



**CONNECTICUT
CONFERENCE OF
MUNICIPALITIES**

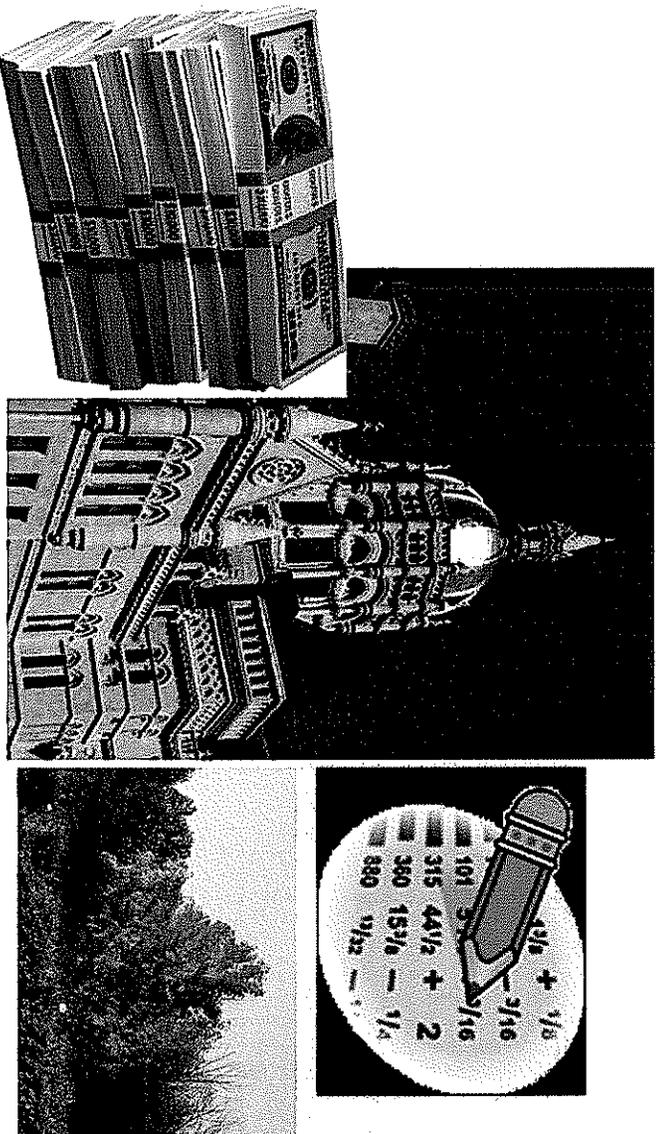
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THE VOICE OF LOCAL GOVERNMENT

