 established by section 3-55i, as amended by this act, shall be paid to
481 municipalities eligible for a state grant in lieu of taxes pursuant to
482 section 12-20a, in addition to and in the same proportion as the grants
483 payable to such municipalities pursuant to section 12-20a, subject to
484 the provisions of subsection (d) of this section. Any eligible special
485 services district shall receive a portion of the grant payable under this
486 subsection to the town in which such district is located. The portion
487 payable to any such district under this subsection shall be the amount
488 of the grant to the town under this subsection which results from
489 application of the district mill rate to exempt property in the district.

490 (d) Notwithstanding the provisions of subsection (c) of this section,
491 no municipality shall receive a grant pursuant to said subsection
492 which, when added to the amount of the grant payable to such
493 municipality pursuant to section 12-20a, would exceed one hundred
494 per cent of the property taxes which, except for any exemption
495 applicable to any private nonprofit institution of higher education,
496 nonprofit general hospital facility or free standing chronic disease
497 hospital under the provisions of section 12-81, as amended by this act,
498 would have been paid with respect to such exempt real property on
499 the assessment list in such municipality for the assessment date two
500 years prior to the commencement of the state fiscal year in which such
501 grants are payable.

502 (e) Thirty-five million dollars of the moneys available in the

503 [Mashantucket Pequot and Mohegan Fund] Supplemental Municipal
504 Assistance Grant established by section 3-55i, as amended by this act,
505 shall be paid to municipalities in accordance with the provisions of
506 section 7-528, except that for the purposes of section 7-528, "adjusted
507 equalized net grand list per capita" means the equalized net grand list
508 divided by the total population of a town, as defined in subdivision (7)
509 of subsection (a) of section 10-261, multiplied by the ratio of the per
510 capita income of the town to the per capita income of the town at the
511 one hundredth percentile among all towns in the state ranked from
512 lowest to highest in per capita income, and "equalized net grand list"
513 means the net grand list of such town upon which taxes were levied
514 for the general expenses of such town two years prior to the fiscal year
515 in which a grant is to be paid, equalized in accordance with section 10-
516 261a.

517 (f) Five million four hundred seventy-five thousand dollars of the
518 moneys available in the [Mashantucket Pequot and Mohegan Fund]
519 Supplemental Municipal Assistance Grant established by section 3-55i,
520 as amended by this act, shall be paid to the following municipalities in
521 accordance with the provisions of section 7-528, except that for the
522 purposes of said section 7-528, "adjusted equalized net grand list per
523 capita" means the equalized net grand list divided by the total
524 population of a town, as defined in subdivision (7) of subsection (a) of
525 section 10-261, multiplied by the ratio of the per capita income of the
526 town to the per capita income of the town at the one hundredth
527 percentile among all towns in the state ranked from lowest to highest
528 in per capita income, and "equalized net grand list" means the net
529 grand list of such town upon which taxes were levied for the general
530 expenses of such town two years prior to the fiscal year in which a
531 grant is to be paid, equalized in accordance with section 10-261a:
532 Bridgeport, Hamden, Hartford, Meriden, New Britain, New Haven,
533 New London, Norwalk, Norwich, Waterbury and Windham.

534 (g) Notwithstanding the provisions of subsections (a) to (f),
535 inclusive, of this section, the total grants paid to the following

536 municipalities from the moneys available in the [Mashantucket Pequot
537 and Mohegan Fund] Supplemental Municipal Assistance Grant
538 established by section 3-55i, as amended by this act, shall be as follows:

