



# Senate

General Assembly

**File No. 677**

January Session, 2013

Substitute Senate Bill No. 842

*Senate, May 2, 2013*

The Committee on Finance, Revenue and Bonding reported through SEN. FONFARA of the 1st Dist., Chairperson of the Committee on the part of the Senate, that the substitute bill ought to pass.

***AN ACT AUTHORIZING AND ADJUSTING BONDS OF THE STATE FOR CAPITAL IMPROVEMENTS, TRANSPORTATION, ELIMINATION OF THE ACCUMULATED GAAP DEFICIT, RESTRUCTURING OF ECONOMIC RECOVERY NOTES AND OTHER PURPOSES.***

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

1 Section 1. (*Effective July 1, 2013*) The State Bond Commission shall  
2 have power, in accordance with the provisions of this section and  
3 sections 2 to 7, inclusive, of this act, from time to time to authorize the  
4 issuance of bonds of the state in one or more series and in principal  
5 amounts in the aggregate, not exceeding \$277,137,522.

6 Sec. 2. (*Effective July 1, 2013*) The proceeds of the sale of bonds  
7 described in sections 1 to 7, inclusive, of this act, to the extent  
8 hereinafter stated, shall be used for the purpose of acquiring, by  
9 purchase or condemnation, undertaking, constructing, reconstructing,  
10 improving or equipping, or purchasing land or buildings or improving  
11 sites for the projects hereinafter described, including payment of

12 architectural, engineering, demolition or related costs in connection  
13 therewith, or of payment of the cost of long-range capital  
14 programming and space utilization studies as hereinafter stated:

15 (a) For the Office of Policy and Management:

16 (1) Design and implementation of consolidation of higher education  
17 systems with the state's CORE system, not exceeding \$5,000,000;

18 (2) Design and implementation of the Criminal Justice Information  
19 Sharing System, not exceeding \$7,900,000;

20 (3) For an information technology capital investment program, not  
21 exceeding \$50,000,000;

22 (4) To capitalize a transit-oriented development predevelopment  
23 fund, provided such fund (A) is developed as a public-private  
24 partnership, and (B) raises not less than two million dollars from  
25 nonstate resources, not exceeding \$1,000,000.

26 (b) For the Department of Veterans' Affairs: Alterations, renovations  
27 and improvements to buildings and grounds, not exceeding \$750,000.

28 (c) For the Department of Administrative Services:

29 (1) Alterations, renovations and improvements in compliance with  
30 the Americans with Disabilities Act, not exceeding \$2,000,000;

31 (2) Development, including acquisition and equipment, of a new  
32 thermal facility for the capitol area district heating and cooling system  
33 in Hartford, not exceeding \$29,000,000;

34 (3) Infrastructure repairs and improvements, including fire, safety  
35 and compliance with the Americans with Disabilities Act  
36 improvements, improvements to state-owned buildings and grounds,  
37 including energy conservation and off-site improvements, and  
38 preservation of unoccupied buildings and grounds, including office  
39 development, acquisition, renovations for additional parking and  
40 security improvements, not exceeding \$25,000,000;

41 (4) Removal or encapsulation of asbestos and hazardous materials  
42 in state-owned buildings, not exceeding \$10,000,000.

43 (d) For the Department of Emergency Services and Public  
44 Protection:

45 (1) Design, construction and equipment for a consolidated  
46 communications center at the headquarters building in Middletown,  
47 not exceeding \$4,000,000;

48 (2) Replacement and upgrade of radio communication systems, not  
49 exceeding \$19,500,000;

50 (3) Alterations, renovations and improvements to buildings and  
51 grounds, including utilities, mechanical systems and energy  
52 conservation projects, not exceeding \$5,000,000;

53 (4) Alterations, renovations and improvements to the Forensic  
54 Science Laboratory in Meriden, not exceeding \$1,500,000.

55 (e) For the Department of Motor Vehicles: Alterations, renovations  
56 and improvements to buildings and grounds, not exceeding  
57 \$1,703,000.

58 (f) For the Military Department:

59 (1) Alterations, renovations and improvements to buildings and  
60 grounds, including utilities, mechanical systems and energy  
61 conservation, not exceeding \$1,000,000;

62 (2) State matching funds for anticipated federal reimbursable  
63 projects, not exceeding \$2,000,000;

64 (3) Alterations, renovations and improvements to the skylight and  
65 the water and heating systems at the Governor William A. O'Neill  
66 Armory in Hartford, not exceeding \$3,150,000.

67 (g) For the Department of Energy and Environmental Protection:

68 (1) Dam repairs, including state-owned dams, not exceeding  
69 \$6,000,000;

70 (2) Various flood control improvements, flood repair, erosion  
71 damage repairs and municipal dam repairs, not exceeding \$4,500,000;

72 (3) Recreation and Natural Heritage Trust Program for recreation,  
73 open space, resource protection and resource management, not  
74 exceeding \$10,000,000.

75 (h) For the Capital Region Development Authority: Alterations,  
76 renovations and improvements at the Connecticut Convention Center,  
77 the XL Center and Rentschler Field, not exceeding \$5,139,000.

78 (i) For the Department of Developmental Services: Fire, safety and  
79 environmental improvements to regional facilities and intermediate  
80 care facilities for client and staff needs, including improvements in  
81 compliance with current codes, site improvements, handicapped  
82 access improvements, utilities, repair or replacement of roofs, air  
83 conditioning and other interior and exterior building renovations and  
84 additions at all state-owned facilities, not exceeding \$5,000,000.

85 (j) For the Department of Mental Health and Addiction Services:  
86 Design and installation of sprinkler systems, including related fire  
87 safety improvements, in direct patient care buildings, not exceeding  
88 \$2,275,000.

89 (k) For the Department of Education: For the technical high school  
90 system: Alterations, renovations and improvements to buildings and  
91 grounds, including new and replacement equipment, tools and  
92 supplies necessary to update curricula, vehicles and technology at all  
93 technical high schools, not exceeding \$28,000,000.

94 (l) For the Board of Regents for Higher Education:

95 (1) At all regional community colleges:

96 (A) New and replacement instruction, research or laboratory

97 equipment, not exceeding \$9,000,000;

98 (B) System Technology Initiative, not exceeding \$5,000,000;

99 (C) Alterations, renovations and improvements to facilities  
100 including fire, safety, energy conservation, code compliance and  
101 acquisition of property, not exceeding \$2,000,000.

102 (2) At Quinebaug Community College:

103 (A) Parking and site improvements, not exceeding \$2,189,622;

104 (B) Heating, ventilating and air conditioning system improvements,  
105 not exceeding \$1,750,000.

106 (3) At Tunxis Community College: Feasibility study for acquisition  
107 of property for creation of a premanufacturing work space and  
108 relocation of continuing education operations, not exceeding \$250,000.

109 (4) At Middlesex Community College: Planning, design and  
110 construction of a new academic building, not exceeding \$4,800,000.

111 (m) For the Department of Correction: Alterations, renovations and  
112 improvements to existing state-owned buildings for inmate housing,  
113 programming and staff training space and additional inmate capacity,  
114 and for support facilities and off-site improvements, not exceeding  
115 \$10,000,000.

116 (n) For the Department of Children and Families: Alterations,  
117 renovations and improvements to buildings and grounds, not  
118 exceeding \$1,230,900.

119 (o) For the Judicial Department:

120 (1) Alterations, renovations and improvements to buildings and  
121 grounds at state-owned and maintained facilities, not exceeding  
122 \$7,500,000;

123 (2) Development of a juvenile court building in Meriden or

124 Middletown, not exceeding \$2,000,000;

125 (3) Mechanical upgrades and code-required improvements at the  
126 superior courthouse in New Haven, not exceeding \$1,000,000;

127 (4) Security improvements at various state-owned and maintained  
128 facilities, not exceeding \$1,000,000.

129 Sec. 3. (*Effective July 1, 2013*) All provisions of section 3-20 of the  
130 general statutes, as amended by this act, or the exercise of any right or  
131 power granted thereby which are not inconsistent with the provisions  
132 of this act are hereby adopted and shall apply to all bonds authorized  
133 by the State Bond Commission pursuant to sections 1 to 7, inclusive, of  
134 this act, and temporary notes issued in anticipation of the money to be  
135 derived from the sale of any such bonds so authorized may be issued  
136 in accordance with said section 3-20 and from time to time renewed.  
137 Such bonds shall mature at such time or times not exceeding twenty  
138 years from their respective dates as may be provided in or pursuant to  
139 the resolution or resolutions of the State Bond Commission authorizing  
140 such bonds.

141 Sec. 4. (*Effective July 1, 2013*) None of the bonds described in sections  
142 1 to 7, inclusive, of this act, shall be authorized except upon a finding  
143 by the State Bond Commission that there has been filed with it a  
144 request for such authorization, which is signed by the Secretary of the  
145 Office of Policy and Management or by or on behalf of such state  
146 officer, department or agency and stating such terms and conditions as  
147 said commission, in its discretion, may require.

148 Sec. 5. (*Effective July 1, 2013*) For the purposes of sections 1 to 7,  
149 inclusive, of this act, "state moneys" means the proceeds of the sale of  
150 bonds authorized pursuant to said sections 1 to 7, inclusive, or of  
151 temporary notes issued in anticipation of the moneys to be derived  
152 from the sale of such bonds. Each request filed as provided in section 4  
153 of this act for an authorization of bonds shall identify the project for  
154 which the proceeds of the sale of such bonds are to be used and  
155 expended and, in addition to any terms and conditions required

156 pursuant to said section 4, shall include the recommendation of the  
157 person signing such request as to the extent to which federal, private  
158 or other moneys then available or thereafter to be made available for  
159 costs in connection with any such project should be added to the state  
160 moneys available or becoming available hereunder for such project. If  
161 the request includes a recommendation that some amount of such  
162 federal, private or other moneys should be added to such state  
163 moneys, then, if and to the extent directed by the State Bond  
164 Commission at the time of authorization of such bonds, such amount  
165 of such federal, private or other moneys then available, or thereafter to  
166 be made available for costs in connection with such project, may be  
167 added to any state moneys available or becoming available hereunder  
168 for such project and shall be used for such project. Any other federal,  
169 private or other moneys then available or thereafter to be made  
170 available for costs in connection with such project shall, upon receipt,  
171 be used by the State Treasurer, in conformity with applicable federal  
172 and state law, to meet the principal of outstanding bonds issued  
173 pursuant to sections 1 to 7, inclusive, of this act, or to meet the  
174 principal of temporary notes issued in anticipation of the money to be  
175 derived from the sale of bonds theretofore authorized pursuant to said  
176 sections 1 to 7, inclusive, for the purpose of financing such costs, either  
177 by purchase or redemption and cancellation of such bonds or notes or  
178 by payment thereof at maturity. Whenever any of the federal, private  
179 or other moneys so received with respect to such project are used to  
180 meet the principal of such temporary notes or whenever principal of  
181 any such temporary notes is retired by application of revenue receipts  
182 of the state, the amount of bonds theretofore authorized in anticipation  
183 of which such temporary notes were issued, and the aggregate amount  
184 of bonds which may be authorized pursuant to section 1 of this act,  
185 shall each be reduced by the amount of the principal so met or retired.  
186 Pending use of the federal, private or other moneys so received to meet  
187 principal as hereinabove directed, the amount thereof may be invested  
188 by the State Treasurer in bonds or obligations of, or guaranteed by, the  
189 state or the United States or agencies or instrumentalities of the United  
190 States, shall be deemed to be part of the debt retirement funds of the

191 state, and net earnings on such investments shall be used in the same  
192 manner as the moneys so invested.

193       Sec. 6. (*Effective July 1, 2013*) Any balance of proceeds of the sale of  
194 said bonds authorized for any project described in section 2 of this act  
195 in excess of the cost of such project may be used to complete any other  
196 project described in said section 2, if the State Bond Commission shall  
197 so determine and direct. Any balance of proceeds of the sale of said  
198 bonds in excess of the costs of all the projects described in said section  
199 2 shall be deposited to the credit of the General Fund.

200       Sec. 7. (*Effective July 1, 2013*) The bonds issued pursuant to this  
201 section and sections 1 to 6, inclusive, of this act, shall be general  
202 obligations of the state and the full faith and credit of the state of  
203 Connecticut are pledged for the payment of the principal of and  
204 interest on said bonds as the same become due, and accordingly and as  
205 part of the contract of the state with the holders of said bonds,  
206 appropriation of all amounts necessary for punctual payment of such  
207 principal and interest is hereby made, and the State Treasurer shall pay  
208 such principal and interest as the same become due.

209       Sec. 8. (*Effective July 1, 2013*) The State Bond Commission shall have  
210 power, in accordance with the provisions of this section and sections 9  
211 to 11, inclusive, of this act, from time to time to authorize the issuance  
212 of bonds of the state in one or more series and in principal amounts in  
213 the aggregate, not exceeding \$90,000,000.

214       Sec. 9. (*Effective July 1, 2013*) The proceeds of the sale of bonds  
215 described in sections 8 to 11, inclusive, of this act shall be used by the  
216 Department of Housing for the purposes hereinafter stated:

217       (1) Housing development and rehabilitation, including moderate  
218 cost housing, moderate rental, congregate and elderly housing, urban  
219 homesteading, community housing development corporations,  
220 housing purchase and rehabilitation, housing for the homeless,  
221 housing for low income persons, limited equity cooperatives and  
222 mutual housing projects, abatement of hazardous material including

223 asbestos and lead-based paint in residential structures, emergency  
224 repair assistance for senior citizens, housing land bank and land trust,  
225 housing and community development, predevelopment grants and  
226 loans, reimbursement for state and federal surplus property, private  
227 rental investment mortgage and equity program, housing  
228 infrastructure, demolition, renovation or redevelopment of vacant  
229 buildings or related infrastructure, septic system repair loan program,  
230 acquisition and related rehabilitation including loan guarantees for  
231 private developers of rental housing for the elderly, projects under the  
232 program established in section 8-37pp of the general statutes, and  
233 participation in federal programs, including administrative expenses  
234 associated with those programs eligible under the general statutes, not  
235 exceeding \$70,000,000, provided not more than \$1,000,000 shall be  
236 used for development of adult family homes, not more than \$1,000,000  
237 shall be used for grants-in-aid for accessibility modifications for  
238 persons transitioning from institutions to homes under the Money  
239 Follows the Person program and not more than \$30,000,000 shall be  
240 used for revitalization of state moderate rental housing units on the  
241 Connecticut Housing Finance Authority's State Housing Portfolio;

242 (2) Permanent supportive housing initiatives established in section  
243 17a-485c of the general statutes, not exceeding \$20,000,000.

244 Sec. 10. (*Effective July 1, 2013*) None of the bonds described in  
245 sections 8 to 11, inclusive, of this act shall be authorized except upon a  
246 finding by the State Bond Commission that there has been filed with it  
247 a request for such authorization, which is signed by the Secretary of  
248 the Office of Policy and Management or by or on behalf of such state  
249 officer, department or agency and stating such terms and conditions as  
250 said commission, in its discretion may require.

251 Sec. 11. (*Effective July 1, 2013*) All provisions of section 3-20 of the  
252 general statutes, as amended by this act, or the exercise of any right or  
253 power granted thereby which are not inconsistent with the provisions  
254 of this section and sections 8 to 10, inclusive, of this act are hereby  
255 adopted and shall apply to all bonds authorized by the State Bond

256 Commission pursuant to this section and sections 8 to 10, inclusive, of  
257 this act and temporary notes in anticipation of the money to be derived  
258 from the sale of any such bonds so authorized may be issued in  
259 accordance with said section 3-20 and from time to time renewed. Such  
260 bonds shall mature at such time or times not exceeding twenty years  
261 from their respective dates as may be provided in or pursuant to the  
262 resolution or resolutions of the State Bond Commission authorizing  
263 such bonds. Such bonds issued pursuant to section 8 of this act shall be  
264 general obligations of the state and the full faith and credit of the state  
265 of Connecticut are pledged for the payment of the principal of and  
266 interest on such bonds as the same become due, and accordingly and  
267 as part of the contract of the state with the holders of such bonds,  
268 appropriation of all amounts necessary for punctual payment of such  
269 principal and interest is hereby made, and the State Treasurer shall pay  
270 such principal and interest as the same become due.

271       Sec. 12. (*Effective July 1, 2013*) The State Bond Commission shall have  
272 power, in accordance with the provisions of this section and sections  
273 13 to 19, inclusive, of this act, from time to time to authorize the  
274 issuance of bonds of the state in one or more series and in principal  
275 amounts in the aggregate, not exceeding \$167,400,000.

276       Sec. 13. (*Effective July 1, 2013*) The proceeds of the sale of the bonds  
277 described in sections 12 to 19, inclusive, of this act shall be used for the  
278 purpose of providing grants-in-aid and other financing for the projects,  
279 programs and purposes hereinafter stated:

280       (a) For the Office of Policy and Management: Grants-in-aid to  
281 private, nonprofit health and human service organizations that are  
282 exempt under Section 501(c)(3) of the Internal Revenue Code of 1986,  
283 or any subsequent corresponding internal revenue code of the United  
284 States, as amended from time to time, for alterations, renovations,  
285 improvements, additions and new construction, including health,  
286 safety, compliance with the Americans with Disabilities Act and  
287 energy conservation improvements, information technology systems,  
288 technology for independence and purchase of vehicles, not exceeding

289 \$20,000,000.

290 (b) For the Department of Agriculture: For the Farm Reinvestment  
291 Program, not exceeding \$500,000.

292 (c) For the Department of Energy and Environmental Protection:

293 (1) Grants-in-aid to municipalities for open space land acquisition  
294 and development for conservation or recreational purposes, not  
295 exceeding \$10,000,000;

296 (2) Grants-in-aid to municipalities for improvements to incinerators  
297 and landfills, including, but not limited to, bulky waste landfills, not  
298 exceeding \$1,400,000;

299 (3) Grants-in-aid for identification, investigation, containment,  
300 removal or mitigation of contaminated industrial sites in urban areas,  
301 not exceeding \$5,000,000.

302 (d) For the Department of Economic and Community Development:

303 (1) Grants-in-aid to nursing homes for alterations, renovations and  
304 improvements for conversion to other uses in support of right-sizing,  
305 not exceeding \$10,000,000;

306 (2) Small Business Express program established by section 32-7g of  
307 the general statutes, not exceeding \$50,000,000;

308 (3) Regional brownfield redevelopment loan fund, not exceeding  
309 \$20,000,000.

310 (e) For the Department of Housing: Grants-in-aid to municipalities  
311 for the incentive housing zone program established pursuant to  
312 chapter 124b of the general statutes, not exceeding \$2,000,000.

313 (f) For the Department of Public Health: For the Stem Cell Research  
314 Fund established by section 19a-32e of the general statutes, not  
315 exceeding \$10,000,000.

316 (g) For the Department of Transportation: Grants-in-aid for  
317 improvements to ports and marinas, including dredging and  
318 navigational direction, not exceeding \$5,000,000.

319 (h) For the Department of Education:

320 (1) Grants-in-aid for capital start-up costs related to the  
321 development of new interdistrict magnet school programs to assist the  
322 state in meeting the goals of the 2008 stipulation and order for Milo  
323 Sheff, et al. v. William A. O'Neill, et al., for the purpose of purchasing a  
324 building or portable classrooms, subject to the reversion provisions in  
325 subdivision (1) of subsection (c) of section 10-264h of the general  
326 statutes, leasing space, and purchasing equipment, including, but not  
327 limited to, computers and classroom furniture, not exceeding  
328 \$17,000,000;

329 (2) Grants-in-aid to municipalities and organizations exempt from  
330 taxation under Section 501(c)(3) of the Internal Revenue Code of 1986,  
331 or any subsequent corresponding internal revenue code of the United  
332 States, as amended from time to time, for facility improvements and  
333 minor capital repairs to that portion of facilities that house school  
334 readiness programs and state-funded day care centers operated by  
335 such municipalities and organizations, not exceeding \$11,500,000.

336 (i) For the State Library: Grants-in-aid to public libraries that are not  
337 located in distressed municipalities, as defined in section 32-9p of the  
338 general statutes, for construction, renovations, expansions, energy  
339 conservation and handicapped accessibility, not exceeding \$5,000,000.

340 Sec. 14. (*Effective July 1, 2013*) All provisions of section 3-20 of the  
341 general statutes, as amended by this act, or the exercise of any right or  
342 power granted thereby which are not inconsistent with the provisions  
343 of this act are hereby adopted and shall apply to all bonds authorized  
344 by the State Bond Commission pursuant to sections 12 to 19, inclusive,  
345 of this act, and temporary notes issued in anticipation of the money to  
346 be derived from the sale of any such bonds so authorized may be  
347 issued in accordance with said sections 12 to 19, inclusive, and from

348 time to time renewed. Such bonds shall mature at such time or times  
349 not exceeding twenty years from their respective dates as may be  
350 provided in or pursuant to the resolution or resolutions of the State  
351 Bond Commission authorizing such bonds.

352       Sec. 15. (*Effective July 1, 2013*) None of the bonds described in  
353 sections 12 to 19, inclusive, of this act shall be authorized except upon  
354 a finding by the State Bond Commission that there has been filed with  
355 it a request for such authorization, which is signed by the Secretary of  
356 the Office of Policy and Management or by or on behalf of such state  
357 officer, department or agency and stating such terms and conditions as  
358 said commission, in its discretion, may require.

359       Sec. 16. (*Effective July 1, 2013*) For the purposes of sections 12 to 19,  
360 inclusive, of this act, "state moneys" means the proceeds of the sale of  
361 bonds authorized pursuant to said sections 12 to 19, inclusive, or of  
362 temporary notes issued in anticipation of the moneys to be derived  
363 from the sale of such bonds. Each request filed as provided in section  
364 15 of this act for an authorization of bonds shall identify the project for  
365 which the proceeds of the sale of such bonds are to be used and  
366 expended and, in addition to any terms and conditions required  
367 pursuant to said section 15, include the recommendation of the person  
368 signing such request as to the extent to which federal, private or other  
369 moneys then available or thereafter to be made available for costs in  
370 connection with any such project should be added to the state moneys  
371 available or becoming available under said sections 12 to 19, inclusive,  
372 for such project. If the request includes a recommendation that some  
373 amount of such federal, private or other moneys should be added to  
374 such state moneys, then, if and to the extent directed by the State Bond  
375 Commission at the time of authorization of such bonds, such amount  
376 of such federal, private or other moneys then available or thereafter to  
377 be made available for costs in connection with such project may be  
378 added to any state moneys available or becoming available hereunder  
379 for such project and be used for such project. Any other federal,  
380 private or other moneys then available or thereafter to be made  
381 available for costs in connection with such project upon receipt shall,

382 in conformity with applicable federal and state law, be used by the  
383 State Treasurer to meet the principal of outstanding bonds issued  
384 pursuant to said sections 12 to 19, inclusive, or to meet the principal of  
385 temporary notes issued in anticipation of the money to be derived  
386 from the sale of bonds theretofore authorized pursuant to said sections  
387 12 to 19, inclusive, for the purpose of financing such costs, either by  
388 purchase or redemption and cancellation of such bonds or notes or by  
389 payment thereof at maturity. Whenever any of the federal, private or  
390 other moneys so received with respect to such project are used to meet  
391 the principal of such temporary notes or whenever the principal of any  
392 such temporary notes is retired by application of revenue receipts of  
393 the state, the amount of bonds theretofore authorized in anticipation of  
394 which such temporary notes were issued, and the aggregate amount of  
395 bonds which may be authorized pursuant to section 12 of this act shall  
396 each be reduced by the amount of the principal so met or retired.  
397 Pending use of the federal, private or other moneys so received to meet  
398 the principal as directed in this section, the amount thereof may be  
399 invested by the State Treasurer in bonds or obligations of, or  
400 guaranteed by, the state or the United States or agencies or  
401 instrumentalities of the United States, shall be deemed to be part of the  
402 debt retirement funds of the state, and net earnings on such  
403 investments shall be used in the same manner as the moneys so  
404 invested.