Governor's Proposed State Budget

FY 2010-11

Preliminary Analysis – Major State Grants



Impacts on Connecticut's Towns and Cities

February 4, 2010

Governor's Proposed Budget

FY 2010-11

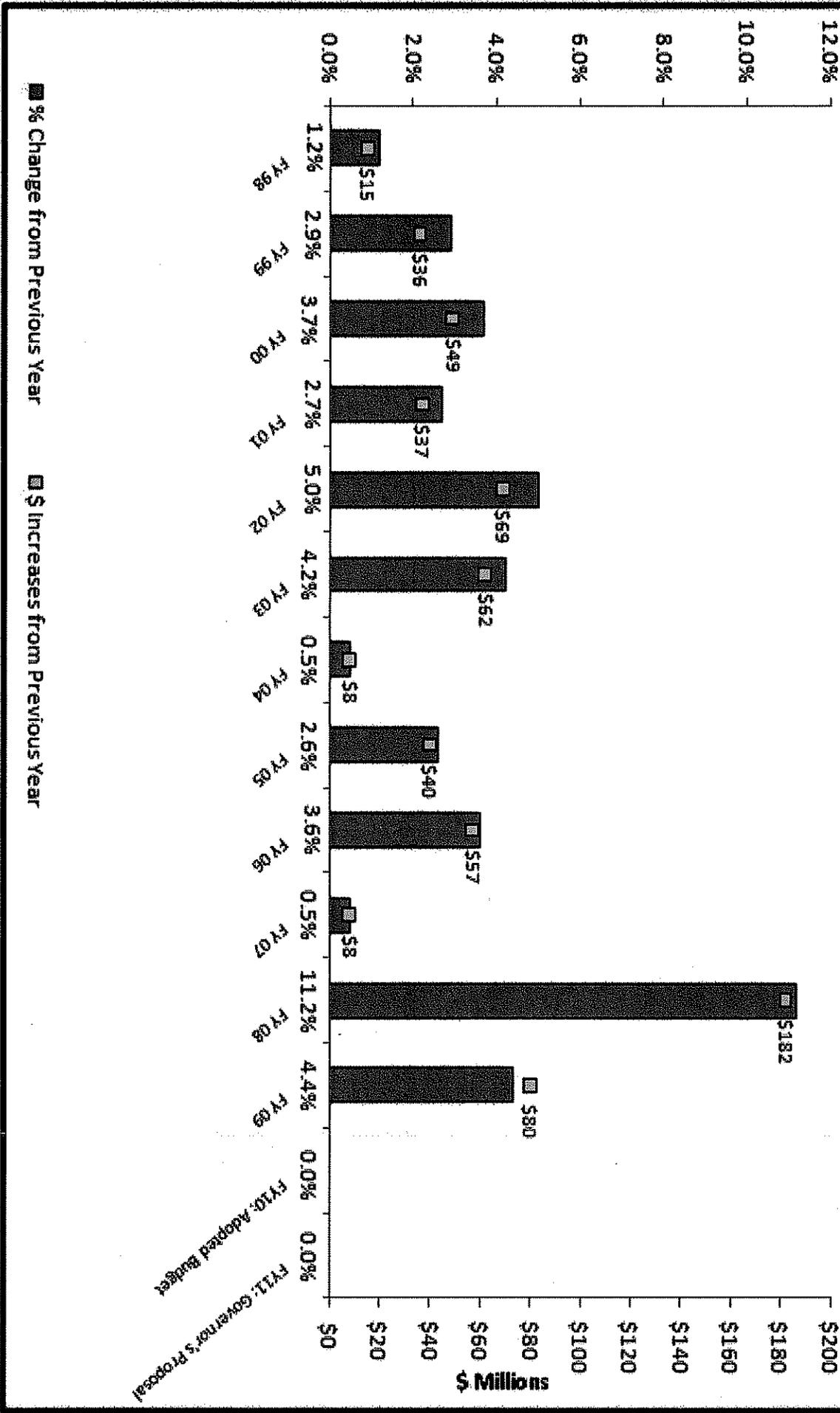
MAJOR STATE GRANTS

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If you have questions, please call Gian-Carl Casa or Jim Finley of CCM at (203) 498-3000.

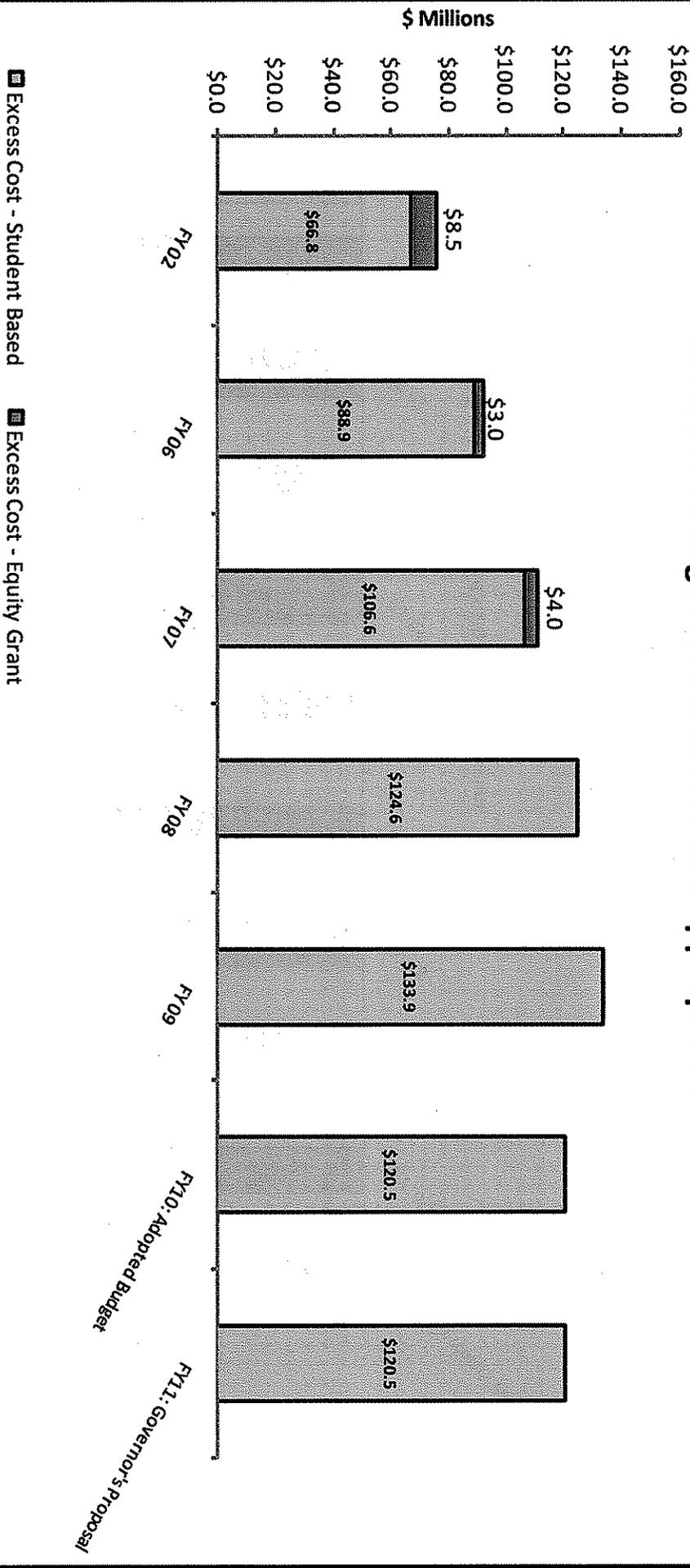
ECS Grant: Governor Would Level-Fund For Most Towns*