T1	Bloomfield	\$267,489
T2	Bridgeport	10,506,506
T3	Bristol	1,004,050
T4	Chaplin	141,725
T5	Danbury	1,612,564
T6	Derby	432,162
T7	East Hartford	522,421
T8	East Lyme	488,160
T9	Groton	2,037,088
T10	Hamden	1,592,270
T11	Manchester	1,014,244
T12	Meriden	1,537,900
T13	Middletown	2,124,960
T14	Milford	676,535
T15	New Britain	3,897,434
T16	New London	2,649,363
T17	North Haven	268,582
T18	Norwalk	1,451,367
T19	Norwich	1,662,147
T20	Preston	461,939
T21	Rocky Hill	477,950
T22	Stamford	1,570,767
T23	Union	38,101
T24	Voluntown	156,902
T25	Waterbury	5,179,655
T26	Wethersfield	371,629
T27	Windham	1,307,974
T28	Windsor Locks	754,833

539 (h) For the fiscal year ending June 30, 1999, and each fiscal year
540 thereafter, if the amount of grant payable to a municipality in
541 accordance with this section is increased as the result of an
542 appropriation to the [Mashantucket Pequot and Mohegan Fund]
543 Supplemental Municipal Assistance Grant for such fiscal year which
544 exceeds eighty-five million dollars, the portion of the grant payable to
545 each eligible service district, in accordance with subsections (a) and (c)
546 of this section shall be increased by the same proportion as the grant
547 payable to such municipality under this section as a result of said
548 increased appropriation.

549 (i) For the fiscal year ending June 30, 2003, to the fiscal year ending
550 June 30, 2006, inclusive, the municipalities of Ledyard, Montville,
551 Norwich, North Stonington and Preston shall each receive a grant of
552 five hundred thousand dollars which shall be paid from the
553 [Mashantucket Pequot and Mohegan Fund] Supplemental Municipal
554 Assistance Grant established by section 3-55i, as amended by this act,
555 and which shall be in addition to the grants paid to said municipalities
556 pursuant to subsections (a) to (g), inclusive, of this section.

557 (j) For the fiscal years ending June 30, 2000, June 30, 2001, and June
558 30, 2002, the sum of forty-nine million seven hundred fifty thousand
559 dollars shall be paid to municipalities, and for the fiscal year ending
560 June 30, 2003, and each fiscal year thereafter, the sum of forty-seven
561 million five hundred thousand dollars shall be paid to municipalities,
562 in accordance with this subsection, from the [Mashantucket Pequot
563 and Mohegan Fund] Supplemental Municipal Assistance Grant
564 established by section 3-55i, as amended by this act. The grants
565 payable under this subsection shall be used to proportionately increase
566 the amount of the grants payable to each municipality in accordance
567 with subsections (a) to (i), inclusive, of this section and shall be in
568 addition to the grants payable under subsections (a) to (g), inclusive, of
569 this section.

570 (k) The amount of the grant payable to each municipality in

571 accordance with subsection (j) of this section shall be reduced
572 proportionately in the event that the total of the grants payable to each
573 municipality pursuant to this section exceeds the amount appropriated
574 for such grants with respect to such year.

575 Sec. 10. Section 3-55l of the general statutes is repealed and the
576 following is substituted in lieu thereof (*Effective July 1, 2011*):

577 (a) For the fiscal year ending June 30, 2006, the municipalities of
578 Ledyard, Montville, Norwich, North Stonington and Preston shall each
579 receive a grant of two hundred fifty thousand dollars which shall be
580 paid from the [Mashantucket Pequot and Mohegan Fund]
581 Supplemental Municipal Assistance Grant established by section 3-55i,
582 as amended by this act, and which shall be in addition to the grants
583 paid to said municipalities pursuant to section 3-55j, as amended by
584 this act.

585 (b) For the fiscal year ending June 30, 2007, and each fiscal year
586 thereafter, the municipalities of Ledyard, Montville, Norwich, North
587 Stonington and Preston shall each receive a grant of seven hundred
588 fifty thousand dollars which shall be paid from said [fund] grant and
589 which shall be in addition to the grants paid to said municipalities
590 pursuant to section 3-55j, as amended by this act.