405       Sec. 17. (*Effective July 1, 2013*) The bonds issued pursuant to sections  
406 12 to 19, inclusive, of this act shall be general obligations of the state  
407 and the full faith and credit of the state of Connecticut are pledged for  
408 the payment of the principal of and interest on said bonds as the same  
409 become due, and accordingly and as part of the contract of the state  
410 with the holders of said bonds, appropriation of all amounts necessary  
411 for punctual payment of such principal and interest is hereby made,  
412 and the State Treasurer shall pay such principal and interest as the  
413 same become due.

414       Sec. 18. (*Effective July 1, 2013*) In accordance with section 13 of this  
415 act, the state, through the Office of Policy and Management, the

416 Department of Agriculture, the Department of Energy and  
417 Environmental Protection, the Department of Economic and  
418 Community Development, the Department of Housing, the  
419 Department of Public Health, the Department of Transportation, the  
420 Department of Education and the State Library may provide grants-in-  
421 aid and other financings to or for the agencies for the purposes and  
422 projects as described in said section 13. All financing shall be made in  
423 accordance with the terms of a contract at such time or times as shall  
424 be determined within authorization of funds by the State Bond  
425 Commission.

426       Sec. 19. (*Effective July 1, 2013*) In the case of any grant-in-aid made  
427 pursuant to section 13 of this act that is made to any entity which is not  
428 a political subdivision of the state, the contract entered into pursuant  
429 to section 18 of this act shall provide that if the premises for which  
430 such grant-in-aid was made ceases, within ten years of the date of such  
431 grant, to be used as a facility for which such grant was made, an  
432 amount equal to the amount of such grant, minus ten per cent per year  
433 for each full year which has elapsed since the date of such grant, shall  
434 be repaid to the state and that a lien shall be placed on such land in  
435 favor of the state to ensure that such amount shall be repaid in the  
436 event of such change in use, provided if the premises for which such  
437 grant-in-aid was made are owned by the state, a municipality or a  
438 housing authority, no lien need be placed.

439       Sec. 20. (*Effective July 1, 2014*) The State Bond Commission shall have  
440 power, in accordance with the provisions of this section and sections  
441 21 to 26, inclusive, of this act, from time to time to authorize the  
442 issuance of bonds of the state in one or more series and in principal  
443 amounts in the aggregate, not exceeding \$348,338,805.

444       Sec. 21. (*Effective July 1, 2014*) The proceeds of the sale of bonds  
445 described in sections 20 to 26, inclusive, of this act, to the extent  
446 hereinafter stated, shall be used for the purpose of acquiring, by  
447 purchase or condemnation, undertaking, constructing, reconstructing,  
448 improving or equipping, or purchasing land or buildings or improving

449 sites for the projects hereinafter described, including payment of  
450 architectural, engineering, demolition or related costs in connection  
451 therewith, or of payment of the cost of long-range capital  
452 programming and space utilization studies as hereinafter stated:

453 (a) For the Office of Policy and Management:

454 (1) Design and implementation of consolidation of higher education  
455 systems with the state's CORE system, not exceeding \$5,000,000;

456 (2) Design and implementation of the Criminal Justice Information  
457 Sharing System, not exceeding \$5,500,000;

458 (3) For an information technology capital investment program, not  
459 exceeding \$25,000,000.

460 (b) For the Department of Veterans' Affairs: Alterations, renovations  
461 and improvements to buildings and grounds, not exceeding \$750,000.

462 (c) For the Department of Administrative Services:

463 (1) Alterations, renovations and improvements in compliance with  
464 the Americans with Disabilities Act, not exceeding \$2,000,000;

465 (2) Infrastructure repairs and improvements, including fire, safety  
466 and compliance with the Americans with Disabilities Act  
467 improvements, improvements to state-owned buildings and grounds,  
468 including energy conservation and off-site improvements, and  
469 preservation of unoccupied buildings and grounds, including office  
470 development, acquisition, renovations for additional parking and  
471 security improvements, not exceeding \$25,000,000;

472 (3) Removal or encapsulation of asbestos and hazardous materials  
473 in state-owned buildings, not exceeding \$10,000,000.

474 (d) For the Department of Emergency Services and Public  
475 Protection:

476 (1) Replacement and upgrade of radio communication systems, not

477 exceeding \$45,000,000;

478 (2) Alterations, renovations and improvements to buildings and  
479 grounds, including utilities, mechanical systems and energy  
480 conservation projects, not exceeding \$5,000,000.

481 (e) For the Department of Motor Vehicles: Alterations, renovations  
482 and improvements to buildings and grounds, not exceeding  
483 \$1,697,000.

484 (f) For the Military Department:

485 (1) Alterations, renovations and improvements to buildings and  
486 grounds, including utilities, mechanical systems and energy  
487 conservation, not exceeding \$1,000,000;

488 (2) State matching funds for anticipated federal reimbursable  
489 projects, not exceeding \$2,000,000.

490 (g) For the Department of Energy and Environmental Protection:

491 (1) Dam repairs, including state-owned dams, not exceeding  
492 \$5,000,000;

493 (2) Energy efficiency and renewable energy projects in state-owned  
494 buildings, not exceeding \$25,000,000;

495 (3) Various flood control improvements, flood repair, erosion  
496 damage repairs and municipal dam repairs, not exceeding \$6,900,000;

497 (4) Recreation and Natural Heritage Trust Program for recreation,  
498 open space, resource protection and resource management, not  
499 exceeding \$10,000,000.

500 (h) For the Capital Region Development Authority: Alterations,  
501 renovations and improvements at the Connecticut Convention Center,  
502 the XL Center and Rentschler Field, not exceeding \$3,727,500.

503 (i) For the Department of Developmental Services: Fire, safety and

504 environmental improvements to regional facilities and intermediate  
505 care facilities for client and staff needs, including improvements in  
506 compliance with current codes, site improvements, handicapped  
507 access improvements, utilities, repair or replacement of roofs, air  
508 conditioning and other interior and exterior building renovations and  
509 additions at all state-owned facilities, not exceeding \$5,000,000.

510 (j) For the Department of Mental Health and Addiction Services:

511 (1) Fire, safety and environmental improvements to regional  
512 facilities and intermediate care facilities for client and staff needs,  
513 including improvements in compliance with current codes, site  
514 improvements, handicapped access improvements, utilities, repair or  
515 replacement of roofs, air conditioning and other interior and exterior  
516 building renovations and additions at all state-owned facilities, not  
517 exceeding \$5,000,000;

518 (2) Design and installation of sprinkler systems, including related  
519 fire safety improvements, in direct patient care buildings, not  
520 exceeding \$4,175,000.

521 (k) For the Department of Education: For the technical high school  
522 system: Alterations, renovations and improvements to buildings and  
523 grounds, including new and replacement equipment, tools and  
524 supplies necessary to update curricula, vehicles and technology at all  
525 technical high schools, not exceeding \$15,500,000.

526 (l) For the Board of Regents for Higher Education:

527 (1) At all regional community colleges:

528 (A) New and replacement instruction, research or laboratory  
529 equipment, not exceeding \$5,000,000;

530 (B) System Technology Initiative, not exceeding \$5,000,000;

531 (C) Alterations, renovations and improvements to facilities  
532 including fire, safety, energy conservation, code compliance and

533 acquisition of property, not exceeding \$5,000,000.

534 (2) At Housatonic Community College:

535 (A) Parking garage improvements, not exceeding \$3,907,258;

536 (B) Implementation of phase III of the master plan for renovations  
537 and additions to Lafayette Hall, not exceeding \$40,467,047.

538 (3) At Middlesex Community College: Planning, design and  
539 construction of a new academic building not exceeding \$39,200,000.

540 (m) For the Department of Correction: Renovations and  
541 improvements to existing state-owned buildings for inmate housing,  
542 programming and staff training space and additional inmate capacity,  
543 including support facilities and off-site improvements, not exceeding  
544 \$10,000,000.

545 (n) For the Department of Children and Families: Alterations,  
546 renovations and improvements to buildings and grounds, not  
547 exceeding \$1,515,000.

548 (o) For the Judicial Department:

549 (1) Alterations, renovations and improvements to buildings and  
550 grounds at state-owned and maintained facilities, not exceeding  
551 \$7,500,000;

552 (2) Development of a juvenile court building in Meriden or  
553 Middletown, not exceeding \$13,000,000;

554 (3) Mechanical upgrades and code-required improvements at the  
555 superior courthouse in New Haven, not exceeding \$8,500,000;

556 (4) Security improvements at various state-owned and maintained  
557 facilities, not exceeding \$1,000,000.

558 Sec. 22. (*Effective July 1, 2014*) All provisions of section 3-20 of the  
559 general statutes, as amended by this act, or the exercise of any right or

560 power granted thereby which are not inconsistent with the provisions  
561 of this act are hereby adopted and shall apply to all bonds authorized  
562 by the State Bond Commission pursuant to sections 20 to 26, inclusive,  
563 of this act, and temporary notes issued in anticipation of the money to  
564 be derived from the sale of any such bonds so authorized may be  
565 issued in accordance with said section 3-20 and from time to time  
566 renewed. Such bonds shall mature at such time or times not exceeding  
567 twenty years from their respective dates as may be provided in or  
568 pursuant to the resolution or resolutions of the State Bond Commission  
569 authorizing such bonds.

570       Sec. 23. (*Effective July 1, 2014*) None of the bonds described in  
571 sections 20 to 26, inclusive, of this act shall be authorized except upon  
572 a finding by the State Bond Commission that there has been filed with  
573 it a request for such authorization, which is signed by the Secretary of  
574 the Office of Policy and Management or by or on behalf of such state  
575 officer, department or agency and stating such terms and conditions as  
576 said commission, in its discretion, may require.

577       Sec. 24. (*Effective July 1, 2014*) For the purposes of sections 20 to 26,  
578 inclusive, of this act, "state moneys" means the proceeds of the sale of  
579 bonds authorized pursuant to said sections 20 to 26, inclusive, or of  
580 temporary notes issued in anticipation of the moneys to be derived  
581 from the sale of such bonds. Each request filed as provided in section  
582 23 of this act for an authorization of bonds shall identify the project for  
583 which the proceeds of the sale of such bonds are to be used and  
584 expended and, in addition to any terms and conditions required  
585 pursuant to said section 23, shall include the recommendation of the  
586 person signing such request as to the extent to which federal, private  
587 or other moneys then available or thereafter to be made available for  
588 costs in connection with any such project should be added to the state  
589 moneys available or becoming available hereunder for such project. If  
590 the request includes a recommendation that some amount of such  
591 federal, private or other moneys should be added to such state  
592 moneys, then, if and to the extent directed by the State Bond  
593 Commission at the time of authorization of such bonds, such amount

594 of such federal, private or other moneys then available, or thereafter to  
595 be made available for costs in connection with such project, may be  
596 added to any state moneys available or becoming available hereunder  
597 for such project and shall be used for such project. Any other federal,  
598 private or other moneys then available or thereafter to be made  
599 available for costs in connection with such project shall, upon receipt,  
600 be used by the State Treasurer, in conformity with applicable federal  
601 and state law, to meet the principal of outstanding bonds issued  
602 pursuant to sections 20 to 26, inclusive, of this act, or to meet the  
603 principal of temporary notes issued in anticipation of the money to be  
604 derived from the sale of bonds theretofore authorized pursuant to said  
605 sections 20 to 26, inclusive, for the purpose of financing such costs,  
606 either by purchase or redemption and cancellation of such bonds or  
607 notes or by payment thereof at maturity. Whenever any of the federal,  
608 private or other moneys so received with respect to such project are  
609 used to meet the principal of such temporary notes or whenever  
610 principal of any such temporary notes is retired by application of  
611 revenue receipts of the state, the amount of bonds theretofore  
612 authorized in anticipation of which such temporary notes were issued,  
613 and the aggregate amount of bonds which may be authorized  
614 pursuant to section 20 of this act, shall each be reduced by the amount  
615 of the principal so met or retired. Pending use of the federal, private or  
616 other moneys so received to meet principal as hereinabove directed,  
617 the amount thereof may be invested by the State Treasurer in bonds or  
618 obligations of, or guaranteed by, the state or the United States or  
619 agencies or instrumentalities of the United States, shall be deemed to  
620 be part of the debt retirement funds of the state, and net earnings on  
621 such investments shall be used in the same manner as the moneys so  
622 invested.

623       Sec. 25. (*Effective July 1, 2014*) Any balance of proceeds of the sale of  
624 said bonds authorized for any project described in section 21 of this act  
625 in excess of the cost of such project may be used to complete any other  
626 project described in said section 21, if the State Bond Commission shall  
627 so determine and direct. Any balance of proceeds of the sale of said  
628 bonds in excess of the costs of all the projects described in said section

629 21 shall be deposited to the credit of the General Fund.

630       Sec. 26. (*Effective July 1, 2014*) The bonds issued pursuant to this  
631 section and sections 20 to 25, inclusive, of this act shall be general  
632 obligations of the state and the full faith and credit of the state of  
633 Connecticut are pledged for the payment of the principal of and  
634 interest on said bonds as the same become due, and accordingly and as  
635 part of the contract of the state with the holders of said bonds,  
636 appropriation of all amounts necessary for punctual payment of such  
637 principal and interest is hereby made, and the State Treasurer shall pay  
638 such principal and interest as the same become due.

639       Sec. 27. (*Effective July 1, 2014*) The State Bond Commission shall have  
640 power, in accordance with the provisions of this section and sections  
641 28 to 30, inclusive, of this act, from time to time to authorize the  
642 issuance of bonds of the state in one or more series and in principal  
643 amounts in the aggregate, not exceeding \$70,000,000.

644       Sec. 28. (*Effective July 1, 2014*) The proceeds of the sale of bonds  
645 described in sections 27 to 30, inclusive, of this act shall be used by the  
646 Department of Housing for the purposes hereinafter stated: Housing  
647 development and rehabilitation, including moderate cost housing,  
648 moderate rental, congregate and elderly housing, urban homesteading,  
649 community housing development corporations, housing purchase and  
650 rehabilitation, housing for the homeless, housing for low income  
651 persons, limited equity cooperatives and mutual housing projects,  
652 abatement of hazardous material including asbestos and lead-based  
653 paint in residential structures, emergency repair assistance for senior  
654 citizens, housing land bank and land trust, housing and community  
655 development, predevelopment grants and loans, reimbursement for  
656 state and federal surplus property, private rental investment mortgage  
657 and equity program, housing infrastructure, demolition, renovation or  
658 redevelopment of vacant buildings or related infrastructure, septic  
659 system repair loan program, acquisition and related rehabilitation  
660 including loan guarantees for private developers of rental housing for  
661 the elderly, projects under the program established in section 8-37pp of

662 the general statutes, and participation in federal programs, including  
663 administrative expenses associated with those programs eligible under  
664 the general statutes, not exceeding \$70,000,000, provided not more  
665 than \$1,000,000 shall be used for development of adult family homes,  
666 not more than \$1,000,000 shall be used for grants-in-aid for  
667 accessibility modifications for persons transitioning from institutions  
668 to homes under the Money Follows the Person program and not more  
669 than \$30,000,000 shall be used for revitalization of state moderate  
670 rental housing units on the Connecticut Housing Finance Authority's  
671 State Housing Portfolio.

672       Sec. 29. (*Effective July 1, 2014*) None of the bonds described in  
673 sections 27 to 30, inclusive, of this act shall be authorized except upon  
674 a finding by the State Bond Commission that there has been filed with  
675 it a request for such authorization, which is signed by the Secretary of  
676 the Office of Policy and Management or by or on behalf of such state  
677 officer, department or agency and stating such terms and conditions as  
678 said commission, in its discretion may require.

679       Sec. 30. (*Effective July 1, 2014*) All provisions of section 3-20 of the  
680 general statutes, as amended by this act, or the exercise of any right or  
681 power granted thereby which are not inconsistent with the provisions  
682 of this section and sections 27 to 29, inclusive, of this act, are hereby  
683 adopted and shall apply to all bonds authorized by the State Bond  
684 Commission pursuant to this section and sections 27 to 29, inclusive, of  
685 this act, and temporary notes in anticipation of the money to be  
686 derived from the sale of any such bonds so authorized may be issued  
687 in accordance with said section 3-20 and from time to time renewed.  
688 Such bonds shall mature at such time or times not exceeding twenty  
689 years from their respective dates as may be provided in or pursuant to  
690 the resolution or resolutions of the State Bond Commission authorizing  
691 such bonds. Such bonds issued pursuant to section 27 of this act shall  
692 be general obligations of the state and the full faith and credit of the  
693 state of Connecticut are pledged for the payment of the principal of  
694 and interest on such bonds as the same become due, and accordingly  
695 and as part of the contract of the state with the holders of such bonds,

696 appropriation of all amounts necessary for punctual payment of such  
697 principal and interest is hereby made, and the State Treasurer shall pay  
698 such principal and interest as the same become due.

699       Sec. 31. (*Effective July 1, 2014*) The State Bond Commission shall have  
700 power, in accordance with the provisions of this section and sections  
701 32 to 38, inclusive, of this act, from time to time to authorize the  
702 issuance of bonds of the state in one or more series and in principal  
703 amounts in the aggregate, not exceeding \$160,000,000.

704       Sec. 32. (*Effective July 1, 2014*) The proceeds of the sale of the bonds  
705 described in sections 31 to 38, inclusive, of this act shall be used for the  
706 purpose of providing grants-in-aid and other financing for the projects,  
707 programs and purposes hereinafter stated:

708       (a) For the Office of Policy and Management: Grants-in-aid to  
709 private, nonprofit health and human service organizations that are  
710 exempt under Section 501(c)(3) of the Internal Revenue Code of 1986,  
711 or any subsequent corresponding internal revenue code of the United  
712 States, as amended from time to time, for alterations, renovations,  
713 improvements, additions and new construction, including health,  
714 safety, compliance with the Americans with Disabilities Act and  
715 energy conservation improvements, information technology systems,  
716 technology for independence and purchase of vehicles, not exceeding  
717 \$20,000,000.

718       (b) For the Department of Agriculture: For the Farm Reinvestment  
719 Program, not exceeding \$500,000.

720       (c) For the Department of Energy and Environmental Protection:

721       (1) Grants-in-aid to municipalities for open space land acquisition  
722 and development for conservation or recreational purposes, not  
723 exceeding \$10,000,000;

724       (2) Grants-in-aid to municipalities for improvements to incinerators  
725 and landfills, including, but not limited to, bulky waste landfills, not  
726 exceeding \$1,000,000;

727 (3) Grants-in-aid for identification, investigation, containment,  
728 removal or mitigation of contaminated industrial sites in urban areas,  
729 not exceeding \$5,000,000;

730 (4) Grants-in-aid to municipalities for the purpose of providing  
731 potable water, not exceeding \$1,000,000.

732 (d) For the Department of Economic and Community Development:

733 (1) Grants-in-aid to nursing homes for alterations, renovations and  
734 improvements for conversion to other uses in support of right-sizing,  
735 not exceeding \$10,000,000;

736 (2) For the small Business Express program established by section  
737 32-7g of the general statutes, not exceeding \$50,000,000;

738 (3) For the regional brownfield redevelopment loan fund, not  
739 exceeding \$10,000,000.

740 (e) For the Department of Public Health: For the Stem Cell Research  
741 Fund established by section 19a-32e of the general statutes, not  
742 exceeding \$10,000,000.

743 (f) For the Department of Transportation: Grants-in-aid for  
744 improvements to ports and marinas, including dredging and  
745 navigational direction, not exceeding \$5,000,000.

746 (g) For the Department of Education:

747 (1) Grants-in-aid for capital start-up costs related to the  
748 development of new interdistrict magnet school programs to assist the  
749 state in meeting the goals of the 2008 stipulation and order for Milo  
750 Sheff, et al. v. William A. O'Neill, et al., for the purpose of purchasing a  
751 building or portable classrooms, subject to the reversion provisions in  
752 subdivision (1) of subsection (c) of section 10-264h of the general  
753 statutes, leasing space, and purchasing equipment, including, but not  
754 limited to, computers and classroom furniture, not exceeding  
755 \$7,500,000;

756 (2) Grants-in-aid to municipalities and organizations exempt from  
757 taxation under Section 501(c)(3) of the Internal Revenue Code of 1986,  
758 or any subsequent corresponding internal revenue code of the United  
759 States, as amended from time to time, for facility improvements and  
760 minor capital repairs to that portion of facilities that house school  
761 readiness programs and state-funded day care centers operated by  
762 such municipalities and organizations, not exceeding \$15,000,000;

763 (3) Grants-in-aid to assist targeted local and regional school districts  
764 for alterations, repairs, improvements, technology and equipment in  
765 low-performing schools, not exceeding \$10,000,000.

766 (h) For the State Library: Grants-in-aid to public libraries that are  
767 not located in distressed municipalities, as defined in section 32-9p of  
768 the general statutes, for construction, renovations, expansions, energy  
769 conservation and handicapped accessibility, not exceeding \$5,000,000.

770 Sec. 33. (*Effective July 1, 2014*) All provisions of section 3-20 of the  
771 general statutes, as amended by this act, or the exercise of any right or  
772 power granted thereby which are not inconsistent with the provisions  
773 of this act are hereby adopted and shall apply to all bonds authorized  
774 by the State Bond Commission pursuant to sections 31 to 38, inclusive,  
775 of this act, and temporary notes issued in anticipation of the money to  
776 be derived from the sale of any such bonds so authorized may be  
777 issued in accordance with said sections 31 to 38, inclusive, and from  
778 time to time renewed. Such bonds shall mature at such time or times  
779 not exceeding twenty years from their respective dates as may be  
780 provided in or pursuant to the resolution or resolutions of the State  
781 Bond Commission authorizing such bonds.

782 Sec. 34. (*Effective July 1, 2014*) None of the bonds described in  
783 sections 31 to 38, inclusive, of this act shall be authorized except upon  
784 a finding by the State Bond Commission that there has been filed with  
785 it a request for such authorization, which is signed by the Secretary of  
786 the Office of Policy and Management or by or on behalf of such state  
787 officer, department or agency and stating such terms and conditions as  
788 said commission, in its discretion, may require.

789       Sec. 35. (*Effective July 1, 2014*) For the purposes of sections 31 to 38,  
790 inclusive, of this act, "state moneys" means the proceeds of the sale of  
791 bonds authorized pursuant to said sections 31 to 38, inclusive, or of  
792 temporary notes issued in anticipation of the moneys to be derived  
793 from the sale of such bonds. Each request filed as provided in section  
794 34 of this act for an authorization of bonds shall identify the project for  
795 which the proceeds of the sale of such bonds are to be used and  
796 expended and, in addition to any terms and conditions required  
797 pursuant to said section 34, include the recommendation of the person  
798 signing such request as to the extent to which federal, private or other  
799 moneys then available or thereafter to be made available for costs in  
800 connection with any such project should be added to the state moneys  
801 available or becoming available under said sections 31 to 38, inclusive,  
802 for such project. If the request includes a recommendation that some  
803 amount of such federal, private or other moneys should be added to  
804 such state moneys, then, if and to the extent directed by the State Bond  
805 Commission at the time of authorization of such bonds, such amount  
806 of such federal, private or other moneys then available or thereafter to  
807 be made available for costs in connection with such project may be  
808 added to any state moneys available or becoming available hereunder  
809 for such project and be used for such project. Any other federal,  
810 private or other moneys then available or thereafter to be made  
811 available for costs in connection with such project upon receipt shall,  
812 in conformity with applicable federal and state law, be used by the  
813 State Treasurer to meet the principal of outstanding bonds issued  
814 pursuant to said sections 31 to 38, inclusive, or to meet the principal of  
815 temporary notes issued in anticipation of the money to be derived  
816 from the sale of bonds theretofore authorized pursuant to said sections  
817 31 to 38, inclusive, for the purpose of financing such costs, either by  
818 purchase or redemption and cancellation of such bonds or notes or by  
819 payment thereof at maturity. Whenever any of the federal, private or  
820 other moneys so received with respect to such project are used to meet  
821 the principal of such temporary notes or whenever the principal of any  
822 such temporary notes is retired by application of revenue receipts of  
823 the state, the amount of bonds theretofore authorized in anticipation of

824 which such temporary notes were issued, and the aggregate amount of  
825 bonds which may be authorized pursuant to section 31 of this act shall  
826 each be reduced by the amount of the principal so met or retired.  
827 Pending use of the federal, private or other moneys so received to meet  
828 the principal as directed in this section, the amount thereof may be  
829 invested by the State Treasurer in bonds or obligations of, or  
830 guaranteed by, the state or the United States or agencies or  
831 instrumentalities of the United States, shall be deemed to be part of the  
832 debt retirement funds of the state, and net earnings on such  
833 investments shall be used in the same manner as the moneys so  
834 invested.