* Approximately 14.3% of the Education Cost Sharing Grant (approximately \$271 million of what is shown) is expected to be funded by federal ARRA State Fiscal Stabilization Funds and go directly to Boards of Education, reducing the state-funded contribution to ECS. Figures shown include both federal and state funding for ECS. The Governor's proposal would reduce ECS funding for Stamford by \$400,000.

Source: Previous budgets, Governor's FY11 Budget Proposal.

Special Education Excess-Cost Grant* Governor's Budget Would Level-Fund Appropriation



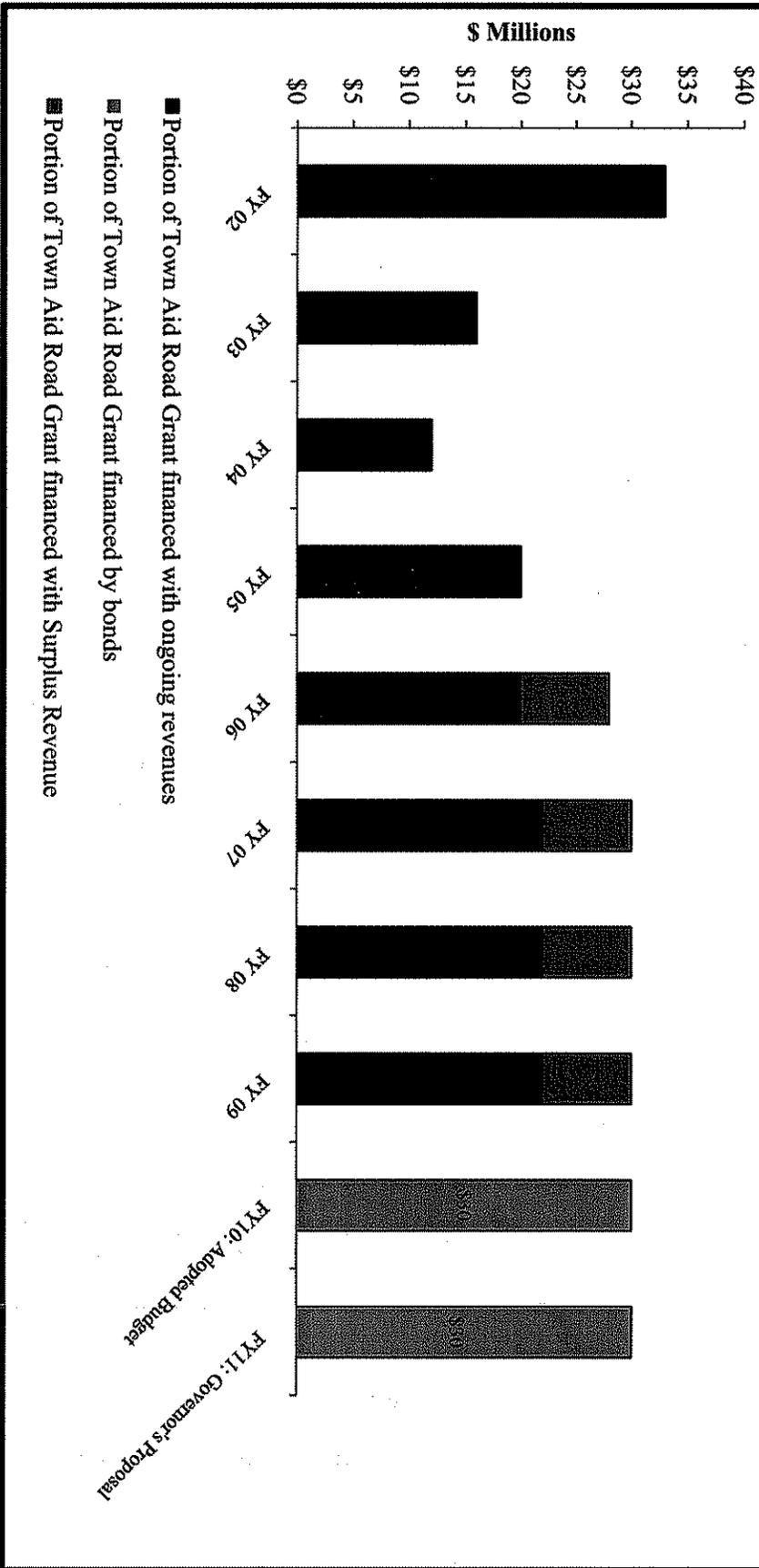
Note: The Excess Cost - Student Based grant has two components: (1) children whose placement is handled by the Department of Children and Families and (2) children whose placement is handled by a local school district. For children placed by DCF, municipalities are reimbursed for all costs that exceed the local school district's average per-pupil expenditure. For locally placed students, municipalities are reimbursed for all costs that exceed 4.5 times the district's average per pupil expenditure. The Excess Cost - Equity grant reimbursed those towns whose special education expenditures exceeded the state average, but has been eliminated.