591 (c) The grants payable in accordance with this section shall be
592 determined prior to the determination of grants pursuant to said
593 section 3-55j, as amended by this act, and shall not be reduced
594 proportionately if the total of the grants payable to each municipality
595 pursuant to said section exceeds the amount appropriated for grants
596 pursuant to section 3-55i, as amended by this act, with respect to each
597 such year.

598 Sec. 11. Section 96 of public act 06-187 is repealed and the following
599 is substituted in lieu thereof (*Effective July 1, 2011*):

600 For the fiscal year ending June 30, 2008, and each fiscal year

601 thereafter, one million six hundred thousand dollars of the
602 appropriation to the [Mashantucket Pequot and Mohegan Fund]
603 Supplemental Municipal Assistance Grant established pursuant to
604 section 3-55i, as amended by this act, for Grants to Towns, shall be
605 distributed to municipalities that are members of the Southeastern
606 Connecticut Council of Governments and to any distressed
607 municipality that is a member of the Northeastern Connecticut Council
608 of Governments or the Windham Area Council of Governments. Said
609 amount shall be distributed proportionately to each such municipality
610 based on the total amount of payments received by all such
611 municipalities [from said fund] in the preceding fiscal year,
612 determined in accordance with section 3-55j of the general statutes, as
613 amended by this act. The grants payable in accordance with this
614 section shall be determined prior to the determination of grants
615 pursuant to said section 3-55j and shall not be reduced proportionately
616 if the total of the grants payable to each municipality pursuant to said
617 section exceeds the amount appropriated for such grants with respect
618 to such year. The payments to municipalities authorized by this section
619 shall be made in accordance with the schedule set forth in section 3-55i
620 of the general statutes, as amended by this act.

621 Sec. 12. Subsection (b) of section 22a-27j of the general statutes is
622 repealed and the following is substituted in lieu thereof (*Effective July*
623 *1, 2011*):

624 (b) Not later than three months following the close of each fiscal
625 year starting with fiscal year July 1, 2000, the Department of
626 Environmental Protection shall identify those municipalities that are
627 not in compliance with subsection (a) of this section for the previous
628 fiscal year and shall provide the Office of Policy and Management with
629 a list of such municipalities. The list shall be submitted annually and in
630 such manner as the Office of Policy and Management may require. The
631 Office of Policy and Management, when issuing the first payment from
632 the [Mashantucket Pequot and Mohegan Fund] Supplemental
633 Municipal Assistance Grant established pursuant to section 3-55i, as

634 amended by this act, in the fiscal year during which said list is
 635 received, shall reduce said payment to a municipality by one thousand
 636 dollars for each quarter of the preceding fiscal year that the
 637 municipality has not been in compliance with subsection (a) of this
 638 section to a maximum of four thousand dollars in each fiscal year. The
 639 Office of Policy and Management shall certify to the State Comptroller
 640 the amount of any funds withheld under this subsection to be
 641 transferred to the Environmental Quality Fund for the uses set forth in
 642 subsection (a) of this section, and the State Comptroller shall cause said
 643 amount to be transferred to such fund.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2007</i>	New section
Sec. 2	<i>July 1, 2007</i>	New section
Sec. 3	<i>from passage and applicable to assessment years commencing on and after October 1, 2006</i>	12-81
Sec. 4	<i>July 1, 2007</i>	New section
Sec. 5	<i>July 1, 2007</i>	New section
Sec. 6	<i>from passage, and applicable to taxable years commencing on or after January 1, 2007</i>	12-704c(b)
Sec. 7	<i>July 1, 2007</i>	14-163
Sec. 8	<i>July 1, 2011</i>	3-55i
Sec. 9	<i>July 1, 2011</i>	3-55j
Sec. 10	<i>July 1, 2011</i>	3-55l
Sec. 11	<i>July 1, 2011</i>	PA 06-187, Sec. 96
Sec. 12	<i>July 1, 2011</i>	22a-27j(b)

Statement of Purpose:

To implement the Governor's budget recommendations.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]