835       Sec. 36. (*Effective July 1, 2014*) The bonds issued pursuant to sections  
836 31 to 38, inclusive, of this act shall be general obligations of the state  
837 and the full faith and credit of the state of Connecticut are pledged for  
838 the payment of the principal of and interest on said bonds as the same  
839 become due, and accordingly and as part of the contract of the state  
840 with the holders of said bonds, appropriation of all amounts necessary  
841 for punctual payment of such principal and interest is hereby made,  
842 and the State Treasurer shall pay such principal and interest as the  
843 same become due.

844       Sec. 37. (*Effective July 1, 2014*) In accordance with section 32 of this  
845 act, the state, through the Office of Policy and Management, the  
846 Department of Agriculture, the Department of Energy and  
847 Environmental Protection, the Department of Economic and  
848 Community Development, the Department of Public Health, the  
849 Department of Transportation, the Department of Education and the  
850 State Library may provide grants-in-aid and other financings to or for  
851 the agencies for the purposes and projects as described in said section  
852 32. All financing shall be made in accordance with the terms of a  
853 contract at such time or times as shall be determined within  
854 authorization of funds by the State Bond Commission.

855       Sec. 38. (*Effective July 1, 2014*) In the case of any grant-in-aid made  
856 pursuant to section 32 of this act that is made to any entity which is not

857 a political subdivision of the state, the contract entered into pursuant  
858 to section 37 of this act shall provide that if the premises for which  
859 such grant-in-aid was made ceases, within ten years of the date of such  
860 grant, to be used as a facility for which such grant was made, an  
861 amount equal to the amount of such grant, minus ten per cent per year  
862 for each full year which has elapsed since the date of such grant, shall  
863 be repaid to the state and that a lien shall be placed on such land in  
864 favor of the state to ensure that such amount shall be repaid in the  
865 event of such change in use, provided if the premises for which such  
866 grant-in-aid was made are owned by the state, a municipality or a  
867 housing authority no lien need be placed.

868       Sec. 39. (*Effective July 1, 2013*) The State Bond Commission shall have  
869 power, in accordance with the provisions of this section and sections  
870 40 to 44, inclusive, of this act, from time to time to authorize the  
871 issuance of special tax obligation bonds of the state in one or more  
872 series and in principal amounts in the aggregate, not exceeding  
873 \$706,919,100.

874       Sec. 40. (*Effective July 1, 2013*) The proceeds of the sale of bonds  
875 described in sections 39 to 44, inclusive, of this act, to the extent  
876 hereinafter stated, shall be used for the purpose of payment of the  
877 transportation costs, as defined in section 13b-75 of the general  
878 statutes, with respect to the projects and uses hereinafter described,  
879 which projects and uses are hereby found and determined to be in  
880 furtherance of one or more of the authorized purposes for the issuance  
881 of special tax obligation bonds set forth in section 13b-74 of the general  
882 statutes. For the Department of Transportation:

883       (a) For the Bureau of Engineering and Highway Operations:

884           (1) Interstate Highway Program, not exceeding \$113,000,000;

885           (2) Urban Systems Projects, not exceeding \$8,500,000;

886           (3) Intrastate Highway Program, not exceeding \$54,000,000;

887           (4) Environmental compliance, soil and groundwater remediation,

888 hazardous materials abatement, demolition, salt shed construction and  
889 renovation, storage tank replacement, and environmental emergency  
890 response at or in the vicinity of state-owned properties or related to  
891 Department of Transportation operations, not exceeding \$5,000,000;

892 (5) State bridge improvement, rehabilitation and replacement  
893 projects, not exceeding \$33,000,000;

894 (6) Capital resurfacing and related reconstruction, not exceeding  
895 \$68,900,000;

896 (7) Fix-it-First program to repair the state's bridges, not exceeding  
897 \$60,687,500;

898 (8) Fix-it-First program to repair the state's roads, not exceeding  
899 \$55,000,000;

900 (9) Local Transportation Capital Program, not exceeding  
901 \$45,000,000;

902 (10) For the purpose of payment of the transportation costs, as  
903 defined in section 13b-75 of the general statutes, with respect to the  
904 projects and uses described in this subdivision, which projects and  
905 uses are hereby found and determined to be in furtherance of one or  
906 more of the authorized purposes for the issuance of special tax  
907 obligation bonds set forth in section 13b-74 of the general statutes, not  
908 exceeding \$60,000,000. Any proceeds from the sale of the bonds  
909 described in this subdivision shall be used by the Department of  
910 Transportation, in consultation with the Secretary of the Office of  
911 Policy and Management, for payment of funds made available to  
912 towns, as provided in sections 13a-175a to 13a-175e, inclusive, 13a-175i  
913 and 13a-175j of the general statutes, for the purposes set forth in  
914 sections 13a-175a, 13a-175d and 13a-175j of the general statutes;

915 (11) Local Bridge Program, not exceeding \$15,000,000;

916 (12) Preliminary engineering studies to improve and widen the  
917 interchange of Interstate 91 and Interstate 84 in Hartford, not

918 exceeding \$200,000.

919 (b) For the Bureau of Aviation and Ports: Development and  
920 improvement of general aviation airport facilities including grants-in-  
921 aid to municipal airports, excluding Bradley International Airport, not  
922 exceeding \$2,000,000.

923 (c) For the Bureau of Public Transportation:

924 (1) For bus and rail facilities and equipment, including rights-of-  
925 way, other property acquisition and related projects, not exceeding  
926 \$141,000,000;

927 (2) For a long-term infrastructure investment plan, not exceeding  
928 \$2,000,000;

929 (3) Preliminary engineering studies for upgrades of MetroNorth  
930 track infrastructure between New Haven and the state of New York,  
931 not exceeding \$200,000.

932 (d) For the Bureau of Administration:

933 (1) For department facilities, not exceeding \$18,731,600;

934 (2) Cost of issuance of special tax obligation bonds and debt service  
935 reserve, not exceeding \$24,700,000.

936 Sec. 41. (*Effective July 1, 2013*) None of the bonds described in  
937 sections 39 to 44, inclusive, of this act shall be authorized except upon  
938 a finding by the State Bond Commission that there has been filed with  
939 it (1) a request for such authorization, which is signed by the Secretary  
940 of the Office of Policy and Management or by or on behalf of such state  
941 officer, department or agency and stating such terms and conditions as  
942 said commission, in its discretion, may require, and (2) any capital  
943 development impact statement and any human services facility  
944 colocation statement required to be filed with the Secretary of the  
945 Office of Policy and Management pursuant to section 4b-23 of the  
946 general statutes, any advisory statement regarding the state

947 conservation and development policies plan required pursuant to  
948 section 16a-31 of the general statutes, and any statement regarding  
949 farm land required pursuant to subsection (g) of section 3-20 of the  
950 general statutes and section 22-6 of the general statutes, provided the  
951 State Bond Commission may authorize said bonds without a finding  
952 that the reports and statements required by subdivision (2) of this  
953 section have been filed with it if said commission authorizes the  
954 secretary of said commission to accept such reports and statements on  
955 its behalf. No funds derived from the sale of bonds authorized by said  
956 commission without a finding that the reports and statements required  
957 by subdivision (2) of this section have been filed with it shall be  
958 allotted by the Governor for any project until the reports and  
959 statements required by subdivision (2) of this section, with respect to  
960 such project, have been filed with the secretary of said commission.

961       Sec. 42. (*Effective July 1, 2013*) For the purposes of sections 39 to 44,  
962 inclusive, of this act, each request filed, as provided in section 41 of  
963 this act, for an authorization of bonds shall identify the project for  
964 which the proceeds of the sale of such bonds are to be used and  
965 expended and, in addition to any terms and conditions required  
966 pursuant to said section 41, include the recommendation of the person  
967 signing such request as to the extent to which federal, private or other  
968 moneys then available or thereafter to be made available for costs in  
969 connection with any such project should be added to the state moneys  
970 available or becoming available from the proceeds of bonds and  
971 temporary notes issued in anticipation of the receipt of the proceeds of  
972 bonds. If the request includes a recommendation that some amount of  
973 such federal, private or other moneys should be added to such state  
974 moneys, then, if and to the extent directed by the State Bond  
975 Commission at the time of authorization of such bonds, such amount  
976 of such federal, private or other moneys then available or thereafter to  
977 be made available for costs in connection with such project shall be  
978 added to such state moneys.

979       Sec. 43. (*Effective July 1, 2013*) Any balance of proceeds of the sale of  
980 bonds authorized for the projects or purposes of section 40 of this act,

981 in excess of the aggregate costs of all the projects so authorized, shall  
982 be used in the manner set forth in sections 13b-74 to 13b-77, inclusive,  
983 of the general statutes, and in the proceedings of the State Bond  
984 Commission with respect to the issuance and sale of said bonds.

985       Sec. 44. (*Effective July 1, 2013*) Bonds issued pursuant to this section  
986 and sections 39 to 43, inclusive, of this act shall be special obligations  
987 of the state and shall not be payable from or charged upon any funds  
988 other than revenues of the state pledged therefor in subsection (b) of  
989 section 13b-61 of the general statutes and section 13b-61a of the general  
990 statutes, or such other receipts, funds or moneys as may be pledged  
991 therefor. Said bonds shall not be payable from or charged upon any  
992 funds other than such pledged revenues or such other receipts, funds  
993 or moneys as may be pledged therefor, nor shall the state or any  
994 political subdivision thereof be subject to any liability thereon, except  
995 to the extent of such pledged revenues or such other receipts, funds or  
996 moneys as may be pledged therefor. Said bonds shall be issued under  
997 and in accordance with the provisions of sections 13b-74 to 13b-77,  
998 inclusive, of the general statutes.

999       Sec. 45. (*Effective from passage*) (a) The Commissioner of  
1000 Transportation shall contract with an independent consultant to  
1001 prepare a long-term infrastructure investment plan for transportation  
1002 in Connecticut. Such plan shall: (1) Identify current and projected  
1003 transportation problems and needs, considering future population and  
1004 employment growth, and major growth corridors; (2) provide a  
1005 comprehensive multimodal plan, considering various transportation  
1006 systems including (A) highways and roads, (B) airports, (C) ports, (D)  
1007 railroads, (E) other mass transit systems, and (F) walking and biking  
1008 paths; (3) provide a blueprint for connectivity among the various  
1009 systems; (4) consider the environmental impacts of the various  
1010 systems, including any impact on existing or future transportation  
1011 systems due to climate change; (5) identify economic development  
1012 opportunities arising out of infrastructure improvement projects; (6)  
1013 develop long-range plans and short-range programs identifying  
1014 specific projects; and (7) develop a financial plan for implementing the

1015 infrastructure investment plan.

1016 (b) The independent consultant shall meet regularly with the  
1017 Commissioners of Transportation and Economic and Community  
1018 Development, the chairpersons and ranking members of the joint  
1019 standing committees of the General Assembly having cognizance of  
1020 matters relating to finance, revenue and bonding, commerce and  
1021 transportation, and the chairpersons and ranking members of the  
1022 transportation bonding subcommittee of the joint standing committee  
1023 of the General Assembly having cognizance of matters relating to  
1024 finance, revenue and bonding.

1025 (c) (1) On or before January 15, 2014, the independent consultant  
1026 shall submit a draft of the infrastructure investment plan to the  
1027 Commissioner of Transportation. Said commissioner shall provide a  
1028 copy of such draft plan to the chairpersons and ranking members of  
1029 the joint standing committees of the General Assembly having  
1030 cognizance of matters relating to finance, revenue and bonding,  
1031 commerce and transportation, and to the chairpersons and ranking  
1032 members of the transportation bonding subcommittee of the joint  
1033 standing committee of the General Assembly having cognizance of  
1034 matters relating to finance, revenue and bonding.

1035 (2) The chairpersons of the joint standing committee of the General  
1036 Assembly having cognizance of matters relating to finance, revenue  
1037 and bonding may convene an informational hearing on such draft of  
1038 the infrastructure investment plan.

1039 (d) On or before March 1, 2014, the independent consultant shall  
1040 submit the infrastructure investment plan to the Commissioner of  
1041 Transportation. The commissioner shall forward copies of such plan to  
1042 the chairpersons and ranking members of the joint standing  
1043 committees of the General Assembly having cognizance of matters  
1044 relating to finance, revenue and bonding, commerce and  
1045 transportation, and to the chairpersons and ranking members of the  
1046 transportation bonding subcommittee of the joint standing committee  
1047 of the General Assembly having cognizance of matters relating to

1048 finance, revenue and bonding.

1049 Sec. 46. Subsection (c) of section 3-20 of the general statutes is  
1050 repealed and the following is substituted in lieu thereof (*Effective July*  
1051 *1, 2013*):

1052 (c) (1) There is established the State Bond Commission, which shall  
1053 consist of the Governor, the Treasurer, the Comptroller, the Attorney  
1054 General, the Secretary of the Office of Policy and Management and the  
1055 Commissioner of Construction Services, each of whom may designate  
1056 a deputy to represent him or her as a member at meetings of the State  
1057 Bond Commission with full powers to act and vote in his or her behalf,  
1058 and the cochairpersons and the ranking minority members of the joint  
1059 standing committee of the General Assembly having cognizance of  
1060 matters relating to state finance, revenue and bonding, each of whom  
1061 may designate another member of said joint standing committee, who  
1062 is not a member of the State Bond Commission, to represent him or her  
1063 as a member at meetings of the State Bond Commission with full  
1064 powers to act and vote in his or her behalf. The members of said  
1065 commission shall serve without compensation.

1066 (2) The Governor and the Secretary of the Office of Policy and  
1067 Management shall meet at least once during each calendar quarter  
1068 with the chairpersons of the joint standing committee of the General  
1069 Assembly having cognizance of matters relating to state finance,  
1070 revenue and bonding and the chairpersons of the general bonding  
1071 subcommittee of said joint standing committee. Such meeting shall be  
1072 for the purpose of consulting on priorities for projects to be considered  
1073 at a meeting of the State Bond Commission.

1074 Sec. 47. Subsections (a) and (b) of section 4-66c of the general  
1075 statutes are repealed and the following is substituted in lieu thereof  
1076 (*Effective July 1, 2013*):

1077 (a) For the purposes of subsection (b) of this section, the State Bond  
1078 Commission shall have power, from time to time to authorize the  
1079 issuance of bonds of the state in one or more series and in principal

1080 amounts not exceeding in the aggregate [one billion two hundred fifty-  
1081 nine million four hundred eighty-seven thousand five hundred forty-  
1082 four] one billion three hundred fifty-nine million four hundred eighty-  
1083 seven thousand five hundred forty-four dollars, provided fifty million  
1084 dollars of said authorization shall be effective July 1, [2012] 2014. All  
1085 provisions of section 3-20, as amended by this act, or the exercise of  
1086 any right or power granted thereby, which are not inconsistent with  
1087 the provisions of this section, are hereby adopted and shall apply to all  
1088 bonds authorized by the State Bond Commission pursuant to this  
1089 section, and temporary notes in anticipation of the money to be  
1090 derived from the sale of any such bonds so authorized may be issued  
1091 in accordance with said section 3-20 and from time to time renewed.  
1092 Such bonds shall mature at such time or times not exceeding twenty  
1093 years from their respective dates as may be provided in or pursuant to  
1094 the resolution or resolutions of the State Bond Commission authorizing  
1095 such bonds. None of said bonds shall be authorized except upon a  
1096 finding by the State Bond Commission that there has been filed with it  
1097 a request for such authorization, which is signed by or on behalf of the  
1098 Secretary of the Office of Policy and Management and states such  
1099 terms and conditions as said commission in its discretion may require.  
1100 Said bonds issued pursuant to this section shall be general obligations  
1101 of the state and the full faith and credit of the state of Connecticut are  
1102 pledged for the payment of the principal of and interest on said bonds  
1103 as the same become due, and accordingly as part of the contract of the  
1104 state with the holders of said bonds, appropriation of all amounts  
1105 necessary for punctual payment of such principal and interest is  
1106 hereby made, and the Treasurer shall pay such principal and interest  
1107 as the same become due.

1108 (b) (1) The proceeds of the sale of said bonds, to the extent  
1109 hereinafter stated, shall be used, subject to the provisions of  
1110 subsections (c) and (d) of this section, for the purpose of redirecting,  
1111 improving and expanding state activities which promote community  
1112 conservation and development and improve the quality of life for  
1113 urban residents of the state as hereinafter stated: (A) For the  
1114 Department of Economic and Community Development: Economic

1115 and community development projects, including administrative costs  
1116 incurred by the Department of Economic and Community  
1117 Development, not exceeding sixty-seven million five hundred ninety-  
1118 one thousand six hundred forty-two dollars, one million dollars of  
1119 which shall be used for a grant to the development center program and  
1120 the nonprofit business consortium deployment center approved  
1121 pursuant to section 32-411; (B) for the Department of Transportation:  
1122 Urban mass transit, not exceeding two million dollars; (C) for the  
1123 Department of Energy and Environmental Protection: Recreation  
1124 development and solid waste disposal projects, not exceeding one  
1125 million nine hundred ninety-five thousand nine hundred two dollars;  
1126 (D) for the Department of Social Services: Child day care projects,  
1127 elderly centers, shelter facilities for victims of domestic violence,  
1128 emergency shelters and related facilities for the homeless,  
1129 multipurpose human resource centers and food distribution facilities,  
1130 not exceeding thirty-nine million one hundred thousand dollars,  
1131 provided four million dollars of said authorization shall be effective  
1132 July 1, 1994; (E) for the Department of Economic and Community  
1133 Development: Housing projects, not exceeding three million dollars;  
1134 (F) for the Office of Policy and Management: (i) Grants-in-aid to  
1135 municipalities for a pilot demonstration program to leverage private  
1136 contributions for redevelopment of designated historic preservation  
1137 areas, not exceeding one million dollars; (ii) grants-in-aid for urban  
1138 development projects including economic and community  
1139 development, transportation, environmental protection, public safety,  
1140 children and families and social services projects and programs,  
1141 including, in the case of economic and community development  
1142 projects administered on behalf of the Office of Policy and  
1143 Management by the Department of Economic and Community  
1144 Development, administrative costs incurred by the Department of  
1145 Economic and Community Development, not exceeding [one billion  
1146 one hundred forty-four million eight hundred thousand] one billion  
1147 two hundred forty-four million eight hundred thousand dollars,  
1148 provided fifty million dollars of said authorization shall be effective  
1149 July 1, [2012] 2014.

1150 (2) (A) Five million dollars of the grants-in-aid authorized in  
1151 subparagraph (F)(ii) of subdivision (1) of this subsection may be made  
1152 available to private nonprofit organizations for the purposes described  
1153 in said subparagraph (F)(ii). (B) Twelve million dollars of the grants-in-  
1154 aid authorized in subparagraph (F)(ii) of subdivision (1) of this  
1155 subsection may be made available for necessary renovations and  
1156 improvements of libraries. (C) Five million dollars of the grants-in-aid  
1157 authorized in subparagraph (F)(ii) of subdivision (1) of this subsection  
1158 shall be made available for small business gap financing. (D) Ten  
1159 million dollars of the grants-in-aid authorized in subparagraph (F)(ii)  
1160 of subdivision (1) of this subsection may be made available for regional  
1161 economic development revolving loan funds. (E) One million four  
1162 hundred thousand dollars of the grants-in-aid authorized in  
1163 subparagraph (F)(ii) of subdivision (1) of this subsection shall be made  
1164 available for rehabilitation and renovation of the Black Rock Library in  
1165 Bridgeport. (F) Two million five hundred thousand dollars of the  
1166 grants-in-aid authorized in subparagraph (F)(ii) of subdivision (1) of  
1167 this subsection shall be made available for site acquisition, renovation  
1168 and rehabilitation for the Institute for the Hispanic Family in Hartford.  
1169 (G) Three million dollars of the grants-in-aid authorized in  
1170 subparagraph (F)(ii) of subdivision (1) of this subsection shall be made  
1171 available for the acquisition of land and the development of  
1172 commercial or retail property in New Haven. (H) Seven hundred fifty  
1173 thousand dollars of the grants-in-aid authorized in subparagraph  
1174 (F)(ii) of subdivision (1) of this subsection shall be made available for  
1175 repairs and replacement of the fishing pier at Cummings Park in  
1176 Stamford.

1177 Sec. 48. Subsection (a) of section 4-66g of the general statutes is  
1178 repealed and the following is substituted in lieu thereof (*Effective July*  
1179 *1, 2013*):

1180 (a) For the purposes described in subsection (b) of this section, the  
1181 State Bond Commission shall have the power, from time to time, to  
1182 authorize the issuance of bonds of the state in one or more series and  
1183 in principal amounts not exceeding in the aggregate [two hundred

1184 twenty million] two hundred sixty million dollars, provided twenty  
1185 million dollars of said authorization shall be effective July 1, [2012]  
1186 2014.

1187 Sec. 49. Subsection (a) of section 4a-10 of the general statutes is  
1188 repealed and the following is substituted in lieu thereof (*Effective July*  
1189 *1, 2013*):

1190 (a) For the purposes described in subsection (b) of this section, the  
1191 State Bond Commission shall have the power, from time to time to  
1192 authorize the issuance of bonds of the state in one or more series and  
1193 in principal amounts not exceeding in the aggregate [three hundred  
1194 eighty-nine million one hundred thousand dollars] four hundred sixty-  
1195 four million one hundred thousand dollars, provided thirty-five  
1196 million dollars of said authorization shall be effective July 1, 2014.