*In recent years, the grant has been capped at the level of appropriation, so that if reimbursements would cost more than the amount appropriated, municipalities would absorb the difference.

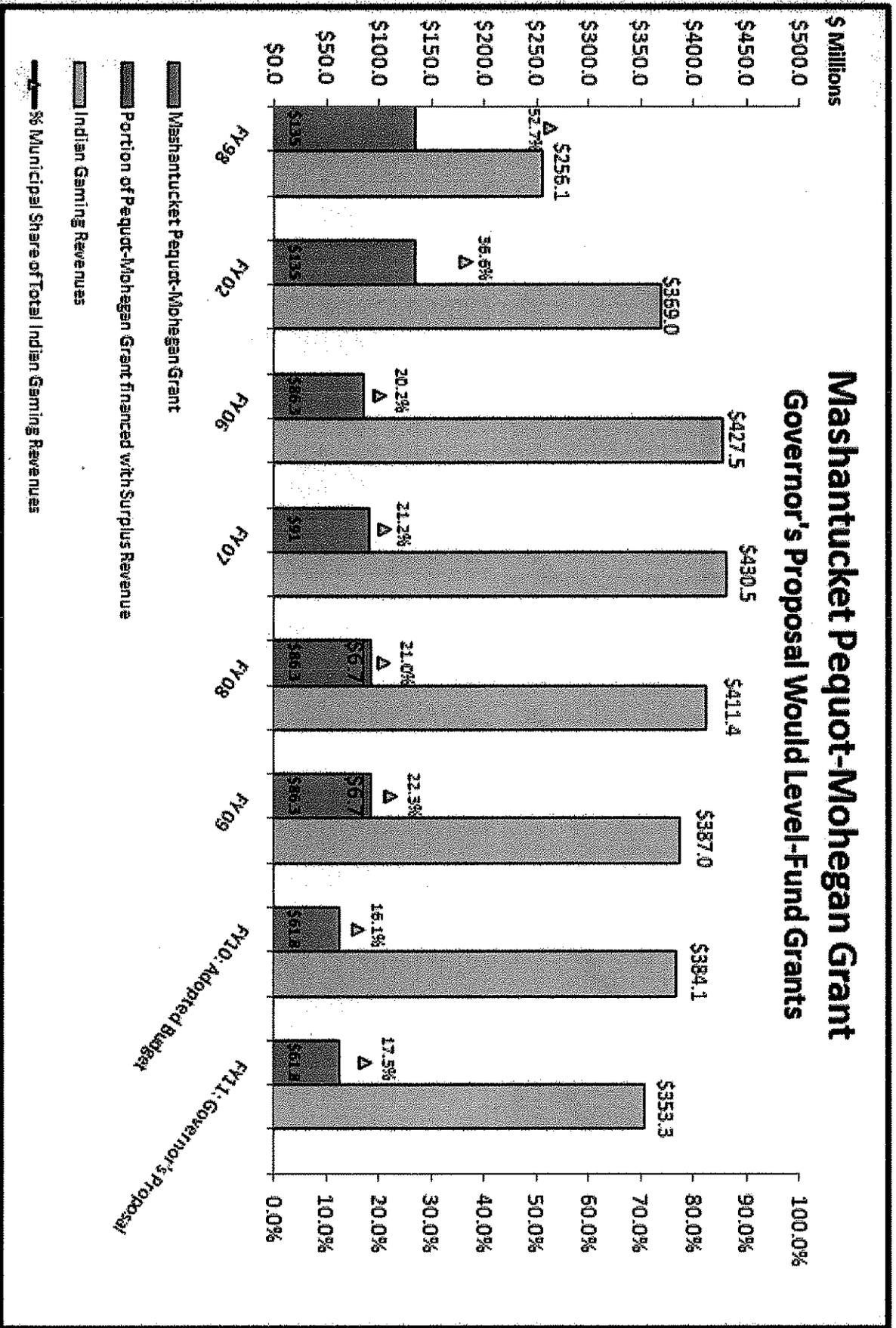
Source: Previous budgets, Governor's FY11 Budget Proposal, October 2009.

Town Aid Road Grant

Bonded at \$30 Million -- Same as FY 2010



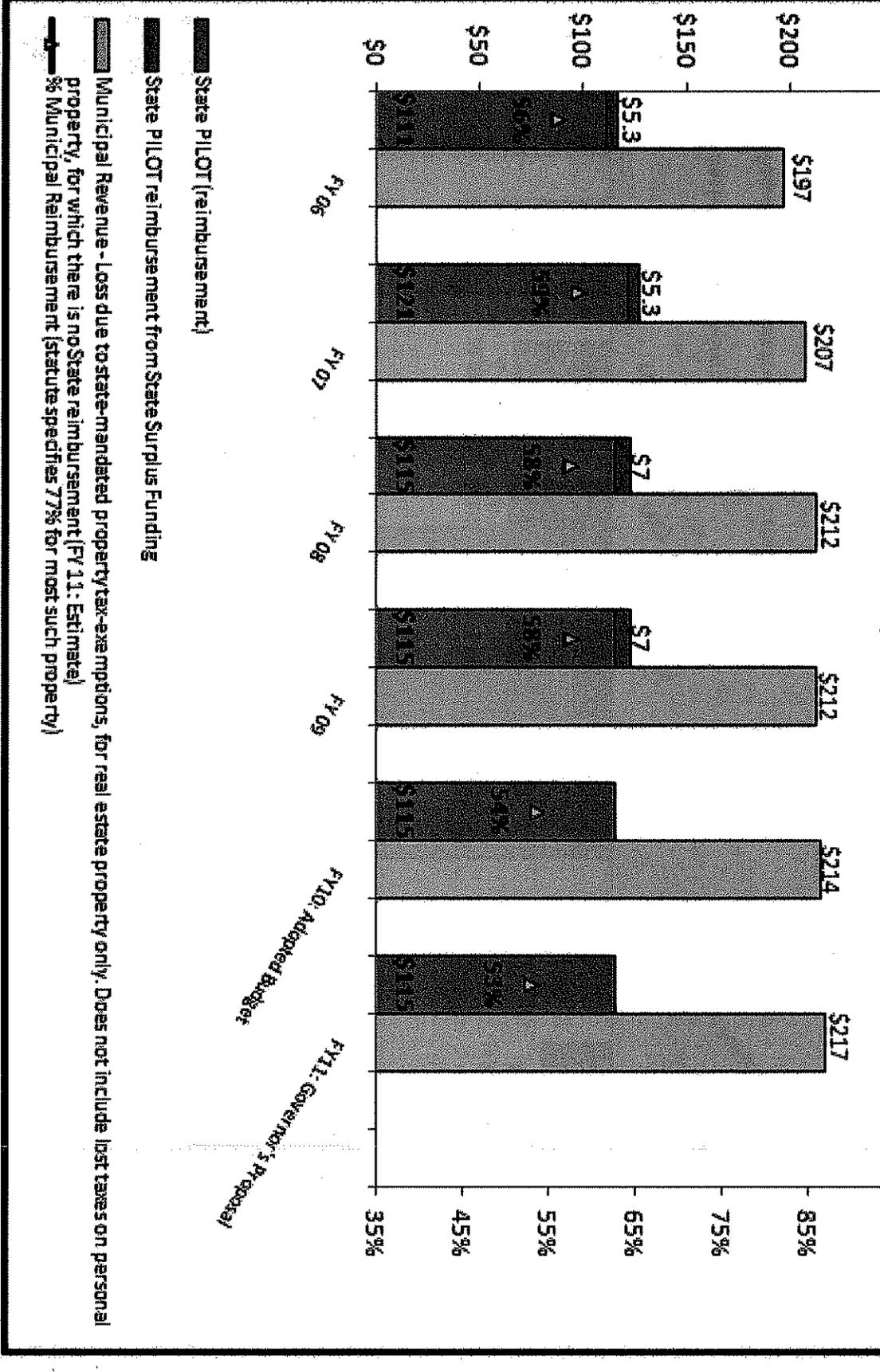
Source: Previous budgets, Governor's FY11 Budget Proposal.