1197 Sec. 50. Subsection (a) of section 7-536 of the general statutes is  
1198 repealed and the following is substituted in lieu thereof (*Effective from*  
1199 *passage*):

1200 (a) As used in sections 7-535 to 7-538, inclusive, as amended by this  
1201 act:

1202 (1) "Adjusted equalized net grand list per capita" means the  
1203 adjusted equalized net grand list per capita determined for each town  
1204 pursuant to section 10-261;

1205 (2) "Density" means the population of a municipality divided by the  
1206 number of square miles of the municipality;

1207 (3) "Grant anticipation note" means a note issued in anticipation of  
1208 the receipt of project grants to the municipality from moneys in the  
1209 Local Capital Improvement Fund;

1210 (4) "Local capital improvement project" means a municipal capital  
1211 expenditure project for any of the following purposes: (A) Road  
1212 construction, renovation, repair or resurfacing, (B) sidewalk and  
1213 pavement improvements, (C) construction, renovation, enlargement or

1214 repair of sewage treatment plants and sanitary or storm, water or  
1215 sewer lines, including separation of lines, (D) public building  
1216 construction other than schools, including renovation, repair, code  
1217 compliance, energy conservation and fire safety projects, (E)  
1218 construction, renovation, enlargement or repair of dams, bridges and  
1219 flood control projects, (F) construction, renovation, enlargement or  
1220 repair of water treatment or filtration plants and water mains, (G)  
1221 construction, renovation or enlargement of solid waste facilities, (H)  
1222 improvements to public parks, (I) the preparation and revision of local  
1223 capital improvement plans projected for a period of not less than five  
1224 years and so prepared as to show the general description, need and  
1225 estimated cost of each individual capital improvement, (J)  
1226 improvements to emergency communications systems and building  
1227 security systems, including for schools, (K) public housing projects,  
1228 including renovations and improvements and energy conservation and  
1229 the development of additional housing, (L) renovations to or  
1230 construction of veterans' memorial monuments, (M) thermal imaging  
1231 systems, (N) bulky waste and landfill projects, (O) the preparation and  
1232 revision of municipal plans of conservation and development adopted  
1233 pursuant to section 8-23, provided such plans are endorsed by the  
1234 legislative body of the municipality not more than one hundred eighty  
1235 days after adoption by the commission, (P) acquisition of automatic  
1236 external defibrillators, (Q) floodplain management and hazard  
1237 mitigation activities, (R) on-board oil refining systems consisting of a  
1238 filtration canister and evaporation canister that remove solid and  
1239 liquid contaminants from lubricating oil, [and] (S) activities related to  
1240 the planning of a municipal broadband network, provided the speed  
1241 of the network [will] shall be not less than three hundred eighty-four  
1242 thousand bits per second, (T) establishment of bikeways and  
1243 greenways, (U) land acquisition, including for open space, and costs  
1244 involved in making land available for public uses, (V) acquisition of  
1245 technology related to implementation of the Department of  
1246 Education's common core state standards, (W) technology upgrades,  
1247 including for improvements to expand public access to government  
1248 information through electronic portals and kiosks, and (X) for the fiscal

1249 years ending June 30, 2013, and June 30, 2014, acquisition of snow  
1250 removal equipment, capital expenditures made to improve public  
1251 safety, and capital expenditures made to facilitate regional  
1252 cooperation. "Local capital improvement project" means only capital  
1253 expenditures and includes repairs incident to reconstruction and  
1254 renovation but does not include ordinary repairs and maintenance of  
1255 an ongoing nature and "floodplain management" and "hazard  
1256 mitigation" shall have the same meaning as in section 25-68j;

1257 (5) "Municipality" means any town, city, borough, consolidated  
1258 town and city or consolidated town and borough;

1259 (6) "Population" means the number of people according to the most  
1260 recent federal decennial census, except in intervening years between  
1261 such censuses when it shall mean the number according to the most  
1262 recent estimate of the Department of Public Health; and

1263 (7) "Secretary" means the Secretary of the Office of Policy and  
1264 Management.

1265 Sec. 51. Subsection (e) of section 7-536 of the general statutes is  
1266 repealed and the following is substituted in lieu thereof (*Effective July*  
1267 *1, 2013*):

1268 (e) (1) Each municipality may apply to the secretary for project  
1269 authorization and expense reimbursement of local capital  
1270 improvement projects.

1271 (2) Notwithstanding the deadlines imposed by this section, each  
1272 municipality that has expended funds in the fiscal year ending June 30,  
1273 2013, on projects listed in subparagraphs (T) to (X), inclusive, of  
1274 subdivision (4) of subsection (a) of this section, as amended by this act,  
1275 may apply to the secretary for reimbursement of such expenses.

1276 (3) Notwithstanding the provisions of subdivision (2) of subsection  
1277 (f) of this section, the secretary, at his or her discretion, may authorize  
1278 expense reimbursement for a project listed in subparagraphs (T) to (X),  
1279 inclusive, of subdivision (4) of subsection (a) of this section, as

1280 amended by this act, prior to such project's inclusion on the local  
1281 capital improvement plan adopted by a municipality. The secretary  
1282 may require certification from the municipality that such municipality  
1283 is taking steps to amend its local capital improvement plan to include  
1284 such project.

1285 Sec. 52. Section 7-538 of the general statutes is repealed and the  
1286 following is substituted in lieu thereof (*Effective July 1, 2013*):

1287 (a) For the purposes described in subsection (b) of this section, the  
1288 State Bond Commission shall have the power, from time to time, to  
1289 authorize the issuance of bonds of the state in one or more series and  
1290 in principal amounts not exceeding in the aggregate [seven hundred  
1291 five million dollars, provided thirty million] eight hundred seventy-  
1292 seven million eight hundred fifty-nine thousand eight hundred  
1293 fourteen dollars, provided eighty-six million four hundred twenty-  
1294 nine thousand nine hundred seven dollars of said authorization shall  
1295 be effective July 1, [2012] 2014.

1296 (b) (1) The proceeds of the sale of said bonds, to the extent of the  
1297 amount stated in subsection (a) of this section, shall be used by the  
1298 Office of Policy and Management for the purposes of sections 7-535 to  
1299 7-538, inclusive, as amended by this act.

1300 (2) Notwithstanding the provisions of subdivision (1) of this  
1301 subsection, the proceeds of the sale of said bonds, to the extent of fifty-  
1302 six million four hundred twenty-nine thousand nine hundred seven  
1303 dollars in the fiscal year ending June 30, 2014, and to the extent of fifty-  
1304 six million four hundred twenty-nine thousand nine hundred seven  
1305 dollars in the fiscal year ending June 30, 2015, shall be distributed by  
1306 the Office of Policy and Management as follows: (A) Each town shall  
1307 receive sixty-two per cent of the grant it received pursuant to  
1308 subsection (b) of section 4-66l, during the fiscal year ending June 30,  
1309 2013, and (B) in the event there is money available after the  
1310 distribution described in subparagraph (A) of this subdivision, such  
1311 money shall be distributed as provided in subsection (c) of section 4-  
1312 66l.

1313 (c) All provisions of section 3-20, as amended by this act, or the  
1314 exercise of any right or power granted thereby which are not  
1315 inconsistent with the provisions of sections 7-535 to 7-538, inclusive, as  
1316 amended by this act, are hereby adopted and shall apply to all bonds  
1317 authorized by the State Bond Commission pursuant to said sections  
1318 and temporary notes in anticipation of the money to be derived from  
1319 the sale of any such bonds so authorized may be issued in accordance  
1320 with said section 3-20 and from time to time renewed. Such bonds  
1321 shall mature at such time or times not exceeding twenty years from  
1322 their respective dates as may be provided in or pursuant to the  
1323 resolution or resolutions of the State Bond Commission authorizing  
1324 such bonds. None of said bonds shall be authorized except upon a  
1325 finding by the State Bond Commission that there has been filed with it  
1326 a request for such authorization, which is signed by or on behalf of the  
1327 Secretary of the Office of Policy and Management and states such  
1328 terms and conditions as said commission, in its discretion, may  
1329 require. Said bonds issued pursuant to sections 7-535 to 7-538,  
1330 inclusive, as amended by this act, shall be general obligations of the  
1331 state and the full faith and credit of the state of Connecticut are  
1332 pledged for the payment of the principal of and interest on said bonds  
1333 as the same become due, and accordingly and as part of the contract of  
1334 the state with the holders of said bonds, appropriation of all amounts  
1335 necessary for punctual payment of such principal and interest is  
1336 hereby made, and the Treasurer shall pay such principal and interest  
1337 as the same become due.

1338 Sec. 53. Subsection (a) of section 8-336n of the general statutes is  
1339 repealed and the following is substituted in lieu thereof (*Effective July*  
1340 *1, 2013*):

1341 (a) For the purpose of capitalizing the Housing Trust Fund created  
1342 by section 8-336o, the State Bond Commission shall have power, in  
1343 accordance with the provisions of this section, from time to time to  
1344 authorize the issuance of bonds of the state in one or more series and  
1345 in principal amounts in the aggregate, not exceeding [one hundred  
1346 sixty] two hundred twenty million dollars, provided (1) twenty million

1347 dollars shall be effective July 1, 2005, (2) twenty million dollars shall be  
1348 effective July 1, 2006, (3) twenty million dollars shall be effective July 1,  
1349 2007, (4) thirty million dollars shall be effective July 1, 2008, (5) twenty  
1350 million dollars shall be effective July 1, 2009, (6) twenty-five million  
1351 dollars shall be effective July 1, 2011, [and] (7) twenty-five million  
1352 dollars shall be effective July 1, 2012, (8) thirty million dollars shall be  
1353 effective July 1, 2013, and (9) thirty million dollars shall be effective  
1354 July 1, 2014. The proceeds of the sale of bonds pursuant to this section  
1355 shall be deposited in the Housing Trust Fund.

1356 Sec. 54. Subsection (a) of section 10-66jj of the general statutes is  
1357 repealed and the following is substituted in lieu thereof (*Effective July*  
1358 *1, 2013*):

1359 (a) For the purposes described in subsection (b) of this section, the  
1360 State Bond Commission shall have the power, from time to time, to  
1361 authorize the issuance of bonds of the state in one or more series and  
1362 in principal amounts not exceeding in the aggregate [twenty] thirty  
1363 million dollars, provided five million dollars of said authorization  
1364 shall be effective July 1, [2008] 2014.

1365 Sec. 55. Section 10-287d of the general statutes is repealed and the  
1366 following is substituted in lieu thereof (*Effective July 1, 2013*):

1367 For the purposes of funding (1) grants to projects that have received  
1368 approval of the Department of [Construction] Administrative Services  
1369 pursuant to sections 10-287 and 10-287a, subsection (a) of section 10-65  
1370 and section 10-76e, (2) grants to assist school building projects to  
1371 remedy safety and health violations and damage from fire and  
1372 catastrophe, and (3) technical high school projects pursuant to section  
1373 10-283b, the State Treasurer is authorized and directed, subject to and  
1374 in accordance with the provisions of section 3-20, as amended by this  
1375 act, to issue bonds of the state from time to time in one or more series  
1376 in an aggregate amount not exceeding [nine billion one hundred forty-  
1377 five million nine hundred sixty thousand dollars, provided five  
1378 hundred eighty-four million] ten billion one hundred twenty-six  
1379 million one hundred sixty thousand dollars, provided four hundred

1380 sixty-nine million nine hundred thousand dollars of said authorization  
1381 shall be effective July 1, [2012] 2014. Bonds of each series shall bear  
1382 such date or dates and mature at such time or times not exceeding  
1383 thirty years from their respective dates and be subject to such  
1384 redemption privileges, with or without premium, as may be fixed by  
1385 the State Bond Commission. They shall be sold at not less than par and  
1386 accrued interest and the full faith and credit of the state is pledged for  
1387 the payment of the interest thereon and the principal thereof as the  
1388 same shall become due, and accordingly and as part of the contract of  
1389 the state with the holders of said bonds, appropriation of all amounts  
1390 necessary for punctual payment of such principal and interest is  
1391 hereby made, and the State Treasurer shall pay such principal and  
1392 interest as the same become due. The State Treasurer is authorized to  
1393 invest temporarily in direct obligations of the United States, United  
1394 States agency obligations, certificates of deposit, commercial paper or  
1395 bank acceptances such portion of the proceeds of such bonds or of any  
1396 notes issued in anticipation thereof as may be deemed available for  
1397 such purpose.

1398 Sec. 56. Section 10-292k of the general statutes is repealed and the  
1399 following is substituted in lieu thereof (*Effective July 1, 2013*):

1400 For purposes of funding interest subsidy grants, except for interest  
1401 subsidy grants made pursuant to subsection (b) of section 10-292m, the  
1402 State Treasurer is authorized and directed, subject to and in  
1403 accordance with the provisions of section 3-20, as amended by this act,  
1404 to issue bonds of the state from time to time in one or more series in an  
1405 aggregate amount not exceeding [three hundred fifty-six million four  
1406 hundred thousand dollars, provided eight million three hundred  
1407 thousand] three hundred sixty-one million seven hundred thousand  
1408 dollars, provided four million three hundred thousand dollars of said  
1409 authorization shall be effective July 1, [2012] 2014. Bonds of each series  
1410 shall bear such date or dates and mature at such time or times not  
1411 exceeding thirty years from their respective dates and be subject to  
1412 such redemption privileges, with or without premium, as may be fixed  
1413 by the State Bond Commission. They shall be sold at not less than par

1414 and accrued interest and the full faith and credit of the state is pledged  
1415 for the payment of the interest thereon and the principal thereof as the  
1416 same shall become due, and accordingly and as part of the contract of  
1417 the state with the holders of said bonds, appropriation of all amounts  
1418 necessary for punctual payment of such principal and interest is  
1419 hereby made, and the State Treasurer shall pay such principal and  
1420 interest as the same become due. The State Treasurer is authorized to  
1421 invest temporarily in direct obligations of the United States, United  
1422 States agency obligations, certificates of deposit, commercial paper or  
1423 bank acceptances, such portion of the proceeds of such bonds or of any  
1424 notes issued in anticipation thereof as may be deemed available for  
1425 such purpose.

1426 Sec. 57. Section 11-24c of the general statutes is repealed and the  
1427 following is substituted in lieu thereof (*Effective July 1, 2013*):

1428 (a) The State Library Board shall make construction grants to public  
1429 libraries established pursuant to this chapter. The board shall: (1)  
1430 Establish criteria for the purpose of developing a priority listing of all  
1431 construction projects, and (2) prior to September 1, 2007, grant an  
1432 amount equal to one-third of the total construction cost, not to exceed  
1433 five hundred thousand dollars for each approved project within the  
1434 limits of the available [appropriation] funding for such projects. In the  
1435 event that the [appropriation] available funding is insufficient to fund  
1436 projects as provided above, projects remaining on the priority list shall  
1437 be included in the priority listing for the next fiscal year. Each  
1438 application for such grant shall be filed on or before September first,  
1439 annually, on forms to be prescribed by said board.

1440 (b) For applications submitted on or after September 1, 2007, and  
1441 prior to July 1, 2013, the board shall grant an amount equal to one-  
1442 third the total construction cost, not to exceed one million dollars, for  
1443 each approved project within the limits of the available [appropriation]  
1444 funding for such projects. For applications submitted on or after July 1,  
1445 2013, the board shall grant an amount up to one-half of the total  
1446 construction cost, not to exceed one million dollars, for each approved

1447 project within the limits of the available funding for such projects.

1448 (c) The State Library Board shall make emergency repair grants to  
1449 public libraries established pursuant to this chapter for emergency  
1450 repairs to buildings and equipment, as approved by the board. The  
1451 board may grant an amount up to one-half of the emergency repair  
1452 cost, not exceeding one hundred thousand dollars for each approved  
1453 emergency repair project within the limits of the available funding for  
1454 such project.

1455 Sec. 58. Subsection (c) of section 11-24a of the general statutes is  
1456 repealed and the following is substituted in lieu thereof (*Effective July*  
1457 *1, 2013*):

1458 (c) Any public library not designated as a principal public library  
1459 shall be a "nonprincipal public library". A nonprincipal public library  
1460 in a municipality may be eligible to receive a state grant, construction  
1461 cost grant, emergency repair grant or Connecticard grant provided it  
1462 meets the following conditions: There is a separate board of trustees or  
1463 governing body for each such nonprincipal public library; there is a  
1464 different library director and staff for each such library; there is a  
1465 separate library facility; and there is a separate town appropriation to  
1466 each such library.

1467 Sec. 59. Subsection (c) of section 16-243y of the general statutes is  
1468 repealed and the following is substituted in lieu thereof (*Effective July*  
1469 *1, 2013*):

1470 (c) The department shall award grants or loans under the microgrid  
1471 grant and loan pilot program to any number of recipients. [, provided  
1472 the total amount of grants and loans awarded under the program shall  
1473 not exceed fifteen million dollars.] To the extent possible, the amount  
1474 of loans and grants awarded under the program shall be evenly  
1475 distributed between small, medium and large municipalities. Such  
1476 grants and loans shall only be used to provide assistance to recipients  
1477 for the cost of design, engineering services and interconnection  
1478 infrastructure for any such microgrid. The department may establish

1479 any financing mechanism to provide or leverage additional funding to  
1480 support the development of distributed energy generation and  
1481 microgrids that is not limited to the cost of interconnection  
1482 infrastructure.

1483 Sec. 60. Section 22-26hh of the general statutes is repealed and the  
1484 following is substituted in lieu thereof (*Effective July 1, 2013*):

1485 The State Bond Commission shall have power, from time to time, to  
1486 authorize the issuance of bonds of the state in one or more series and  
1487 in principal amounts not exceeding in the aggregate [one hundred fifty  
1488 million two hundred fifty thousand] one hundred seventy million two  
1489 hundred fifty thousand dollars, the proceeds of which shall be used for  
1490 the purposes of section 22-26cc, provided not more than ten million  
1491 dollars of said authorization shall be effective July 1, [2012] 2014, and  
1492 further provided not more than two million dollars shall be used for  
1493 the purposes of section 22-26jj. All provisions of section 3-20, as  
1494 amended by this act, or the exercise of any right or power granted  
1495 thereby which are not inconsistent with the provisions of this section  
1496 are hereby adopted and shall apply to all bonds authorized by the  
1497 State Bond Commission pursuant to this section, and temporary notes  
1498 in anticipation of the money to be derived from the sale of any such  
1499 bonds so authorized may be issued in accordance with said section 3-  
1500 20 and from time to time renewed. Such bonds shall mature at such  
1501 time or times not exceeding twenty years from their respective dates as  
1502 may be provided in or pursuant to the resolution or resolutions of the  
1503 State Bond Commission authorizing such bonds. None of said bonds  
1504 shall be authorized except upon a finding by the State Bond  
1505 Commission that there has been filed with it a request for such  
1506 authorization, which is signed by or on behalf of the Secretary of the  
1507 Office of Policy and Management and states such terms and conditions  
1508 as said commission, in its discretion, may require. Said bonds issued  
1509 pursuant to this section shall be general obligations of the state and the  
1510 full faith and credit of the state of Connecticut are pledged for the  
1511 payment of the principal of and interest on said bonds as the same  
1512 become due, and accordingly and as part of the contract of the state

1513 with the holders of said bonds, appropriation of all amounts necessary  
1514 for punctual payment of such principal and interest is hereby made,  
1515 and the Treasurer shall pay such principal and interest as the same  
1516 become due.

1517 Sec. 61. Subsection (a) of section 22a-483 of the general statutes is  
1518 repealed and the following is substituted in lieu thereof (*Effective July*  
1519 *1, 2013*):

1520 (a) For the purposes of sections 22a-475 to 22a-483, inclusive, as  
1521 amended by this act, the State Bond Commission shall have the power,  
1522 from time to time to authorize the issuance of bonds of the state in one  
1523 or more series and in principal amounts, not exceeding in the  
1524 aggregate [one billion two hundred twenty-seven million six hundred  
1525 twenty-five thousand nine hundred seventy-six dollars, provided  
1526 ninety-four million] one billion five hundred twelve million six  
1527 hundred twenty-five thousand nine hundred seventy-six dollars,  
1528 provided two hundred eighteen million dollars of said authorization  
1529 shall be effective July 1, [2012] 2014.

1530 Sec. 62. Subsection (d) of section 22a-483 of the general statutes is  
1531 repealed and the following is substituted in lieu thereof (*Effective July*  
1532 *1, 2013*):

1533 (d) Notwithstanding the foregoing, nothing herein shall preclude  
1534 the State Bond Commission from authorizing the issuance of revenue  
1535 bonds, in principal amounts not exceeding in the aggregate [two  
1536 billion four hundred twenty-five million one hundred eighty thousand  
1537 dollars, provided two hundred thirty-eight million three hundred sixty  
1538 thousand] three billion one hundred thirty-seven million five hundred  
1539 eighty thousand dollars, provided three hundred thirty-one million  
1540 nine hundred seventy thousand dollars of said authorization shall be  
1541 effective July 1, [2012] 2014, that are not general obligations of the state  
1542 of Connecticut to which the full faith and credit of the state of  
1543 Connecticut are pledged for the payment of the principal and interest.  
1544 Such revenue bonds shall mature at such time or times not exceeding  
1545 thirty years from their respective dates as may be provided in or

1546 pursuant to the resolution or resolutions of the State Bond Commission  
1547 authorizing such revenue bonds. The revenue bonds, revenue state  
1548 bond anticipation notes and revenue state grant anticipation notes  
1549 authorized to be issued under sections 22a-475 to 22a-483, inclusive,  
1550 shall be special obligations of the state and shall not be payable from  
1551 nor charged upon any funds other than the revenues or other receipts,  
1552 funds or moneys pledged therefor as provided in said sections 22a-475  
1553 to 22a-483, inclusive, including the repayment of municipal loan  
1554 obligations; nor shall the state or any political subdivision thereof be  
1555 subject to any liability thereon except to the extent of such pledged  
1556 revenues or the receipts, funds or moneys pledged therefor as  
1557 provided in said sections 22a-475 to 22a-483, inclusive. The issuance of  
1558 revenue bonds, revenue state bond anticipation notes and revenue  
1559 state grant anticipation notes under the provisions of said sections  
1560 22a-475 to 22a-483, inclusive, shall not directly or indirectly or  
1561 contingently obligate the state or any political subdivision thereof to  
1562 levy or to pledge any form of taxation whatever therefor or to make  
1563 any appropriation for their payment. The revenue bonds, revenue state  
1564 bond anticipation notes and revenue state grant anticipation notes  
1565 shall not constitute a charge, lien or encumbrance, legal or equitable,  
1566 upon any property of the state or of any political subdivision thereof,  
1567 except the property mortgaged or otherwise encumbered under the  
1568 provisions and for the purposes of said sections 22a-475 to 22a-483,  
1569 inclusive. The substance of such limitation shall be plainly stated on  
1570 the face of each revenue bond, revenue state bond anticipation note  
1571 and revenue state grant anticipation note issued pursuant to said  
1572 sections 22a-475 to 22a-483, inclusive, shall not be subject to any  
1573 statutory limitation on the indebtedness of the state and such revenue  
1574 bonds, revenue state bond anticipation notes and revenue state grant  
1575 anticipation notes, when issued, shall not be included in computing  
1576 the aggregate indebtedness of the state in respect to and to the extent  
1577 of any such limitation. As part of the contract of the state with the  
1578 owners of such revenue bonds, revenue state bond anticipation notes  
1579 and revenue state grant anticipation notes, all amounts necessary for  
1580 the punctual payment of the debt service requirements with respect to

1581 such revenue bonds, revenue state bond anticipation notes and  
1582 revenue state grant anticipation notes shall be deemed appropriated,  
1583 but only from the sources pledged pursuant to said sections 22a-475 to  
1584 22a-483, inclusive. The proceeds of such revenue bonds or notes may  
1585 be deposited in the Clean Water Fund for use in accordance with the  
1586 permitted uses of such fund. Any expense incurred in connection with  
1587 the carrying out of the provisions of this section, including the costs of  
1588 issuance of revenue bonds, revenue state bond anticipation notes and  
1589 revenue state grant anticipation notes may be paid from the accrued  
1590 interest and premiums or from any other proceeds of the sale of such  
1591 revenue bonds, revenue state bond anticipation notes or revenue state  
1592 grant anticipation notes and in the same manner as other obligations of  
1593 the state. All provisions of subsections (g), (k), (l), (s) and (u) of section  
1594 3-20 or the exercise of any right or power granted thereby which are  
1595 not inconsistent with the provisions of said sections 22a-475 to 22a-483,  
1596 inclusive, are hereby adopted and shall apply to all revenue bonds,  
1597 state revenue bond anticipation notes and state revenue grant  
1598 anticipation notes authorized by the State Bond Commission pursuant  
1599 to said sections 22a-475 to 22a-483, inclusive. For the purposes of  
1600 subsection (o) of section 3-20, "bond act" shall be construed to include  
1601 said sections 22a-475 to 22a-483, inclusive.