Source: Previous budgets, Governor's FY11 Budget Proposal.

PILOT: Private Colleges and Hospital Property *

Governor's Proposal Would Level-Fund Grants

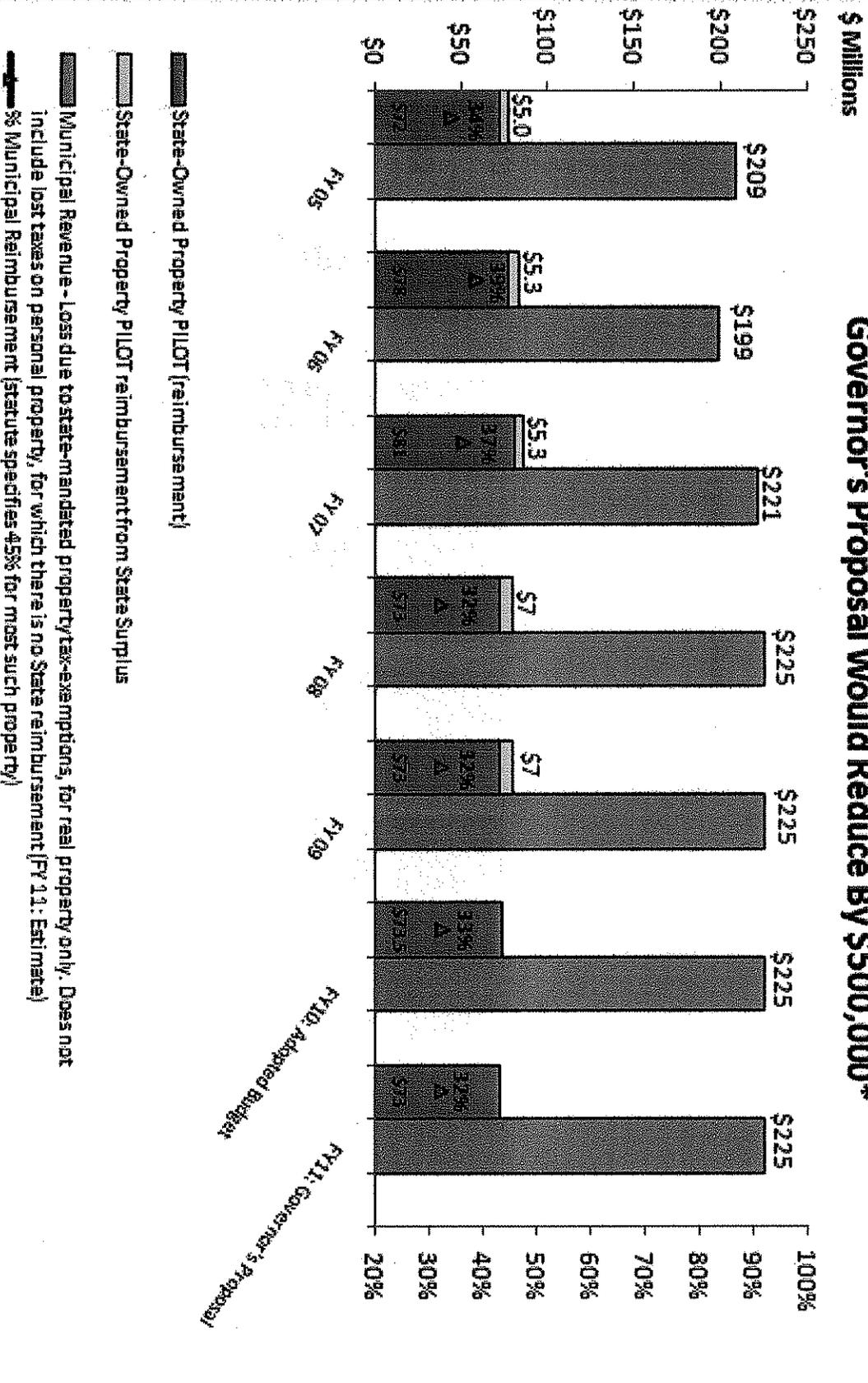


State P.I.L.O.T. reimbursement
 State P.I.L.O.T. reimbursement from State Surplus Funding
 Municipal Revenue - Loss due to state-mandated property tax-exemptions, for real estate property only. Does not include lost taxes on personal property, for which there is no State reimbursement (FY 11: Estimate)
 % Municipal Reimbursement (statute specifies 77% for most such property)

Source: Previous budgets, Governor's FY 11 Budget Proposal.
 *FY 11 figure for municipal revenue loss is an estimate.

PILOT: State Owned Property

Governor's Proposal Would Reduce By \$500,000*

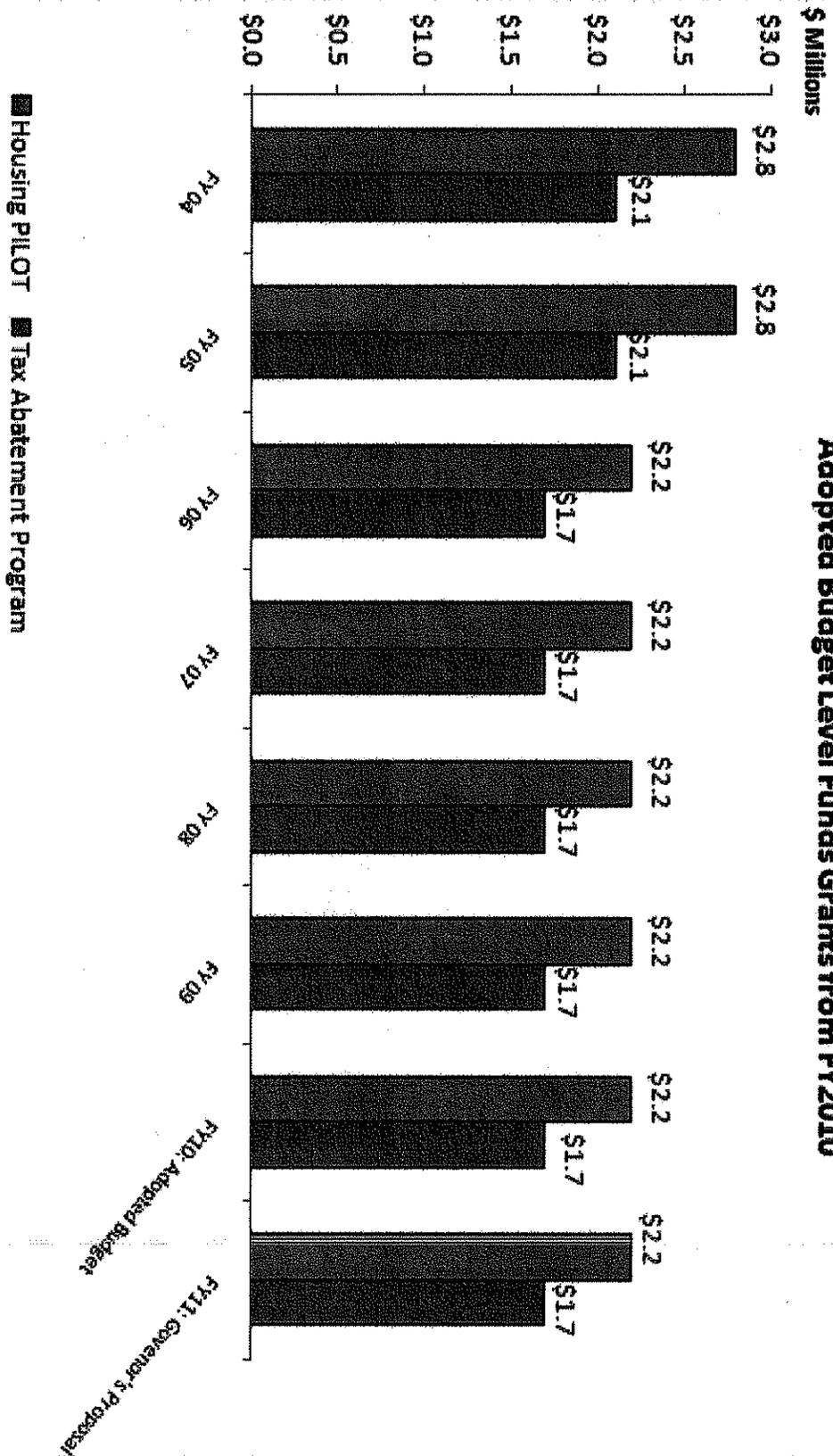


Source: Previous budgets, Governor's FY 11 Budget Proposal.

* The reduction would affect two municipalities, East Lyme and Mansfield.