1602 Sec. 63. Subsection (a) of section 32-235 of the general statutes is  
1603 repealed and the following is substituted in lieu thereof (*Effective July*  
1604 *1, 2013*):

1605 (a) For the purposes described in subsection (b) of this section, the  
1606 State Bond Commission shall have the power, from time to time to  
1607 authorize the issuance of bonds of the state in one or more series and  
1608 in principal amounts not exceeding in the aggregate [one billion fifteen  
1609 million three hundred thousand] one billion one hundred fifteen  
1610 million three hundred thousand dollars, provided one hundred forty  
1611 million dollars of said authorization shall be effective July 1, 2011, and  
1612 twenty million dollars of said authorization shall be made available for  
1613 small business development. Two hundred eighty million dollars of  
1614 said authorization shall be effective July 1, 2012, and forty million

1615 dollars of said authorization shall be made available for small business  
1616 development and not more than twenty million dollars of said  
1617 authorization may be made available for businesses that commit to  
1618 relocating one hundred or more jobs that are outside of the United  
1619 States to the state. Any amount of said authorizations that are made  
1620 available for small business development or businesses that commit to  
1621 relocating one hundred or more jobs that are outside of the United  
1622 States to the state but are not exhausted for such purpose by the first  
1623 day of the fiscal year subsequent to the fiscal year in which such  
1624 amount was made available shall be used for the purposes described  
1625 in subsection (b) of this section. For purposes of this subsection, a  
1626 "small business" is one employing not more than one hundred  
1627 employees.

1628       Sec. 64. (NEW) (*Effective from passage*) (a) The Treasurer is authorized  
1629 to issue bonds, notes or other obligations of the state from time to time  
1630 in one or more series in an aggregate principal amount sufficient to  
1631 generate net proceeds of not more than seven hundred fifty million  
1632 dollars, and to apply the net proceeds of such issuance to the reduction  
1633 of the accumulated deficit of the state in the General Fund reported in  
1634 the audited financial statements of the state for the fiscal year ending  
1635 June 30, 2013, as determined using generally accepted accounting  
1636 principles prescribed by the Governmental Accounting Standards  
1637 Board. The Treasurer is authorized to issue bonds, notes or other  
1638 obligations in an amount sufficient to refund such bonds, notes or  
1639 other obligations previously issued pursuant to this section. In  
1640 addition to the bonds, notes or other obligations authorized by this  
1641 section to eliminate a portion of such deficit, the Treasurer is  
1642 authorized to issue bonds, notes or other obligations in such additional  
1643 amounts as the Treasurer shall determine to pay the costs of issuance  
1644 of such bonds, notes or other obligations issued pursuant to this  
1645 section, and up to two years of interest payable or accrued on such  
1646 bonds, notes or other obligations.

1647       (b) All such bonds, notes or other obligations shall be general  
1648 obligations of the state and the full faith and credit of the state of

1649 Connecticut are pledged for the payment of the principal of and  
1650 interest on such bonds, notes or other obligations as the same shall  
1651 become due, and accordingly and as part of the contract of the state  
1652 with the holders of such bonds, notes or other obligations,  
1653 appropriation of all amounts necessary for punctual payment of such  
1654 principal and interest is hereby made, and the Treasurer shall pay such  
1655 principal and interest as the same become due. All such bonds, notes  
1656 or other obligations shall be sold at not less than par and accrued  
1657 interest in such manner and on such terms as the Treasurer may  
1658 determine is in the best interest of the state, and shall be signed in the  
1659 name of the state and on its behalf by the Treasurer. All such bonds,  
1660 notes or other obligations shall mature at such time or times not later  
1661 than June 30, 2028, in such principal amounts and at such times, bear  
1662 such date or dates, be payable at such place or places, bear interest at  
1663 such rate or different or varying rates, payable at such time or times, be  
1664 in such denominations, be in such form with or without interest  
1665 coupons attached, carry such registration and transfer privileges, be  
1666 payable in such medium of payment, be subject to such terms of  
1667 redemption with or without premium and have such additional  
1668 security, covenant or contract provisions, as appropriate or necessary  
1669 to improve their marketability, as the Treasurer shall determine prior  
1670 to their issuance. In connection with such bonds, notes or other  
1671 obligations, the Treasurer may enter into such paying agent  
1672 agreements, indentures of trust, escrow agreements or other  
1673 agreements, with such parties and with such provisions as the  
1674 Treasurer determines are appropriate or necessary.

1675 (c) The Treasurer may obtain from a commercial bank or insurance  
1676 company authorized to do business within or without this state a letter  
1677 of credit, line of credit or other liquidity facility or credit facility for the  
1678 purpose of providing funds for the payments in respect of bonds,  
1679 notes or other obligations required by the holder thereof to be  
1680 redeemed or repurchased prior to maturity or for providing additional  
1681 security for such bonds, notes or other obligations. In connection with  
1682 any such liquidity facility or credit facility, the Treasurer may enter  
1683 into any reimbursement agreements, remarketing agreements, standby

1684 purchase agreements or any other necessary or appropriate  
1685 agreements on behalf of the state in connection with securing, insuring  
1686 or remarketing such bonds, notes or other obligations, on such terms  
1687 and conditions as the Treasurer determines to be in the best interest of  
1688 the state. The Treasurer is authorized to pledge the full faith and credit  
1689 of the state to the state's payment obligations under any such  
1690 agreement and the Treasurer is authorized to include such pledge in  
1691 any such agreement as part of the contract with the provider of such  
1692 liquidity facility or credit facility. The Treasurer shall apply any  
1693 appropriation for the payment of such bonds, notes or other  
1694 obligations to such reimbursement repayment if such liquidity facility  
1695 or credit facility is drawn upon. As part of the contract of the state with  
1696 the other parties to any agreement entered into pursuant to this  
1697 subsection for which the full faith and credit of the state is pledged to  
1698 the state's payment obligations under such agreement, appropriation  
1699 of all amounts necessary for the punctual payment of the obligations of  
1700 the state under any such agreement is hereby made and the Treasurer  
1701 shall pay such amounts as the same become due.

1702 (d) In connection with or incidental to the carrying of such bonds,  
1703 notes or other obligations, or in connection with or incidental to the  
1704 sale and issuance of such bonds, notes or other obligations, the  
1705 Treasurer may enter into such contracts as the Treasurer may  
1706 determine to be necessary or appropriate to place the obligation of the  
1707 state, as represented by the bonds, notes or other obligations, in whole  
1708 or in part, on such interest rate or cash flow basis as the Treasurer may  
1709 determine, including without limitation, interest rate swap  
1710 agreements, insurance agreements, forward payment conversion  
1711 agreements, futures contracts, contracts providing for payments based  
1712 on levels of, or changes in, interest rates or market indices, contracts to  
1713 manage interest rate risk, including without limitation, interest rate  
1714 floors or caps, options, puts, calls and similar arrangements. Such  
1715 contracts shall contain such payment, security, default, remedy and  
1716 other terms and conditions as the Treasurer may deem appropriate  
1717 and shall be entered into with such party or parties as the Treasurer  
1718 may select, after giving due consideration, where applicable, for the

1719 creditworthiness of the counter party or counter parties, including any  
1720 rating by a nationally recognized rating agency, the impact on any  
1721 rating on outstanding bonds, notes or other obligations or any other  
1722 criteria as the Treasurer may deem appropriate, provided the  
1723 unsecured long-term obligations of the counter party or counter  
1724 parties are rated the same or higher than the underlying rating of the  
1725 state on the applicable bonds, notes or other obligations by at least one  
1726 nationally recognized rating agency. The Treasurer is authorized to  
1727 pledge the full faith and credit of the state to the state's payment  
1728 obligations under any contract entered into pursuant to this  
1729 subsection. As part of the contract of the state with the other parties to  
1730 any agreement entered into pursuant to this subsection for which the  
1731 full faith and credit of the state is pledged to the state's payment  
1732 obligations under such agreement, appropriation of all amounts  
1733 necessary for the punctual payment of the obligations of the state  
1734 under any such agreement is hereby made and the Treasurer shall pay  
1735 such amounts as the same become due.

1736 (e) The Superior Court shall have jurisdiction to enter judgment  
1737 against the state founded (1) upon any express contract between the  
1738 state and the purchasers and subsequent owners and transferees of any  
1739 bonds, notes or other obligations issued or contracted to be issued by  
1740 the state pursuant to this section, and (2) upon any agreement entered  
1741 into pursuant to subsection (c) or (d) of this section. Any action  
1742 brought under this subsection shall be brought in the superior court  
1743 for the judicial district of Hartford. The jurisdiction conferred upon the  
1744 Superior Court by this subsection includes any set-off, claim or  
1745 demand on the part of the state against any plaintiff commencing an  
1746 action under this subsection. Such action shall be tried to the court  
1747 without a jury. All legal defenses, except governmental immunity,  
1748 shall be reserved to the state. Any action brought under this subsection  
1749 shall be privileged in respect to assignment for trial upon motion of  
1750 either party.

1751 (f) Any expense incurred in connection with the issuance or renewal  
1752 of the bonds, notes or other obligations issued pursuant to this section

1753 shall be paid from the accrued interest and premiums on such bonds,  
1754 notes or other obligations, from the proceeds of the sale of such bonds,  
1755 notes or other obligations or otherwise from the General Fund. The  
1756 Treasurer is authorized to issue such bonds, notes or other obligations  
1757 in such form and manner that the interest on such bonds, notes or  
1758 other obligations may be includable or excludable under the Internal  
1759 Revenue Code of 1986, or any subsequent corresponding internal  
1760 revenue code of the United States, as from time to time amended, in  
1761 the gross income of the holders or owners of such bonds, notes or  
1762 other obligations. The Treasurer may make representations and  
1763 agreements for the benefit of the holders or owners of any such bonds,  
1764 notes or other obligations which are necessary or appropriate to ensure  
1765 the inclusion or exclusion of interest on such bonds, notes or other  
1766 obligations of the state from taxation under the Internal Revenue Code  
1767 of 1986, or any subsequent corresponding internal revenue code of the  
1768 United States, as from time to time amended, including agreements to  
1769 pay rebates to the federal government of investment earnings derived  
1770 from the investment of the proceeds of bonds, notes or other  
1771 obligations. The Treasurer may make representations and agreements  
1772 for the benefit of the holders or owners of such bonds, notes or other  
1773 obligations on behalf of the state to provide secondary market  
1774 disclosure information. Any such agreement may include: (1)  
1775 Covenants to provide secondary market disclosure information, (2)  
1776 arrangements for such information to be provided with the assistance  
1777 of a paying agent, trustee or other agent, and (3) remedies for breach of  
1778 such agreement, which remedies may be limited to specific  
1779 performance. The state shall protect and save harmless any official or  
1780 former official of the state from financial loss and expense, including  
1781 legal fees and costs, if any, arising out of any claim, demand, suit or  
1782 judgment by reason of alleged negligence on the part of such official,  
1783 while acting in the discharge of his or her official duties, in providing  
1784 secondary market disclosure information or performing any other  
1785 duties set forth in any agreement to provide secondary market  
1786 disclosure information. Nothing in this section shall be construed to  
1787 preclude the defense of governmental immunity to any such claim,

1788 demand or suit. For purposes of this subsection "official" means any  
1789 person elected or appointed to office or any state employee. This  
1790 indemnity provision shall not apply to cases of wilful and wanton  
1791 fraud.

1792 (g) All such bonds, notes or other obligations, their transfer and the  
1793 income therefrom, including any profit on the sale or transfer thereof,  
1794 shall at all times be exempt from all taxation by the state or under its  
1795 authority, except for estate or succession taxes, but the interest on such  
1796 bonds, notes or other obligations shall be included in the computation  
1797 of any excise or franchise tax. Such bonds, notes or other obligations  
1798 are hereby made and declared to be (1) legal investments for savings  
1799 banks and trustees unless otherwise provided in the instrument  
1800 creating the trust, (2) securities in which all public officers and bodies,  
1801 all insurance companies and associations and persons carrying on an  
1802 insurance business, all banks, bankers, trust companies, savings banks  
1803 and savings associations, including savings and loan associations,  
1804 building and loan associations, investment companies and persons  
1805 carrying on a banking or investment business, all administrators,  
1806 guardians, executors, trustees and other fiduciaries and all persons  
1807 who are or may be authorized to invest in bonds, notes or other  
1808 obligations of the state, may properly and legally invest funds,  
1809 including capital in their control or belonging to them, and (3)  
1810 securities that may be deposited with and shall be received by all  
1811 public officers and bodies for any purpose for which the deposit of  
1812 bonds, notes or other obligations of the state is or may be authorized.

1813 Sec. 65. (NEW) (*Effective from passage*) (a) From the fiscal year ending  
1814 June 30, 2016, to the fiscal year ending June 30, 2028, inclusive, there  
1815 shall be deemed appropriated from the General Fund of the state in  
1816 each fiscal year an amount, to be distributed over said fiscal years,  
1817 equal to the difference between the accumulated deficit of the state in  
1818 the General Fund, as determined using generally accepted accounting  
1819 principles prescribed by the Governmental Accounting Standards  
1820 Board as of June 30, 2013, as estimated by the Secretary of the Office of  
1821 Policy and Management, and the amounts authorized in section 64 of

1822 this act. Such appropriation shall be deemed appropriated in the fiscal  
1823 year ending June 30, 2016, and each fiscal year thereafter that any  
1824 bonds, notes or other obligations issued pursuant to section 64 of this  
1825 act are outstanding for the purpose of eliminating the accumulated  
1826 General Fund deficit determined in accordance with generally  
1827 accepted accounting principles as prescribed by the Governmental  
1828 Accounting Standards Board. If the annual financial report for any  
1829 fiscal year, delivered by the Comptroller to the Governor in accordance  
1830 with section 3-115 of the general statutes, and presented in accordance  
1831 with generally accepted accounting principles as prescribed by the  
1832 Governmental Accounting Standards Board, states that there is no  
1833 accumulated deficit of the General Fund for such fiscal year, then no  
1834 amounts shall be deemed appropriated pursuant to this section in each  
1835 of the fiscal years succeeding the year for which such financial  
1836 statements were delivered. The state of Connecticut does hereby  
1837 pledge to and agree with the holders of any bonds, notes and other  
1838 obligations issued pursuant to section 64 of this act, that no public or  
1839 special act of the General Assembly shall diminish any appropriation  
1840 hereunder until such bonds, notes or other obligations, together with  
1841 the interest thereon, are fully met and discharged, provided nothing  
1842 herein contained shall preclude such diminishment if and when  
1843 adequate provision shall be made by law for the protection of the  
1844 holders of such bonds, or if and when the Governor declares an  
1845 emergency or the existence of extraordinary circumstances, in which  
1846 the provisions of section 4-85 of the general statutes are invoked, and  
1847 at least three-fifths of the members of each chamber of the General  
1848 Assembly vote to diminish such required appropriation during the  
1849 fiscal year for which the emergency or existence of extraordinary  
1850 circumstances are determined, or in such other circumstances as may  
1851 be permitted by the terms of the bonds, notes or other obligations  
1852 issued pursuant to section 64 of this act.

1853 (b) The State of Connecticut does hereby pledge to and agree with  
1854 the holders of any bonds, notes and other obligations issued pursuant  
1855 to section 64 of this act, that the state shall not treat the proceeds of any  
1856 such bonds, notes or other obligations as constituting revenue of the

1857 General Fund, nor shall such proceeds be available for any current or  
1858 future budget appropriation.

1859 (c) The State Treasurer is authorized to include these pledges and  
1860 undertakings for the state in such bonds, notes or other obligations.

1861 Sec. 66. Subsection (a) of section 3-20g of the general statutes is  
1862 repealed and the following is substituted in lieu thereof (*Effective from*  
1863 *passage*):

1864 (a) For the purpose of funding the deficit in the General Fund  
1865 arising from the operations of the General Fund for the fiscal year  
1866 ending June 30, 2009, as reported by the Comptroller to the Governor  
1867 in accordance with section 3-115, the Treasurer is authorized to issue  
1868 notes of the state from time to time in an amount not to exceed the  
1869 amount of such deficit, and to deposit the proceeds thereof in the  
1870 General Fund. The Comptroller is hereby authorized and directed to  
1871 certify to the Treasurer the estimated amount of such deficit and the  
1872 amount so certified shall be conclusive evidence for the purpose of  
1873 determining at the time of issuance the amount of notes which the  
1874 Treasurer is authorized to issue pursuant to this section to fund the  
1875 deficit. The Comptroller shall make such certification promptly upon  
1876 passage of this section, and may base such certification on the most  
1877 recent of the Comptroller's monthly reports on the fiscal condition of  
1878 the state. When the actual amount of the accumulated deficit in the  
1879 General Fund as of June 30, 2009, is known, the Comptroller is hereby  
1880 authorized and directed to certify to the Treasurer such amount. In the  
1881 event that the actual amount of the General Fund deficit is more than  
1882 the amount initially estimated by the Comptroller, the Treasurer is  
1883 authorized to issue additional notes of the state therefor and to deposit  
1884 the proceeds thereof in the General Fund. The Treasurer is authorized  
1885 to issue notes in an amount sufficient to refund any notes previously  
1886 issued pursuant to this section. Notwithstanding the provisions of  
1887 subparagraph (B) of subsection (i) of section 3-20, no such refunding  
1888 shall require a certification of the Treasurer that the state reasonably  
1889 expects as of the date of the certification to achieve, as a result of the

1890 sale of such refunding notes and the investment and application of the  
1891 proceeds of such sale, net debt service savings. In addition to the notes  
1892 authorized by this section to fund the deficit, including any refunding  
1893 notes, the Treasurer is authorized to issue notes in such additional  
1894 amounts as the Treasurer shall determine to pay the costs of issuance  
1895 of any notes issued pursuant to this section and interest payable or  
1896 accrued on such notes through June 30, 2011.

1897 Sec. 67. Subsection (c) of section 3-20g of the general statutes is  
1898 repealed and the following is substituted in lieu thereof (*Effective from*  
1899 *passage*):

1900 (c) All such notes shall be general obligations of the state and the  
1901 full faith and credit of the state of Connecticut are pledged for the  
1902 payment of the principal of and interest on such notes as the same  
1903 shall become due, and accordingly and as part of the contract of the  
1904 state with the holders of such notes, appropriation of all amounts  
1905 necessary for punctual payment of such principal and interest is  
1906 hereby made, and the Treasurer shall pay such principal and interest  
1907 as the same become due. All such notes shall be sold at not less than  
1908 par and accrued interest in such manner and on such terms as the  
1909 Treasurer may determine is in the best interest of the state, and shall be  
1910 signed in the name of the state and on its behalf by the Treasurer. All  
1911 such notes shall mature before July 1, [2016] 2018, in such principal  
1912 amounts and at such times, bear such date or dates, be payable at such  
1913 place or places, bear interest at such rate or different or varying rates,  
1914 payable at such time or times, be in such denominations, be in such  
1915 form with or without interest coupons attached, carry such registration  
1916 and transfer privileges, be payable in such medium of payment, be  
1917 subject to such terms of redemption with or without premium and  
1918 have such additional security, covenant or contract provisions, as  
1919 appropriate or necessary to improve their marketability, as the  
1920 Treasurer shall determine prior to their issuance. In connection with  
1921 such notes, the Treasurer may enter into such paying agent  
1922 agreements, indentures of trust, escrow agreements or other  
1923 agreements, with such parties and with such provisions as the

1924 Treasurer determines are appropriate or necessary.

1925 Sec. 68. Section 3-115b of the general statutes is repealed and the  
1926 following is substituted in lieu thereof (*Effective July 1, 2013*):

1927 (a) Commencing with the fiscal year ending June 30, 2014, the  
1928 Comptroller, in the Comptroller's sole discretion, may initiate a  
1929 process intended to result in the implementation of the use of  
1930 generally accepted accounting principles, as prescribed by the  
1931 Governmental Accounting Standards Board, with respect to the  
1932 preparation and maintenance of the annual financial statements of the  
1933 state pursuant to section 3-115.

1934 (b) Commencing with the fiscal year ending June 30, 2014, the  
1935 Secretary of the Office of Policy and Management shall initiate a  
1936 process intended to result in the implementation of generally accepted  
1937 accounting principles, as prescribed by the Governmental Accounting  
1938 Standards Board, with respect to the preparation of the biennial  
1939 budget of the state.

1940 (c) The Comptroller shall establish an opening combined balance  
1941 sheet for all appropriated funds as of July 1, [2013] 2015, on the basis of  
1942 generally accepted accounting principles. The accrued and unpaid  
1943 expenses and liabilities and other adjustments for the purposes of  
1944 generally accepted accounting principles, as of June 30, [2013] 2015,  
1945 shall be aggregated and set up as a deferred charge on the combined  
1946 balance sheet. Such deferred charge shall be amortized in equal  
1947 increments in each fiscal year of each biennial budget, commencing  
1948 with the fiscal year ending June 30, [2014] 2016, and for the succeeding  
1949 [fourteen] twelve fiscal years.

1950 Sec. 69. Subsection (c) of section 2 of special act 02-1 of the May 9  
1951 special session, as amended by section 76 of public act 11-57, is  
1952 amended to read as follows (*Effective from passage*):

1953 For the Department of [Construction] Administrative Services:  
1954 Various security improvements, not exceeding \$3,000,000.

1955 Sec. 70. Section 8 of special act 05-1 of the June special session is  
1956 amended to read as follows (*Effective July 1, 2013*):

1957 The State Bond Commission shall have power, in accordance with  
1958 the provisions of sections 8 to 11, inclusive, of [this act] special act 05-1  
1959 of the June special session, from time to time to authorize the issuance  
1960 of bonds of the state in one or more series and in principal amounts in  
1961 the aggregate, not exceeding [~~\$21,000,000~~] \$20,400,000.

1962 Sec. 71. Section 9 of special act 05-1 of the June special session, as  
1963 amended by section 346 of public act 10-44 and section 85 of public act  
1964 11-57, is amended to read as follows (*Effective from passage*):

1965 The proceeds of the sale of said bonds shall be used by the  
1966 Department of [Economic and Community Development] Housing for  
1967 the purposes hereinafter stated: Housing development and  
1968 rehabilitation, including moderate cost housing, moderate rental,  
1969 congregate and elderly housing, urban homesteading, community  
1970 housing development corporations, housing purchase and  
1971 rehabilitation, housing for the homeless, housing for low income  
1972 persons, limited equity cooperatives and mutual housing projects,  
1973 abatement of hazardous material including asbestos and lead-based  
1974 paint in residential structures, emergency repair assistance for senior  
1975 citizens, housing land bank and land trust, housing and community  
1976 development, predevelopment grants and loans, reimbursement for  
1977 state and federal surplus property, private rental investment mortgage  
1978 and equity program, housing infrastructure, demolition, renovation or  
1979 redevelopment of vacant buildings or related infrastructure, septic  
1980 system repair loan program, acquisition and related rehabilitation  
1981 including loan guarantees for private developers of rental housing for  
1982 the elderly, projects under the program established in section 21 of  
1983 public act 01-7 of the June special session, and participation in federal  
1984 programs, including administrative expenses associated with those  
1985 programs eligible under the general statutes, not exceeding  
1986 [~~\$21,000,000~~] \$20,400,000, provided: (1) \$12,000,000 may be made  
1987 available to finance renovations, with priority given to health and

1988 safety, modernization and restructuring of state moderate rental family  
1989 and elderly housing developments and comparable projects, provided  
1990 (A) \$8,000,000 of said \$12,000,000 may be used for said purposes in the  
1991 five municipalities with the highest number of state moderate rental  
1992 housing units on the Connecticut Housing Finance Authority's State  
1993 Housing Portfolio as of January 1, 2005, (B) the planning requirements  
1994 of sections 35 and 36 of public act 03-6 of the June special session have  
1995 been met, (C) \$2,000,000 may be used for said purposes in other  
1996 municipalities, and (D) \$2,000,000 may be used for said purposes at  
1997 state-owned elderly housing units located in any municipality; (2)  
1998 \$800,000 shall be made available for renovations to a facility for the  
1999 Friendship Service Center and Homeless Shelter in New Britain; and  
2000 (3) \$15,000,000 may be made available for the Pinnacle Heights  
2001 Extension and Corbin Heights housing development projects in New  
2002 Britain.

2003 Sec. 72. Subdivision (25) of subsection (d) of section 32 of special act  
2004 05-1 of the June special session is amended to read as follows (*Effective*  
2005 *July 1, 2013*):

2006 (25) Grant-in-aid to the town of Wallingford, for renovations to [the  
2007 baseball field at Sheehan High School] athletic fields at the town's  
2008 public schools, not exceeding \$525,000;

2009 Sec. 73. Subsection (g) of section 2 of public act 07-7 of the June  
2010 special session, as amended by sections 218 and 219 of public act 10-44  
2011 and section 79 of public act 11-57, is amended to read as follows  
2012 (*Effective from passage*):

2013 For the Department of [Construction] Administrative Services:

2014 (1) Infrastructure repairs and improvements, including fire, safety  
2015 and compliance with the Americans with Disabilities Act,  
2016 improvements to state-owned buildings and grounds, energy  
2017 conservation and off-site improvements, and preservation of  
2018 unoccupied buildings and grounds, including office development,  
2019 acquisition, renovations for additional parking and security

2020 improvements, not exceeding \$8,000,000;

2021 (2) Capital construction, improvements, repairs, renovations and  
2022 land acquisition at fire training schools, not exceeding \$8,000,000;

2023 (3) Removal or encapsulation of asbestos in state-owned buildings,  
2024 not exceeding \$5,000,000. [;]

2025 Sec. 74. Subsection (e) of section 21 of public act 07-7 of the June  
2026 special session, as amended by section 316 of public act 10-44, section  
2027 81 of public act 11-57 and section 22 of public act 12-189, is amended to  
2028 read as follows (*Effective from passage*):

2029 For the Department of [Construction] Administrative Services:

2030 (1) Removal or encapsulation of asbestos in state-owned buildings,  
2031 not exceeding \$5,000,000;

2032 (2) Infrastructure repairs and improvements, including fire, safety  
2033 and compliance with the Americans with Disabilities Act  
2034 improvements, improvements to state-owned buildings and grounds,  
2035 including energy conservation and off-site improvements, and  
2036 preservation of unoccupied buildings and grounds, including office  
2037 development, acquisition, renovations for additional parking and  
2038 security improvements, not exceeding \$4,999,820;

2039 (3) Capital construction, improvements, repairs, renovations and  
2040 land acquisition at fire training schools, not exceeding \$8,000,000.

2041 Sec. 75. Section 32 of public act 11-1 of the October special session is  
2042 amended to read as follows (*Effective July 1, 2013*):

2043 (a) For the purposes described in subsection (b) of this section, the  
2044 State Bond Commission shall have the power, from time to time to  
2045 authorize the issuance of bonds of the state in one or more series and  
2046 in principal amounts not exceeding in the aggregate seventeen million  
2047 eight hundred thousand dollars, provided eight million nine hundred  
2048 thousand dollars of said authorization shall be effective July 1, 2012.

2049 (b) The proceeds of the sale of said bonds, to the extent of the  
2050 amount stated in subsection (a) of this section, shall be used by the  
2051 Board of Regents for Higher Education to establish or expand  
2052 manufacturing technology programs in [three] four regional  
2053 community-technical colleges, provided such colleges demonstrate a  
2054 commitment to precision manufacturing and an ability to establish or  
2055 expand such programs through space and faculty.

2056 (c) All provisions of section 3-20 of the general statutes, or the  
2057 exercise of any right or power granted thereby, which are not  
2058 inconsistent with the provisions of this section are hereby adopted and  
2059 shall apply to all bonds authorized by the State Bond Commission  
2060 pursuant to this section, and temporary notes in anticipation of the  
2061 money to be derived from the sale of any such bonds so authorized  
2062 may be issued in accordance with said section 3-20 and from time to  
2063 time renewed. Such bonds shall mature at such time or times not  
2064 exceeding twenty years from their respective dates as may be provided  
2065 in or pursuant to the resolution or resolutions of the State Bond  
2066 Commission authorizing such bonds. None of said bonds shall be  
2067 authorized except upon a finding by the State Bond Commission that  
2068 there has been filed with it a request for such authorization which is  
2069 signed by or on behalf of the Secretary of the Office of Policy and  
2070 Management and states such terms and conditions as said commission,  
2071 in its discretion, may require. Said bonds issued pursuant to this  
2072 section shall be general obligations of the state and the full faith and  
2073 credit of the state of Connecticut are pledged for the payment of the  
2074 principal of and interest on said bonds as the same become due, and  
2075 accordingly and as part of the contract of the state with the holders of  
2076 said bonds, appropriation of all amounts necessary for punctual  
2077 payment of such principal and interest is hereby made, and the State  
2078 Treasurer shall pay such principal and interest as the same become  
2079 due.

2080 Sec. 76. Subsection (f) of section 2 of public act 11-57 is amended to  
2081 read as follows (*Effective from passage*):

2082 For the Department of [Construction] Administrative Services:

2083 (1) Removal or encapsulation of asbestos in state-owned buildings,  
2084 not exceeding \$5,000,000;

2085 (2) Infrastructure repairs and improvements, including fire, safety  
2086 and compliance with the Americans with Disabilities Act  
2087 improvements, improvements to state-owned buildings and grounds,  
2088 including energy conservation and off-site improvements, and  
2089 preservation of unoccupied buildings and grounds, including office  
2090 development, acquisition, renovations for additional parking and  
2091 security improvements, not exceeding \$2,500,000.

2092 Sec. 77. Section 8 of public act 11-57 is amended to read as follows  
2093 (*Effective July 1, 2013*):

2094 The State Bond Commission shall have power, in accordance with  
2095 the provisions of sections 8 to 11, inclusive, of [this act] public act 11-  
2096 57, from time to time to authorize the issuance of bonds of the state in  
2097 one or more series and in principal amounts in the aggregate, not  
2098 exceeding [~~\$55,000,000~~] \$54,505,183.

2099 Sec. 78. Section 9 of public act 11-57 is amended to read as follows  
2100 (*Effective from passage*):

2101 The proceeds of the sale of said bonds shall be used by the  
2102 Department of [Economic and Community Development] Housing for  
2103 the purposes hereinafter stated:

2104 (1) Housing development and rehabilitation, including moderate  
2105 cost housing, moderate rental, congregate and elderly housing, urban  
2106 homesteading, community housing development corporations,  
2107 housing purchase and rehabilitation, housing for the homeless,  
2108 housing for low income persons, limited equity cooperatives and  
2109 mutual housing projects, abatement of hazardous material including  
2110 asbestos and lead-based paint in residential structures, emergency  
2111 repair assistance for senior citizens, housing land bank and land trust,  
2112 housing and community development, predevelopment grants and

2113 loans, reimbursement for state and federal surplus property, private  
2114 rental investment mortgage and equity program, housing  
2115 infrastructure, demolition, renovation or redevelopment of vacant  
2116 buildings or related infrastructure, septic system repair loan program,  
2117 acquisition and related rehabilitation including loan guarantees for  
2118 private developers of rental housing for the elderly, projects under the  
2119 program established in section 8-37pp of the general statutes, and  
2120 participation in federal programs, including administrative expenses  
2121 associated with those programs eligible under the general statutes, not  
2122 exceeding [\$25,000,000] \$24,505,183;

2123 (2) Supportive housing initiatives established in section 17a-485c of  
2124 the general statutes, not exceeding \$30,000,000.

2125 Sec. 79. Section 28 of public act 11-57, as amended by section 30 of  
2126 public act 12-189, is amended to read as follows (*Effective from passage*):

2127 The proceeds of the sale of said bonds shall be used by the  
2128 Department of [Economic and Community Development] Housing for  
2129 the purposes hereinafter stated: Housing development and  
2130 rehabilitation, including moderate cost housing, moderate rental,  
2131 congregate and elderly housing, urban homesteading, community  
2132 housing development corporations, housing purchase and  
2133 rehabilitation, housing for the homeless, housing for low income  
2134 persons, limited equity cooperatives and mutual housing projects,  
2135 abatement of hazardous material including asbestos and lead-based  
2136 paint in residential structures, emergency repair assistance for senior  
2137 citizens, housing land bank and land trust, housing and community  
2138 development, predevelopment grants and loans, reimbursement for  
2139 state and federal surplus property, private rental investment mortgage  
2140 and equity program, housing infrastructure, demolition, renovation or  
2141 redevelopment of vacant buildings or related infrastructure, septic  
2142 system repair loan program, acquisition and related rehabilitation  
2143 including loan guarantees for private developers of rental housing for  
2144 the elderly, projects under the program established in section 8-37pp of  
2145 the general statutes, and participation in federal programs, including

2146 administrative expenses associated with those programs eligible under  
2147 the general statutes, not exceeding \$87,500,000, provided not more  
2148 than \$12,500,000 shall be used for development of congregate housing,  
2149 not more than \$1,000,000 shall be used for grants-in-aid for  
2150 accessibility modifications for persons transitioning from institutions  
2151 to homes under the Money Follows the Person program established  
2152 pursuant to section 17b-369 of the general statutes, not more than  
2153 \$500,000 shall be used to purchase upgrades to the homeless  
2154 management information systems and software to update said  
2155 systems, and not more than \$30,000,000 shall be used for revitalization  
2156 of state low and moderate income housing units on the Connecticut  
2157 Housing Finance Authority's state housing loan portfolio transferred  
2158 in accordance with section 8-37uu of the general statutes.

2159 Sec. 80. Subsection (b) of section 2 of public act 12-189 is amended to  
2160 read as follows (*Effective from passage*):

2161 For the Department of [Construction] Administrative Services:

2162 (1) Removal or encapsulation of asbestos in state-owned buildings,  
2163 not exceeding \$5,000,000;

2164 (2) Capital construction, improvements, repairs, renovations and  
2165 land acquisition at fire training schools, not exceeding \$28,200,000.

2166 Sec. 81. Subdivision (3) of subsection (c) of section 9 of public act 12-  
2167 189 is amended to read as follows (*Effective from passage*):

2168 For the Department of Housing: Grant-in-aid to the Connecticut  
2169 Housing Finance Authority for the purposes of sections 8-265cc to [8-  
2170 265kk] 8-265ii, inclusive, and section 8-265kk of the general statutes,  
2171 not exceeding \$60,000,000.

2172 Sec. 82. Section 27 of special act 01-2 of the June special session, as  
2173 amended by section 102 of special act 02-1 of the May 9 special session  
2174 and section 95 of public act 10-44, is amended to read as follows  
2175 (*Effective July 1, 2013*):

2176 The State Bond Commission shall have power, in accordance with  
2177 the provisions of sections 27 to 34, inclusive, of special act 01-2 of the  
2178 June special session, from time to time to authorize the issuance of  
2179 bonds of the state in one or more series and in principal amounts in the  
2180 aggregate, not exceeding [~~\$64,400,000~~] \$64,358,000.

2181 Sec. 83. Subdivision (1) of subsection (b) of section 28 of special act  
2182 01-2 of the June special session, as amended by section 103 of special  
2183 act 02-1 of the May 9 special session and section 96 of public act 10-44,  
2184 is amended to read as follows (*Effective July 1, 2013*):

2185 Grants-in-aid or loans to municipalities for acquisition of land, for  
2186 public parks, recreational and water quality improvements, water  
2187 mains, and water pollution control facilities, including sewer projects,  
2188 not exceeding [~~\$5,000,000~~] \$4,958,000, provided not more than  
2189 \$5,000,000 of said amount shall be used to abate pollution from  
2190 combined sewer and storm water runoff overflows to the Connecticut  
2191 River;

2192 Sec. 84. Section 12 of special act 05-1 of the June special session, as  
2193 amended by section 169 of public act 07-7 of the June special session  
2194 and section 131 of public act 10-44, is amended to read as follows  
2195 (*Effective July 1, 2013*):

2196 The State Bond Commission shall have power, in accordance with  
2197 the provisions of sections 12 to 19, inclusive, of special act 05-1 of the  
2198 June special session, from time to time to authorize the issuance of  
2199 bonds of the state in one or more series and in principal amounts in the  
2200 aggregate, not exceeding [~~\$96,338,374~~] \$95,829,314.

2201 Sec. 85. Subdivision (2) of subsection (h) of section 13 of special act  
2202 05-1 of the June special session is repealed. (*Effective July 1, 2013*)

2203 Sec. 86. Subdivision (2) of subsection (i) of section 13 of special act  
2204 05-1 of the June special session is amended to read as follows (*Effective*  
2205 *July 1, 2013*):

2206 Grants-in-aid to private nonprofit mental health clinics for children

2207 for fire, safety and environmental improvements, including expansion,  
2208 not exceeding [\$1,000,000] \$990,940, provided \$450,000 shall be made  
2209 available for the purchase or renovation of facilities for the Child  
2210 Guidance Clinic of Central Connecticut in Meriden;

2211 Sec. 87. Section 20 of special act 05-1 of the June special session, as  
2212 amended by section 189 of public act 07-7 of the June special session  
2213 and section 163 of public act 10-44, is amended to read as follows  
2214 (*Effective July 1, 2013*):

2215 The State Bond Commission shall have power, in accordance with  
2216 the provisions of sections 20 to 26, inclusive, of special act 05-1 of the  
2217 June special session, from time to time to authorize the issuance of  
2218 bonds of the state in one or more series and in principal amounts in the  
2219 aggregate, not exceeding [\$170,963,560] \$169,913,560.

2220 Sec. 88. Subsection (h) of section 21 of special act 05-1 of the June  
2221 special session, as amended by section 167 of public act 10-44, is  
2222 repealed. (*Effective July 1, 2013*)

2223 Sec. 89. Section 31 of special act 05-1 of the June special session, as  
2224 amended by section 202 of public act 07-7 of the June special session  
2225 and section 168 of public act 10-44, is amended to read as follows  
2226 (*Effective July 1, 2013*):

2227 The State Bond Commission shall have power, in accordance with  
2228 the provisions of sections 31 to 38, inclusive, of special act 05-1 of the  
2229 June special session, from time to time to authorize the issuance of  
2230 bonds of the state in one or more series and in principal amounts in the  
2231 aggregate, not exceeding [\$152,544,930] \$151,025,737.

2232 Sec. 90. Subdivision (3) of subsection (g) of section 32 of special act  
2233 05-1 of the June special session is repealed. (*Effective July 1, 2013*)

2234 Sec. 91. Subdivision (2) of subsection (h) of section 32 of special act  
2235 05-1 of the June special session is repealed. (*Effective July 1, 2013*)

2236 Sec. 92. Subdivision (3) of subsection (i) of section 32 of special act

2237 05-1 of the June special session, as amended by section 210 of public act  
2238 07-7 of the June special session and section 193 of public act 10-44, is  
2239 amended to read as follows (*Effective July 1, 2013*):

2240 Grants-in-aid to private, nonprofit organizations, including the Boys  
2241 and Girls Clubs of America, YMCAs, YWCAs and community centers  
2242 for construction and renovation of community youth centers for  
2243 neighborhood recreation or education purposes, not exceeding  
2244 [\$4,702,000] \$4,682,807, provided (A) up to \$439,020 may be made  
2245 available to the Windham-Tolland 4-H Camp in Pomfret Center, (B) up  
2246 to \$2,450,000 may be made available to the Cardinal Shehan Center in  
2247 Bridgeport for renovations to a youth center, (C) up to \$878,050 may be  
2248 made available to the Regional YMCA of Western Connecticut in  
2249 Brookfield for capital improvements, including an indoor pool, (D) up  
2250 to \$150,000 may be made available to the Milford/Orange YMCA for a  
2251 new addition and Americans with Disabilities Act compliance projects,  
2252 (E) up to \$1,000,000 may be made available to the Connecticut Alliance  
2253 of Boys and Girls Clubs to develop and construct a new facility in  
2254 Milford, (F) up to \$250,000 may be made available to the Boys and  
2255 Girls Village, Inc. for acquisition or rehabilitation of program facilities  
2256 in Bridgeport, (G) up to \$150,000 may be made available to the  
2257 Ralphola Taylor Community Center YMCA in Bridgeport, (H) up to  
2258 \$1,000,000 may be made available to the Soundview Family YMCA in  
2259 Branford for construction of a swimming pool complex, and (I) up to  
2260 \$1,500,000 may be made available for construction of a new YMCA on  
2261 Albany Avenue in Hartford.

2262 Sec. 93. Section 1 of public act 07-7 of the June special session, as  
2263 amended by section 211 of public act 10-44, section 86 of public act 11-  
2264 57 and section 18 of public act 12-189, is amended to read as follows  
2265 (*Effective July 1, 2013*):

2266 The State Bond Commission shall have power, in accordance with  
2267 the provisions of sections 1 to 7, inclusive, of public act 07-7 of the June  
2268 special session, from time to time to authorize the issuance of bonds of  
2269 the state in one or more series and in principal amounts in the

2270 aggregate, not exceeding [\$332,863,150] \$331,024,264.

2271 Sec. 94. Subsection (m) of section 2 of public act 07-7 of the June  
2272 special session is repealed. (*Effective July 1, 2013*)

2273 Sec. 95. Subdivision (7) of subsection (s) of section 2 of public act 07-  
2274 7 of the June special session is repealed. (*Effective July 1, 2013*)

2275 Sec. 96. Subparagraph (E) of subdivision (1) of subsection (t) of  
2276 section 2 of public act 07-7 of the June special session is amended to  
2277 read as follows (*Effective July 1, 2013*):

2278 Land and property acquisitions, not exceeding [\$100,000] \$94,510.

2279 Sec. 97. Subdivision (5) of subsection (t) of section 2 of public act 07-  
2280 7 of the June special session is amended to read as follows (*Effective*  
2281 *July 1, 2013*):

2282 At Eastern Connecticut State University:

2283 (A) Alterations, renovations and improvements to facilities,  
2284 including energy conservation and code compliance improvements,  
2285 not exceeding [\$1,165,000] \$1,142,604;

2286 (B) Development of a campus police station, not exceeding  
2287 \$3,500,000;

2288 (C) Softball field relocation, not exceeding \$2,700,000;

2289 (D) Development of a new parking garage, not exceeding  
2290 [\$18,296,000] \$17,325,000.

2291 Sec. 98. Section 12 of public act 07-7 of the June special session, as  
2292 amended by section 233 of public act 10-44, section 143 of public act 10-  
2293 179 and section 98 of public act 13-3, is amended to read as follows  
2294 (*Effective July 1, 2013*):

2295 The State Bond Commission shall have power, in accordance with  
2296 the provisions of sections 12 to 19, inclusive, of public act 07-7 of the

2297 June special session, from time to time to authorize the issuance of  
2298 bonds of the state in one or more series and in principal amounts in the  
2299 aggregate, not exceeding [~~\$192,103,868~~] \$189,156,941.

2300 Sec. 99. Subdivision (6) of subsection (b) of section 13 of public act  
2301 07-7 of the June special session is repealed. (*Effective July 1, 2013*)

2302 Sec. 100. Subdivision (1) of subsection (e) of section 13 of public act  
2303 07-7 of the June special session is amended to read as follows (*Effective*  
2304 *July 1, 2013*):

2305 Grants-in-aid for restoration and preservation of historic structures  
2306 and landmarks, not exceeding [~~\$300,000~~] \$200,000;

2307 Sec. 101. Subdivision (3) of subsection (g) of section 13 of public act  
2308 07-7 of the June special session is repealed. (*Effective July 1, 2013*)

2309 Sec. 102. Subdivision (4) of subsection (j) of section 13 of public act  
2310 07-7 of the June special session is amended to read as follows (*Effective*  
2311 *July 1, 2013*):

2312 Grant-in-aid to the Waterford Country School for construction of a  
2313 gymnasium, not exceeding [~~\$1,000,000~~] \$900,000.

2314 Sec. 103. Subdivision (1) of subsection (k) of section 13 of public act  
2315 07-7 of the June special session is amended to read as follows (*Effective*  
2316 *July 1, 2013*):

2317 Grants-in-aid to public libraries that are not located in distressed  
2318 municipalities, as defined in section 32-9p of the general statutes, for  
2319 construction, renovations, expansions, energy conservation and  
2320 handicapped accessibility, not exceeding [~~\$3,500,000~~] \$3,492,098.

2321 Sec. 104. Subdivision (3) of subsection (k) of section 13 of public act  
2322 07-7 of the June special session is repealed. (*Effective July 1, 2013*)

2323 Sec. 105. Subsection (l) of section 13 of public act 07-7 of the June  
2324 special session, as amended by sections 310 and 311 of public act 10-44,  
2325 is amended to read as follows (*Effective July 1, 2013*):

2326 For the Department of Children and Families:

2327 (1) Grant-in-aid to Children's Home of Cromwell for infrastructure  
2328 renewal and renovation projects, not exceeding \$400,000;

2329 (2) Grant-in-aid to Pathways-Senderos Teen Pregnancy Prevention  
2330 Center in New Britain for acquisition of a new facility, not exceeding  
2331 [\$825,000] \$325,000;

2332 (3) Grant-in-aid to the Child Guidance Center of Southern  
2333 Connecticut in Stamford for expansion, not exceeding [\$2,000,000]  
2334 \$1,500,000;

2335 (4) Grant-in-aid to Youth Continuum in New Haven for renovations  
2336 and code improvements, not exceeding \$350,000;

2337 (5) Grant-in-aid to The Grounds, Inc. for planning and development  
2338 of a new facility in West Hartford, not exceeding \$30,000.

2339 Sec. 106. Section 20 of public act 07-7 of the June special session, as  
2340 amended by section 314 of public act 10-44 and section 21 of public act  
2341 12-189, is amended to read as follows (*Effective July 1, 2013*):

2342 The State Bond Commission shall have power, in accordance with  
2343 the provisions of sections 20 to 26, inclusive, of public act 07-7 of the  
2344 June special session, from time to time to authorize the issuance of  
2345 bonds of the state in one or more series and in principal amounts in the  
2346 aggregate, not exceeding [\$236,669,181] \$236,624,591.

2347 Sec. 107. Subsection (j) of section 21 of public act 07-7 of the June  
2348 special session is amended to read as follows (*Effective July 1, 2013*):

2349 For the Department of [Mental Retardation] Developmental  
2350 Services: Fire, safety and environmental improvements to regional  
2351 facilities for client and staff needs, including improvements in  
2352 compliance with current codes, including intermediate care facilities  
2353 and site improvements, handicapped access improvements, utilities,  
2354 repair or replacement of roofs, air conditioning and other interior and

2355 exterior building renovations and additions at all state-owned  
2356 facilities, not exceeding [\$5,000,000] \$4,955,410.

2357 Sec. 108. Section 31 of public act 07-7 of the June special session, as  
2358 amended by section 318 of public act 10-44 and section 144 of public  
2359 act 10-179, is amended to read as follows (*Effective July 1, 2013*):

2360 The State Bond Commission shall have power, in accordance with  
2361 the provisions of sections 31 to 38, inclusive, of public act 07-7 of the  
2362 June special session, from time to time to authorize the issuance of  
2363 bonds of the state in one or more series and in principal amounts in the  
2364 aggregate, not exceeding [\$90,417,075] \$90,117,075.

2365 Sec. 109. Subdivision (1) of subsection (e) of section 32 of public act  
2366 07-7 of the June special session is repealed. (*Effective July 1, 2013*)

2367 Sec. 110. Section 26 of public act 09-2 of the September special  
2368 session is amended to read as follows (*Effective July 1, 2013*):

2369 The State Bond Commission shall have power, in accordance with  
2370 the provisions of sections 26 to 32, inclusive, of [this act] public act 09-2  
2371 of the September special session, from time to time to authorize the  
2372 issuance of bonds of the state in one or more series and in principal  
2373 amounts in the aggregate, not exceeding [\$25,066,316] \$24,510,606.