DECD PILOT and Tax Abatement Grants

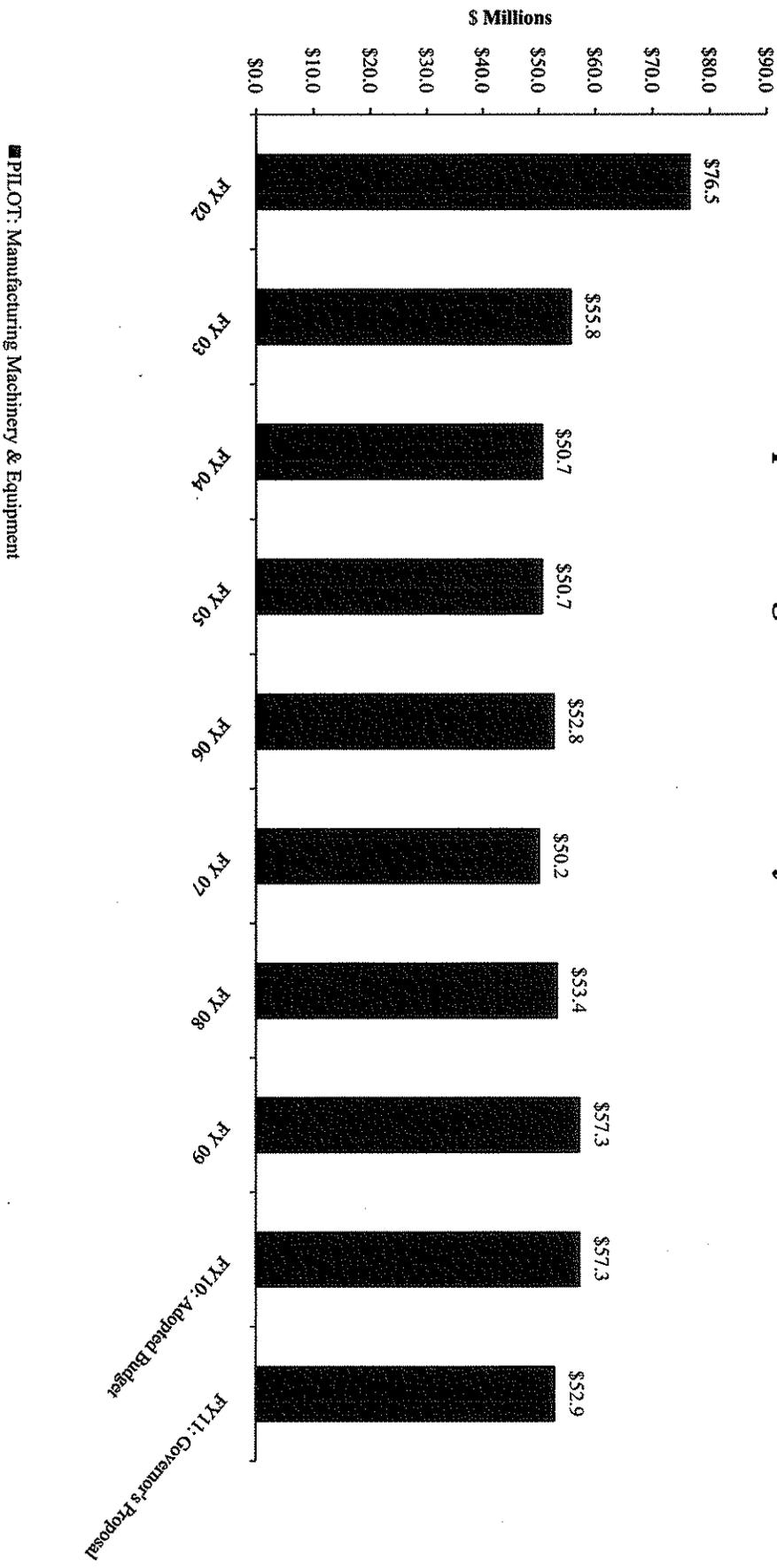
Adopted Budget Level Funds Grants from FY2010



Source: Previous budgets, Governor's FY11 Budget Proposal.

PILOT: Manufacturing Machinery & Equipment*

Adopted Budget Would Cut by 4.4M from FY2010



* In recent years the grant has been capped at the level of appropriation, so that if reimbursements would cost more than the amount appropriated, municipalities would absorb the difference.

Source: Previous budgets, Governor's FY11 Budget Proposal.

CCM - Connecticut's Statewide Association of Towns and Cities



The Connecticut Conference of Municipalities (CCM) is Connecticut's statewide association of cities and towns. CCM represents municipalities at the General Assembly, before the state executive branch and regulatory agencies, and in the courts. CCM provides member cities and towns with a wide array of other services, including management assistance, individualized inquiry service, assistance in municipal labor relations, technical assistance and training, policy development, research and analysis, publications, information programs, and service programs such as workers' compensation, liability-automobile-property insurance, risk management, and energy cost-containment. Federal representation is provided by CCM in conjunction with the National League of Cities. CCM was founded in 1966.

CCM is governed by a Board of Directors, elected by the member municipalities, with due consideration given to geographical representation, municipalities of different sizes, and a balance of political parties. Numerous committees of municipal officials participate in the development of CCM policy and programs. CCM has offices in New Haven (the headquarters) and in Hartford.

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