2374 Sec. 111. Subdivision (3) of subsection (d) of section 27 of public act  
2375 09-2 of the September special session is amended to read as follows  
2376 (*Effective July 1, 2013*):

2377 At Quinebaug Valley Community College: Code improvements to  
2378 the east wing, not exceeding [\$980,367] \$424,657.

2379 Sec. 112. Section 12 of public act 11-57 is amended to read as follows  
2380 (*Effective July 1, 2013*):

2381 The State Bond Commission shall have power, in accordance with  
2382 the provisions of sections 12 to 19, inclusive, of this act, from time to  
2383 time to authorize the issuance of bonds of the state in one or more

2384 series and in principal amounts in the aggregate, not exceeding  
2385 ~~[\$76,250,000]~~ \$76,248,750.

2386 Sec. 113. Subsection (f) of section 13 of public act 11-57 is amended  
2387 to read as follows (*Effective July 1, 2013*):

2388 For the Department of Transportation: Grants-in-aid for  
2389 improvements to ports and marinas, including dredging and  
2390 navigational direction, not exceeding ~~[\$6,000,000]~~ \$5,998,750, provided  
2391 \$1,000,000 shall be used to conduct a study of the strategy for  
2392 economic development in the New Haven, New London and  
2393 Bridgeport ports.

2394 Sec. 114. Sections 4-30b and 4-30c of the general statutes are  
2395 repealed. (*Effective from passage*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2013</i>	New section
Sec. 2	<i>July 1, 2013</i>	New section
Sec. 3	<i>July 1, 2013</i>	New section
Sec. 4	<i>July 1, 2013</i>	New section
Sec. 5	<i>July 1, 2013</i>	New section
Sec. 6	<i>July 1, 2013</i>	New section
Sec. 7	<i>July 1, 2013</i>	New section
Sec. 8	<i>July 1, 2013</i>	New section
Sec. 9	<i>July 1, 2013</i>	New section
Sec. 10	<i>July 1, 2013</i>	New section
Sec. 11	<i>July 1, 2013</i>	New section
Sec. 12	<i>July 1, 2013</i>	New section
Sec. 13	<i>July 1, 2013</i>	New section
Sec. 14	<i>July 1, 2013</i>	New section
Sec. 15	<i>July 1, 2013</i>	New section
Sec. 16	<i>July 1, 2013</i>	New section
Sec. 17	<i>July 1, 2013</i>	New section
Sec. 18	<i>July 1, 2013</i>	New section
Sec. 19	<i>July 1, 2013</i>	New section
Sec. 20	<i>July 1, 2014</i>	New section
Sec. 21	<i>July 1, 2014</i>	New section

Sec. 22	July 1, 2014	New section
Sec. 23	July 1, 2014	New section
Sec. 24	July 1, 2014	New section
Sec. 25	July 1, 2014	New section
Sec. 26	July 1, 2014	New section
Sec. 27	July 1, 2014	New section
Sec. 28	July 1, 2014	New section
Sec. 29	July 1, 2014	New section
Sec. 30	July 1, 2014	New section
Sec. 31	July 1, 2014	New section
Sec. 32	July 1, 2014	New section
Sec. 33	July 1, 2014	New section
Sec. 34	July 1, 2014	New section
Sec. 35	July 1, 2014	New section
Sec. 36	July 1, 2014	New section
Sec. 37	July 1, 2014	New section
Sec. 38	July 1, 2014	New section
Sec. 39	July 1, 2013	New section
Sec. 40	July 1, 2013	New section
Sec. 41	July 1, 2013	New section
Sec. 42	July 1, 2013	New section
Sec. 43	July 1, 2013	New section
Sec. 44	July 1, 2013	New section
Sec. 45	from passage	New section
Sec. 46	July 1, 2013	3-20(c)
Sec. 47	July 1, 2013	4-66c(a) and (b)
Sec. 48	July 1, 2013	4-66g(a)
Sec. 49	July 1, 2013	4a-10(a)
Sec. 50	from passage	7-536(a)
Sec. 51	July 1, 2013	7-536(e)
Sec. 52	July 1, 2013	7-538
Sec. 53	July 1, 2013	8-336n(a)
Sec. 54	July 1, 2013	10-66jj(a)
Sec. 55	July 1, 2013	10-287d
Sec. 56	July 1, 2013	10-292k
Sec. 57	July 1, 2013	11-24c
Sec. 58	July 1, 2013	11-24a(c)
Sec. 59	July 1, 2013	16-243y(c)
Sec. 60	July 1, 2013	22-26hh
Sec. 61	July 1, 2013	22a-483(a)
Sec. 62	July 1, 2013	22a-483(d)

Sec. 63	<i>July 1, 2013</i>	32-235(a)
Sec. 64	<i>from passage</i>	New section
Sec. 65	<i>from passage</i>	New section
Sec. 66	<i>from passage</i>	3-20g(a)
Sec. 67	<i>from passage</i>	3-20g(c)
Sec. 68	<i>July 1, 2013</i>	3-115b
Sec. 69	<i>from passage</i>	SA 02-1 of the May 9 Sp. Sess., Sec. 2(c)
Sec. 70	<i>July 1, 2013</i>	SA 05-1 of the June Sp. Sess. Section 8
Sec. 71	<i>from passage</i>	SA 05-1 of the June Sp. Sess. Section 9
Sec. 72	<i>July 1, 2013</i>	SA 05-1 of the June Sp. Sess., Sec. 32(d)
Sec. 73	<i>from passage</i>	PA 07-7 of the June Sp. Sess., Sec. 2(g)
Sec. 74	<i>from passage</i>	PA 07-7 of the June Sp. Sess., Sec. 21(e)
Sec. 75	<i>July 1, 2013</i>	PA 11-1 of the October Sp. Sess. Section 32
Sec. 76	<i>from passage</i>	PA 11-57, Sec. 2(f)
Sec. 77	<i>July 1, 2013</i>	PA 11-57 Section 8
Sec. 78	<i>from passage</i>	PA 11-57 Section 9
Sec. 79	<i>from passage</i>	PA 11-57 Section 28
Sec. 80	<i>from passage</i>	PA 12-189, Sec. 2(b)
Sec. 81	<i>from passage</i>	PA 12-189, Sec. 9(c)(3)
Sec. 82	<i>July 1, 2013</i>	SA 01-2 of the June Sp. Sess. Section 27
Sec. 83	<i>July 1, 2013</i>	SA 01-2 of the June Sp. Sess., Sec. 28(b)
Sec. 84	<i>July 1, 2013</i>	SA 05-1 of the June Sp. Sess. Section 12
Sec. 85	<i>July 1, 2013</i>	Repealer section
Sec. 86	<i>July 1, 2013</i>	SA 05-1 of the June Sp. Sess., Sec. 13(i)
Sec. 87	<i>July 1, 2013</i>	SA 05-1 of the June Sp. Sess. Section 20
Sec. 88	<i>July 1, 2013</i>	Repealer section
Sec. 89	<i>July 1, 2013</i>	SA 05-1 of the June Sp. Sess. Section 31
Sec. 90	<i>July 1, 2013</i>	Repealer section

Sec. 91	<i>July 1, 2013</i>	Repealer section
Sec. 92	<i>July 1, 2013</i>	SA 05-1 of the June Sp. Sess., Sec. 32(i)
Sec. 93	<i>July 1, 2013</i>	PA 07-7 of the June Sp. Sess. Section 1
Sec. 94	<i>July 1, 2013</i>	Repealer section
Sec. 95	<i>July 1, 2013</i>	Repealer section
Sec. 96	<i>July 1, 2013</i>	PA 07-7 of the June Sp. Sess., Sec. 2(t)
Sec. 97	<i>July 1, 2013</i>	PA 07-7 of the June Sp. Sess., Sec. 2(t)
Sec. 98	<i>July 1, 2013</i>	PA 07-7 of the June Sp. Sess. Section 12
Sec. 99	<i>July 1, 2013</i>	Repealer section
Sec. 100	<i>July 1, 2013</i>	PA 07-7 of the June Sp. Sess., Sec. 13(e)
Sec. 101	<i>July 1, 2013</i>	Repealer section
Sec. 102	<i>July 1, 2013</i>	PA 07-7 of the June Sp. Sess., Sec. 13(j)
Sec. 103	<i>July 1, 2013</i>	PA 07-7 of the June Sp. Sess., Sec. 13(k)
Sec. 104	<i>July 1, 2013</i>	Repealer section
Sec. 105	<i>July 1, 2013</i>	PA 07-7 of the June Sp. Sess., Sec. 13(l)
Sec. 106	<i>July 1, 2013</i>	PA 07-7 of the June Sp. Sess. Section 20
Sec. 107	<i>July 1, 2013</i>	PA 07-7 of the June Sp. Sess., Sec. 21(j)
Sec. 108	<i>July 1, 2013</i>	PA 07-7 of the June Sp. Sess. Section 31
Sec. 109	<i>July 1, 2013</i>	Repealer section
Sec. 110	<i>July 1, 2013</i>	PA 09-2 of the September Sp. Sess. Section 26
Sec. 111	<i>July 1, 2013</i>	PA 09-2 of the September Sp. Sess., Sec. 27(d)
Sec. 112	<i>July 1, 2013</i>	PA 11-57 Section 12
Sec. 113	<i>July 1, 2013</i>	PA 11-57, Sec. 13(f)
Sec. 114	<i>from passage</i>	Repealer section

**FIN**      *Joint Favorable Subst.*

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

**OFA Fiscal Note**

**State Impact:**

Agency Affected	Fund-Effect	FY 14 and beyond
Treasurer, Debt Serv.	GF - Cost	See Below
Treasurer, Debt Serv.	TF - Cost	See Below

**Municipal Impact:**

Municipalities	Effect	FY 14 and beyond
Various Municipalities	Revenue Gain	See Below

**Explanation**

**Bonding Provisions**

The bill does the following:

- (1) It authorizes new General Obligation (GO) bonds in FY 14 and FY 15 and cancels \$9.9 million in GO bonds in FY 14. The authorization amounts and the associated General Fund debt service costs<sup>1</sup> are shown in the table below.

**New GO Bond Authorizations and Estimated Debt Service Cost  
\$ millions**

Fiscal Year	Authorization Amount	Total Debt Service Cost*	Interest	Principal
FY 14	1,454.3	2,217.8	763.5	1,454.3
FY 15	1,507.0	2,298.1	791.1	1,507.0

\*Figures assume that bonds are issued at 5.0% over 20 year term

<sup>1</sup> The first year that the state will experience costs associated with the bonds depends on when they are allocated through the State Bond Commission and when the funds are expended.

- (2) It authorizes Special Tax Obligation bonds in FY 14. The authorization amount and associated Special Transportation Fund debt service cost<sup>1</sup> is shown in the table below.

**New STO Bond Authorizations and Estimated Debt Service Cost  
\$ millions**

Fiscal Year	Authorization Amount	Total Debt Service Cost**	Interest	Principal
FY 14	706.9	1,183.1	476.2	706.9

\*\*Figures assume that bonds are issued at 5.5% over 20 year term

- (3) It authorizes Clean Water Fund (CWF) revenue bonds in FY 14 and FY 15. The authorization amounts and the associated debt service costs are shown in the table below.

**New CWF Bond Authorizations and Estimated Debt Service Cost  
\$ millions**

Fiscal Year	Authorization Amount	Total Debt Service Cost***	Interest	Principal
FY 14	380.4	580.1	199.7	380.4
FY 15	332.0	506.3	174.3	332.0

\*\*\* Figures assume that bonds are issued at 5.0% over 20 year term

It should be noted that the debt service cost for CWF revenue bonds is paid primarily<sup>2</sup> with revenue from: (1) investment earnings on the reserves and assets held in the reserve fund required by statute, and (2) loan payments from towns who receive CWF low-interest loans. Based on current projected CWF expenditures for the biennium, it is expected that no General Fund subsidy will be needed for the revenue bonds authorized in the bill.

**GAAP Deficit Financing and Economic Recovery Note  
Refinancing Provisions**

<sup>2</sup> A General Fund subsidy is only needed if the revenue from these two sources is not sufficient to cover the debt service on the CWF revenue bonds.

Section 64 authorizes the State Treasurer to issue up to \$750 million in General Obligation bonds to reduce the state's approximately \$1.2 billion accumulated General Fund deficit under Generally Accepted Accounting Principles or GAAP. The interest cost for this issuance is estimated to be \$186 million. Regardless of when the issuance may occur, no interest costs related to this issuance are anticipated during the biennium because the short-term interest cost will be included in the overall amount to be borrowed (i.e., capitalized interest).

Sections 65 and 68 reduce, from 15 to 13 years, the statutory term to extinguish the remaining \$447 million balance of the GAAP deficit by delaying the first payment from FY 14 to FY 16.

This delay removes the need to appropriate \$30 million in each of FY 14 and FY 15, and thereby increases, from \$30 million to \$34.6 million, the appropriation requirements for the remaining years because the amortization term required by law is reduced by two years.

Sections 66 and 67 permit the State Treasurer to restructure the remaining debt from issuance of Economic Recovery Notes or ERNs that were used to finance the FY 09 General Fund deficit.<sup>3</sup> These sections permit the Treasurer to extend, from FY 16 to FY 18, the term of this borrowing. The additional interest cost of this restructuring is estimated to be \$45 million. As with the GAAP issuance noted for Section 64, it is anticipated that short-term interest costs associated with this issuance would also be capitalized.

**Budgeted Debt Service Requirements<sup>4</sup> to  
Retire Economic Recovery Notes (ERNs) \$ millions**

FY	Current Law	sSB 842	Difference
14	208	12	(196)
15	208	12	(196)

<sup>3</sup> The amount financed in FY 09 was \$915.8 million at a rate of 2.34% over a term of seven years (FY 10-FY 16).

<sup>4</sup> The figures assume that the bonds will be issued at a three percent interest rate, for a five year term.

16	208	215	7
17	0	215	215
18	0	215	215
<b>Total</b>	<b>624</b>	<b>669</b>	<b>45</b>

Section 114 repeals, effective from passage, the statutory obligations on any General Fund surplus funds to be used for early retirement of ERNs or GAAP. (See Sections 64 through 68 for more information on the alternative funding methods.) Instead, any surplus funds would be deposited into the Budget Reserve Fund.

The estimated surplus for FY 13 is \$209 million. Under current law, \$50 million of any FY 13 surplus must be used to begin amortization of the accumulated GAAP deficit. Instead, this Section would require the full amount of the estimated surplus to be deposited into the Budget Reserve Fund.

### **Municipal Impact of Bonding Provisions**

The bond authorizations for: (a) the Small Town Economic Assistance Program (STEAP), (b) school construction grants-in-aid, (c) the Clean Water Fund Program, (d) grants-in-aid for acquisition of open space for conservation or recreation purposes and (e) the Town Aid Road (TAR) Program, will result in a municipal revenue gain for various municipalities.

The bill will also result in a municipal revenue gain of \$86.4 million in each of FY 14 and FY 15 under the Local Capital Investment Program (LoCIP). Of this annual total, \$30 million will be distributed according to the LoCIP statutory formula and \$56.4 million will be distributed according to the Municipal Revenue Sharing Account (MRSA) grant-in-aid statutory formula.

### **Further Explanation**

Table 1 lists new General Obligation (GO) bond authorizations for FY 14 and FY 15, organized by agency. Table 2 summarizes new Special Tax Obligation (STO) bond authorizations for FY 14. Table 3 lists cancellations of previous GO bond authorizations in the bill.

**Table 1 New FY 14 and FY 15 General Obligation Bond  
Authorizations**

Act/Section		<u>Agency/Description</u>	FY 14 \$	FY 15 \$
<b><u>Office of Policy and Management</u></b>				
2(a)(1)	21(a)(1)	Design and implementation of consolidation of higher education systems with the state's CORE system	5,000,000	5,000,000
2(a)(2)	21(a)(2)	Design and implementation of the Criminal Justice Information Sharing System	7,900,000	5,500,000
2(a)(3)	21(a)(3)	Information technology capital investment program	50,000,000	25,000,000
2(a)(4)	-	Funding to capitalize a transit-oriented predevelopment fund provided that \$2 million in matching funds is raised by a public-private partnership	1,000,000	0
13(a)	32(a)	Grants-in-aid to private, nonprofit health and human service organizations that are exempt under Section 501(c)(3) of the Internal Revenue Code of 1986 of the Internal Revenue Code of 1986, or any subsequent corresponding internal revenue code of the United States, as amended from time to time, for alterations, renovations, improvements, additions and new construction, including health, safety, compliance with the Americans with Disabilities Act and energy conservation improvements, information technology systems, technology for independence and purchase of vehicles	20,000,000	20,000,000
47		Urban Action Program	50,000,000	50,000,000
48		Small Town Economic Assistance Act (STEAP)	20,000,000	20,000,000
49		Capital Equipment Purchase	40,000,000	35,000,000

Act/Section	<u>Agency/Description</u>		FY 14 \$	FY 15 \$
		Fund		
52		Local Capital Improvement Program (LoCIP) - \$30 million will be distributed according to the LoCIP statutory formula in each fiscal year and \$56,429,907 will be distributed according to the Municipal Revenue Sharing Account (MRSA) grant-in-aid statutory formula.	86,429,907	86,429,907
50 & 51		Additional LoCIP purposes: (1) bikeways and greenways, (2) land acquisition, including for open space, and costs involved in making land available for public uses, (3) acquisition of technology related to implementation of DOE's Common Core State Standards, and (4) technology upgrades, including for improvements to expand public access to government information through e-portals and kiosks. Additional purposes for which LoCIP funds can be used only for FY 13 and FY 14: snow removal equipment, capital expenditures made to improve public safety, and capital expenditures made to facilitate regional cooperation	-	-
		<b>Subtotal</b>	<b>280,329,907</b>	<b>246,929,907</b>
<b><u>Department of Veterans' Affairs</u></b>				
2(b)	21(b)	Alterations, renovations and improvements to buildings and grounds	750,000	750,000
<b><u>Department of Administrative Services</u></b>				
2(c)(1)	21(c)(1)	Alterations and improvements in compliance with the Americans with Disabilities Act	2,000,000	2,000,000
2(c)(2)	-	Development, including acquisition and equipment, of a new thermal facility for the capitol area district heating and cooling system in Hartford	29,000,000	0

Act/Section		<u>Agency/Description</u>	FY 14 \$	FY 15 \$
2(c)(3)	21(c)(2)	Infrastructure repairs and improvements, including fire, safety and compliance with the Americans with Disabilities Act improvements, improvements to state-owned buildings and grounds, including energy conservation and off-site improvements, and preservation of unoccupied buildings and grounds, including office development, acquisition, renovations for additional parking and security improvements	25,000,000	25,000,000
2(c)(4)	21(c)(3)	Removal or encapsulation of asbestos in state-owned buildings	10,000,000	10,000,000
55		School construction grants-in-aid - progress payments	510,300,000	469,900,000
56		School construction grants-in-aid - interest payments	1,000,000	4,300,000
69, 73, 74, 76 & 80		Change DCS to DAS for various existing bond authorizations	0	0
		<b>Subtotal</b>	<b>577,300,000</b>	<b>511,200,000</b>
<b><u>Department of Emergency Services and Public Protection</u></b>				
2(d)(1)	-	Design, construction and equipment for a consolidated communications center at the headquarters building in Middletown	4,000,000	0
2(d)(2)	21(d)(1)	Replacement and upgrade of radio communication systems	19,500,000	45,000,000
2(d)(3)	21(d)(2)	Alterations and improvements to buildings and grounds, including utilities, mechanical systems and energy conservation projects	5,000,000	5,000,000
2(d)(4)	-	Alterations, renovations and improvements to the Forensic Science Laboratory in Meriden	1,500,000	0

Act/Section		<u>Agency/Description</u>	FY 14 \$	FY 15 \$
		<b>Subtotal</b>	<b>30,000,000</b>	<b>50,000,000</b>
		<b><u>Department of Motor Vehicles</u></b>		
2(e)	21(e)	Alterations, renovations and improvements to buildings and grounds	1,703,000	1,697,000
		<b><u>Military Department</u></b>		
2(f)(1)	21(f)(1)	Alterations and improvements to buildings and grounds, including utilities, mechanical systems and energy conservation	1,000,000	1,000,000
2(f)(2)	21(f)(2)	State matching funds for anticipated federal reimbursable projects	2,000,000	2,000,000
2(f)(3)	-	Renovations and improvements to the skylight and the water and heating systems at the William A. O'Neill Armory in Hartford	3,150,000	0
		<b>Subtotal</b>	<b>6,150,000</b>	<b>3,000,000</b>
		<b><u>Department of Agriculture</u></b>		
13(b)	32(b)	Farm Reinvestment Program	500,000	500,000
		-		
60		Farmland Preservation Program	10,000,000	10,000,000
		<b>Subtotal</b>	<b>10,500,000</b>	<b>10,500,000</b>
		<b><u>Department of Energy and Environmental Protection</u></b>		
2(g)(1)	21(g)(1)	Dam repairs, including state-owned dams	6,000,000	5,000,000
2(g)(2)	21(g)(2)	Energy efficiency and renewable energy projects in state-owned buildings	0	25,000,000
2(g)(3)	21(g)(3)	Various flood control improvements, flood repair, erosion damage repairs and municipal dam repairs	4,500,000	6,900,000
2(g)(4)	21(g)(4)	Recreation and Natural Heritage Trust Program for recreation, open space, resource protection and resource management	10,000,000	10,000,000

Act/Section		<u>Agency/Description</u>	FY 14 \$	FY 15 \$
13(c)(1)	32(c)(1)	Grants-in-aid to municipalities for open space land acquisition and development for conservation or recreational purposes	10,000,000	10,000,000
13(c)(2)	32(c)(2)	Grants-in-aid to municipalities for improvements to incinerators and landfills, including, but not limited to, bulky waste landfills	1,400,000	1,000,000
13(c)(3)	32(c)(3)	Grants-in-aid for identification, investigation, containment, removal or mitigation of contaminated industrial sites in urban areas	5,000,000	5,000,000
-	32(c)(4)	Grants-in-aid to municipalities for potable water	0	1,000,000
61		Clean Water Fund grants-in-aid - GO Bonds	67,000,000	218,000,000
62		Clean Water Fund loans - Revenue Bonds	380,430,000	331,970,000
59	-	Remove the \$15 million cap on grants-in-aid to establish municipal energy microgrids	0	0
72	-	Language change - Grant-in-aid to Wallingford for [the baseball field at Sheehan High School] <u>renovations to athletic fields at the town's public schools</u> . SA 05-1, (JSS), 32(d)(25)	0	0
		<b>Subtotal GO Bonds</b>	<b>103,900,000</b>	<b>281,900,000</b>
		<b>Subtotal Revenue Bonds</b>	<b>380,430,000</b>	<b>331,970,000</b>
<b><u>Department of Economic and Community Development</u></b>				
2(h)	21(h)	Capital Region Development Authority: Alterations, renovations and improvements at the Connecticut Convention Center, the XL Center and Rentschler Field	5,139,000	3,727,500

Act/Section		<u>Agency/Description</u>	FY 14 \$	FY 15 \$
13(d)(1)	32(d)(1)	Grants-in-aid to nursing homes for alterations, renovations and improvements for conversion to other uses in support of right-sizing	10,000,000	10,000,000
13(d)(2)	32(d)(2)	Small Business Express Program	50,000,000	50,000,000
13(d)(3)	32(d)(3)	Regional brownfield redevelopment loan fund	20,000,000	10,000,000
63		Manufacturing Assistance Act	100,000,000	0
		<b>Subtotal</b>	<b>185,139,000</b>	<b>73,727,500</b>
<b><u>Department of Housing</u></b>				
9(1)	28	Housing development and rehabilitation programs	70,000,000	70,000,000
9(2)	-	Supportive Housing Initiative	20,000,000	0
13(e)	-	Grants-in-aid to municipalities for the incentive housing zone program	2,000,000	0
53		Housing Trust Fund	30,000,000	30,000,000
70, 71, 78, 79 & 81		Change DECD to DOH for various existing bond authorizations	0	0
		<b>Subtotal</b>	<b>122,000,000</b>	<b>100,000,000</b>
<b><u>Department of Public Health</u></b>				
13(f)	32(e)	Stem Cell Research Fund	10,000,000	10,000,000
<b><u>Department of Developmental Services</u></b>				
2(i)	21(i)	Fire, safety and environmental improvements to regional facilities and intermediate care facilities for client and staff needs, including improvements in compliance with current codes, site improvements, handicapped access improvements, utilities, repair or replacement of roofs, air conditioning and other interior and exterior building renovations and additions at all state-owned	5,000,000	5,000,000

Act/Section	<u>Agency/Description</u>	FY 14 \$	FY 15 \$
	facilities		
<b><u>Department of Mental Health and Addiction Services</u></b>			
-	21(j) (1) Fire, safety and environmental improvements to regional facilities for client and staff needs, including improvements in compliance with current codes, including intermediate care facilities and site improvements, handicapped access improvements, utilities, repair or replacement of roofs, air conditioning and other interior and exterior building renovations and additions at all state-owned facilities	0	5,000,000
2(j)	21(j) (2) Design and installation of sprinkler systems, including related fire safety improvements, in direct patient care buildings	2,275,000	4,175,000
	<b>Subtotal</b>	<b>2,275,000</b>	<b>9,175,000</b>
<b><u>Department of Education</u></b>			
2(k)	21(k) For the regional vocational-technical school system: Alterations and improvements to buildings and grounds, including new and replacement equipment, tools and supplies necessary to update curricula, vehicles and technology upgrades at all regional vocational-technical schools	28,000,000	15,500,000

Act/Section		<u>Agency/Description</u>	FY 14 \$	FY 15 \$
13(h)(1)	32(g) (1)	Grants-in-aid for the purpose of capital start-up costs related to the development of new interdistrict magnet school programs to assist the state in meeting the goals of the 2008 stipulation and order for Milo Sheff, et al. v. William A. O'Neill, et al., for the purpose of purchasing a building or portable classrooms, subject to the reversion provisions in subdivision (1) of subsection (c) of section 10-264h of the general statutes, leasing space, and purchasing equipment, including, but not limited to, computers and classroom furniture	17,000,000	7,500,000
13(h)(2)	32(g) (2)	Grants-in-aid to municipalities and organizations exempt from taxation under Section 501(c)(3) of the Internal Revenue Code of 1986, or any subsequent corresponding internal revenue code of the United States, as amended from time to time, for facility improvements and minor capital repairs to that portion of facilities that house school readiness programs and state-funded day care centers operated by such municipalities and organizations	11,500,000	15,000,000
-	32(g) (3)	Grant-in-aid to assist targeted local and regional school districts for alterations, repairs, improvements, technology and equipment in low-performing schools	0	10,000,000
54		Grants-in-aid to assist charter schools with capital expenses	5,000,000	5,000,000
		<b>Subtotal</b>	<b>61,500,000</b>	<b>53,000,000</b>
		<b><u>State Library</u></b>		

Act/Section		<u>Agency/Description</u>	FY 14 \$	FY 15 \$
13(i)	32(h)	Grants-in-aid to public libraries that are not located in distressed municipalities, as defined in section 32-9p of the general statutes, for construction, renovations, expansions, energy conservation and handicapped accessibility	5,000,000	5,000,000
57 & 58	-	Increase, from one-third to one-half of the cost of: (1) construction and (2) emergency repairs, the amount of grant-in-aid funding towns can received for public libraries	0	0
<b><u>Board of Regents for Higher Education: Regional Community College System</u></b>				
2(l)(1)(A)	21(l)(1)(A)	All Community Colleges: New and replacement instruction, research or laboratory equipment	9,000,000	5,000,000
2(l)(1)(B)	21(l)(1)(B)	All Community Colleges: System Technology Initiative	5,000,000	5,000,000
2(l)(1)(C)	21(l)(1)(C)	All Community Colleges: Alterations, renovations and improvements to facilities including fire, safety, energy conservation and code compliance improvements	2,000,000	5,000,000
2(l)(2)(A)	-	Quinebaug Community College: Parking and site improvements	2,189,622	0
2(l)(2)(B)	-	Quinebaug Community College: Heating, ventilating and air conditioning system improvements	1,750,000	0
-	21(l)(2)(A)	Housatonic Community College: Parking garage improvements	0	3,907,258
-	21(l)(2)(B)	Housatonic Community College: Implementation of phase III of the master plan for renovations and additions to Lafayette Hall	0	40,467,047

Act/Section		<u>Agency/Description</u>	FY 14 \$	FY 15 \$
2(l)(3)	-	Tunxis Community College: Feasibility study for acquisition of EDAC property at 21 Spring Lane in Farmington for creation of a pre-manufacturing work space and relocation of continuing education operations	250,000	0
2(l)(4)	21(l)(3)	Middlesex Community College: Planning, design and construction of a new academic building	4,800,000	39,200,000
75	-	Language change: Improvements at [three] <u>four</u> campuses to design, construct and equip space for new manufacturing technology programs. PA 11-1, (OSS), 32	0	0
<b>Subtotal</b>			<b>24,989,622</b>	<b>98,574,305</b>
<b><u>Department of Correction</u></b>				
2(m)	21(m)	Renovations and improvements to existing state-owned buildings for inmate housing, programming and staff training space and additional inmate capacity, and for support facilities and off-site improvements	10,000,000	10,000,000
<b><u>Department of Children and Families</u></b>				
2(n)	21(n)	Alterations, renovations and improvements to buildings and grounds	1,230,900	1,515,000
<b><u>Judicial Department</u></b>				
2(o)(1)	21(o)(1)	Alterations, renovations and improvements to buildings and grounds at state-owned and maintained facilities	7,500,000	7,500,000
2(o)(2)	21(o)(2)	Development of a juvenile court building in Meriden or Middletown	2,000,000	13,000,000
2(o)(2)	21(o)(3)	Mechanical upgrades and code-required improvements at the superior courthouse in New Haven	1,000,000	8,500,000

Act/Section		<u>Agency/Description</u>	FY 14 \$	FY 15 \$
2(o)(3)	21(o) (4)	Security improvements at various state-owned and maintained facilities	1,000,000	1,000,000
		<b>Subtotal</b>	<b>11,500,000</b>	<b>30,000,000</b>
		<b><u>Department of Transportation</u></b>		
13(g)	32(f)	Grants-in-aid for improvements to deep water ports, including dredging	5,000,000	5,000,000
		<b>Total GO Bonds</b>	<b>1,454,267,429</b>	<b>1,506,968,712</b>
		<b>Total Revenue Bonds</b>	<b>380,430,000</b>	<b>331,970,000</b>
<b>Additional Provisions</b>				
64, 65 & 68		Issuance of bonds to cover a portion of the cost to pay the accumulated GAAP deficit.		
66 & 67		Issuance of bonds to: (1) Refinance the 2009 Economic Recovery Notes and (2) Cover a portion of the cost to pay the accumulated GAAP deficit.		
46		The State Bond Commission (SBC) shall meet on a quarterly basis with the chairpersons of the Finance, Revenue and Bonding Committee to discuss priority items for inclusion on the SBC agenda		

**Table 2 New FY 14 Special Tax Obligation Bond Authorizations**

Section	<u>Description</u>	FY 14 \$
	<b><u>Bureau of Highways</u></b>	
40	Interstate Highway Program	113,000,000
40	Urban Systems Projects	8,500,000
40	Intrastate Highway Program	54,000,000
40	Environmental compliance, soil and groundwater remediation, hazardous materials abatement, demolition, salt shed construction and renovation, storage tank replacement, and environmental emergency response at or in the vicinity of state-owned properties or related to Department of Transportation operations	5,000,000
40	State bridge improvement, rehabilitation and replacement projects	33,000,000

Section	Description	FY 14 \$
40	Capital resurfacing and related reconstruction projects	68,900,000
40	Fix-It-First Bridge Repair	60,687,500
40	Fix-It-First Road Repair	55,000,000
40	Local Transportation Capital Program	45,000,000
40	Town Aid Road	60,000,000
40	Local Bridge Program	15,000,000
40	Preliminary engineering studies to improve and widen the interchange of interstate 91 and interstate 84 in Hartford	200,000
	<b>Bureau of Aviation and Ports</b>	-
40	Development and improvement of general aviation airport facilities including grants-in-aid to municipal airports, excluding Bradley International Airport	2,000,000
	<b>Bureau of Public Transportation</b>	-
40	Bus and rail facilities and equipment, including rights-of-way, other property acquisition and related projects	141,000,000
40 & 45	For a long term infrastructure investment plan	2,000,000
40	Preliminary engineering studies for upgrades of Metro North track infrastructure between New Haven and New York	200,000
	<b>Bureau of Administration</b>	
40	Department facilities	18,731,600
40	Cost of issuance of Special Tax Obligation Bonds and debt service reserve	24,700,000
	<b>Total</b>	<b>706,919,100</b>

Table 3 General Obligation Bond Cancellations

Section	Agency/Description/Legislative Reference	Amount \$
71	DECD: Flexible Housing Program. SA 05-1, (JSS), 9	(600,000)
78	DECD: Flexible Housing Program. PA 11-57, 9(1)	(494,817)

Section	Agency/Description/Legislative Reference	Amount \$
83	DEEP: Grants-in-aid or loans to municipalities for acquisition of land, for public parks, recreational and water quality improvements, water mains and water pollution control facilities, including sewer projects. SA 01-2, (JSS), 28(b)(1)	(42,000)
85	State Library: Grant-in-aid to West Hartford for expansion of the West Hartford Main Library. SA 05-1, (JSS), 13(h)(2)	(500,000)
86	DCF: Grants-in-aid to private nonprofit mental health clinics for children for fire, safety and environmental improvements, including expansion of an existing clinic. SA 05-1, (JSS), 13(i)(2)	(9,060)
88	DECD: Renovations and restoration at state-owned historic museums. SA 05-1, (JSS), 21(h)(1)	(1,000,000)
88	DECD: Improvements to Old New Gate Prison. SA 05-1, (JSS), 21(h)(2)	(50,000)
90	SDE: Grant-in-aid to Project Oceanology. SA 05-1, (JSS), 32(g)(3)	(500,000)
91	State Library: Grant-in-aid to Waterbury for improvements to Silas Bronson Library. SA 05-1, (JSS), 32(h)(2)	(1,000,000)
92	DCF: Grants-in-aid to private, nonprofit organizations, including the Boys and Girls Clubs of America, for construction and renovation of community youth centers for neighborhood recreation or education purposes SA 05-1, (JSS), 32(i)(3)	(19,193)
94	DECD: Alterations, renovations and improvements to the Carter House Visitor Center at the Prudence Crandall House Museum. PA 07-7, (JSS), 2(m)	(500,000)
95	Community-Technical Colleges: Northwestern Community College: Infrastructure development and improvements related to the nursing and allied health program. PA 07-7, (JSS), 2(s)(7)	(340,000)
96	CSUS: All campuses - Land acquisition and related development costs. PA 07-7, (JSS), 2(t)(1)(E)	(5,490)
97	CSUS: Eastern Connecticut State University: Alterations, renovations and improvements to facilities, including fire, safety, energy conservation and code compliance improvements. PA 07-7, (JSS), 2(t)(5)(A)	(22,396)

Section	Agency/Description/Legislative Reference	Amount \$
97	CSUS: Eastern Connecticut State University: Development of a new parking garage. PA 07-7, (JSS), 2(t)(5)(D)	(971,000)
99	DESPP: Grant-in-aid to Montville to convert the old town hall to a police station. PA 07-7, (JSS), 13(b)(6)	(800,000)
100	DECD: Grants-in-aid for restoration and preservation of historic structures and landmarks. SA 07-7, (MSS), 13(e)(1)	(100,000)
101	DPH: Grant-in-aid to Stamford Hospital Foundation for the purchase of women's digital mobile mammography unit. PA 07-7, (JSS), 13(g)(3)	(500,000)
102	SDE: Grant-in-aid to the Waterford Country School for construction of a gymnasium. PA 07-7, (JSS), 13(j)(4)	(100,000)
103	State Library: Grants-in-aid to public libraries that are not located in distressed municipalities, for construction, renovations, expansions, energy conservation and handicapped accessibility. PA 07-7, (JSS), 13(k)(1)	(7,902)
104	State Library: Grant-in-aid to North Branford for renovations and additions to the Edward Smith Library in Northford. PA 07-7, (JSS), 13(k)(3)	(439,025)
105	DCF: Grant-in-aid to Pathways-Senderos Teen Pregnancy Prevention Center for acquisition of a new facility. PA 07-7, (JSS), 13(l)(2)	(500,000)
105	DCF: Grant-in-aid to the Child Guidance Center of Southern Connecticut in Stamford for expansion. PA 07-7, (JSS), 13(l)(3)	(500,000)
107	DDS: Fire, safety and environmental improvements to regional facilities for client and staff needs, including improvements in compliance with current codes, including intermediate care facilities and site improvements, handicapped access improvements, utilities, repair or replacement of roofs, air conditioning and other interior and exterior building renovations and additions at all state-owned facilities. PA 07-7, (JSS), 21(j)	(44,590)
109	DECD: Grants-in-aid for restoration and preservation of historic structures and landmarks. SA 07-7, (JSS), 32(e)(1)	(300,000)
111	Community-Technical Colleges: Quinebaug Valley Community College: Code improvements to the east wing.	(555,710)

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Section	Agency/Description/Legislative Reference	Amount \$
	PA 09-2, (SSS), 27(d)(3)	
115	DOT: Grants-in-aid for improvements to ports and marinas, including dredging and navigational direction. PA 11-57, 13(f)	(1,250)
	<b>General Obligation Bond Total</b>	<b>(9,902,433)</b>

**The Out Years**

The debt service impact identified above for the General Fund and the Transportation Fund would continue into the future for the 20-year term of issuance of the GO and STO bonds.

**OLR Bill Analysis****sSB 842*****AN ACT AUTHORIZING AND ADJUSTING BONDS OF THE STATE FOR CAPITAL IMPROVEMENTS, TRANSPORTATION, ELIMINATION OF THE ACCUMULATED GAAP DEFICIT, RESTRUCTURING OF ECONOMIC RECOVERY NOTES AND OTHER PURPOSES.*****SUMMARY:**

This bill authorizes up to \$1.454 billion in state general obligation (GO) bonds for FY 14 and up to \$1.507 billion for FY 15 for state capital projects and grant programs, including school construction, water quality, and economic development projects; farmland and open space acquisition and preservation; improvements to state buildings and property; and grants to municipalities and nonprofit entities.

The bill additionally authorizes up to (1) \$712.4 million in revenue bonds over the two years for Clean Water Fund loans and (2) \$706.9 million in special tax obligation (STO) bonds in FY 14 for transportation projects, including \$60 million for the town-aid road grant program. It also cancels \$9.9 million in GO bond authorizations for past years.

The bill authorizes the treasurer to issue (1) up to \$750 million in bonds, notes, or other obligations to reduce the state's accumulated General Fund deficit, determined according to generally accepted accounting principles (GAAP) and (2) additional bonds or other debt to fund up to two years of interest payable or accrued on the bonds and issuance costs. It also commits the state to paying off the remaining GAAP deficit in annual increments over 13 years and authorizes actions to assure bondholders that the state will do so.

The bill (1) delays, from FY 14 to FY 16, the requirement that the

state begin paying off the accumulated GAAP deficit in equal increments and (2) shortens, from 15 to 13 years, the period over which it makes these payments. It extends by two years, from July 1, 2016 to July 1, 2018, the maturity date for the economic recovery notes (ERNs) issued to fund the FY 09 deficit.

The bill expands the list of projects eligible for funding under the Local Capital Improvement Program (LoCIP) and earmarks a portion of the bonds authorized under the program for manufacturing transition and municipal revenue sharing grants for municipalities. It transfers, from the Department of Construction Services (DCS) to the Department of Administrative Services (DAS), responsibility for existing bond authorizations for school construction and various state capital projects (see COMMENT). It also requires the governor and Office of Policy and Management (OPM) secretary to meet at least quarterly with the Finance, Revenue and Bonding Committee's leadership to discuss priorities for consideration at State Bond Commission meetings.

Lastly, the bill repeals laws requiring the use of unappropriated General Fund surpluses to (1) reduce the state's GAAP deficit and (2) redeem outstanding ERNs and economic recovery revenue bonds (ERBs), thus restoring a requirement that these surpluses be deposited in the Budget Reserve ("Rainy Day") Fund at the end of each fiscal year.

EFFECTIVE DATE: July 1, 2013 for FY 14 bond authorizations and July 1, 2014 for FY 15 authorizations. Other sections are effective July 1, 2013 unless otherwise noted below.

### **§§ 1-38 — BOND AUTHORIZATIONS FOR STATE AGENCY PROJECTS AND GRANTS**

The bill authorizes up to \$534.5 million in GO bonds for FY 14 and up to \$578.3 million for FY 15 for the state capital projects and grant programs listed in Table 1. The bonds are subject to standard issuance procedures and have a maximum term of 20 years.

The bill includes a standard provision requiring that, as a condition of bond authorizations for grants to private entities, each granting agency include repayment provisions in its grant contract in case the facility for which the grant is made ceases to be used for the grant purposes within 10 years of the entity receiving it. The required repayment is reduced by 10% for each full year that the facility is used for the grant purpose.

**Table 1: GO Bond Authorizations for FYs 14 and 15**

§§	AGENCY	FOR	FY 14	FY 15
<b>State Projects and Programs</b>				
2(a), 21(a)	OPM	Design and implement the consolidation of higher education systems with the state's CORE system	\$5,000,000	\$5,000,000
		Design and implementation of the Criminal Justice Information Sharing System	7,900,000	5,500,000
		Information technology capital investment program	50,000,000	25,000,000
		Transit-oriented development predevelopment fund, provided the fund (1) is developed as a public-private partnership and (2) raises at least \$2 million from nonstate resources	1,000,000	0
2(b), 21(b)	Department of Veterans' Affairs	Alterations, renovations, and improvements to state buildings and grounds	750,000	750,000
2(c), 21(c)	DAS	Alterations and improvements to comply with the American with Disabilities Act (ADA)	2,000,000	2,000,000
		Development, including acquisition and equipment, of a new thermal facility for the capitol area district heating and cooling system in Hartford	29,000,000	0
		Infrastructure repairs and improvements, including (1) fire, safety, and ADA compliance improvements and (2) improvements to state-owned buildings and grounds, including (a) energy conservation, off-site improvements, and preservation of unoccupied buildings and grounds and (b) office development, acquisition, renovations for additional parking, and security improvements	25,000,000	25,000,000
		Removal or encapsulation of asbestos and hazardous materials in state-owned buildings	10,000,000	10,000,000
2(d), 21(d)	Department of Emergency Services and	Design, construction, and equipment for a consolidated communications center at the Middletown headquarters building	4,000,000	0

	Public Protection (DESPP)	Replacement and upgrade of radio communication systems	19,500,000	45,000,000
		Alterations and improvements to buildings and grounds, including utilities, mechanical systems, and energy conservation	5,000,000	5,000,000
		Alterations, renovations, and improvements to the Forensic Science Laboratory in Meriden	1,500,000	0
2(e), 21(e)	Department of Motor Vehicles	Alterations, renovations, and improvements to buildings and grounds	1,703,000	1,697,000
2(f), 21(f)	Military Department	Alterations and improvements to buildings and grounds, including utilities, mechanical systems, and energy conservation	1,000,000	1,000,000
		State matching funds for anticipated federal reimbursable projects	2,000,000	2,000,000
		Renovations and improvements to the skylight and water and heating systems at the William A. O'Neill Armory in Hartford	3,150,000	0
2(g), 21(g)	Department of Energy and Environmental Protection (DEEP)	Dam repairs, including state-owned dams	6,000,000	5,000,000
		Energy efficiency and renewable energy projects in state-owned buildings	0	25,000,000
		Various flood control improvements, flood repair, erosion damage repairs, and municipal dam repairs	4,500,000	6,900,000
		Recreation and Natural Heritage Trust Program: recreation, open space, and resource management	10,000,000	10,000,000
2(h), 21(h)	Capitol Region Development Authority	Alterations, renovations, and improvements to the Connecticut Convention Center, XL Center, and Rentschler Field	5,139,000	3,727,500
2(i), 21(i)	Department of Developmental Services (DDS)	(1) Fire, safety, and environmental improvements to regional facilities and intermediate care facilities for client and staff needs, including improvements in compliance with current codes and (2) site improvements, handicapped access improvements, utilities, repair or replacement of roofs, air conditioning, and other interior and exterior building renovations and additions at all state-owned facilities	5,000,000	5,000,000
2(j), 21(j)	Department of Mental Health and Addiction Services	Design and installation of sprinkler systems in direct patient care buildings, including related fire safety improvements	2,275,000	4,175,000

		(1) Fire, safety, and environmental improvements to regional facilities and intermediate care facilities for client and staff needs, including improvements in compliance with current codes and (2) site improvements, handicapped access improvements, utilities, repair or replacement of roofs, air conditioning, and other interior and exterior building renovations and additions at all state-owned facilities	0	5,000,000
2(k), 21(k)	Department of Education (SDE)	For the technical high school system: Alterations and improvements to buildings and grounds, including new and replacement equipment, tools and supplies necessary to update curricula, vehicles, and technology upgrades	28,000,000	15,500,000
2(l), 21(l)	Board of Regents for Higher Education (BOR)	All community colleges: New and replacement instruction, research, or laboratory equipment	9,000,000	5,000,000
		All community colleges: System technology initiative	5,000,000	5,000,000
		All community colleges: Alterations, and improvements to facilities, including fire, safety, energy conservation, code compliance and acquisition of property	2,000,000	5,000,000
		Quinebaug Community College: Parking and site improvements	2,189,622	0
		Quinebaug Community College: Heating, ventilating, and air conditioning system improvements	1,750,000	0
		Tunxis Community College: Feasibility study for acquiring of property to create a premanufacturing workspace and relocate continuing education operations	250,000	0
		Middlesex Community College: New academic building planning, design, and construction	4,800,000	39,200,000
		Housatonic Community College: Parking garage improvements	0	3,907,258
		Housatonic Community College: Implementation of phase III of the master plan for renovations and additions to Lafayette Hall	0	40,467,047
2(m), 21(m)	Department of Correction	Renovations and improvements to existing state-owned buildings for inmate housing, programming and staff training space, additional inmate capacity, and for support facilities and off-site improvements	10,000,000	10,000,000
2(n), 21(n)	Department of Children and Families (DCF)	Alterations, renovations, and improvements to buildings and grounds	1,230,900	1,515,000
2(o), 21(o)	Judicial Department	Alterations, renovations, and improvements to buildings and grounds at state-owned and maintained facilities	7,500,000	7,500,000
		Development of a juvenile court in Meriden or Middletown	2,000,000	13,000,000
		Mechanical upgrades and code-required improvements at the superior courthouse in New Haven	1,000,000	8,500,000

		Security improvements at various state-owned and maintained facilities	1,000,000	1,000,000
<b>Housing Projects</b>				
9, 28	Department of Housing (DOH)	Housing development and rehabilitation, including improvements to various kinds of state-assisted affordable housing; earmarks (1) \$30 million to revitalize moderate rental housing units in the Connecticut Housing Finance Authority's state housing portfolio, (2) \$1 million to develop adult family homes, and (3) \$1 million for grants for accessibility modifications for those transitioning from institutions to homes under the Money Follows the Person program (a Department of Social Services program that moves people out of nursing homes or other institutional settings into less restrictive, community-based settings)	70,000,000	70,000,000
		Supportive housing initiatives	20,000,000	0
<b>Grants</b>				
13(a), 32(a)	OPM	Grants to private, nonprofit, tax-exempt health and human service organizations for alterations, renovations, improvements, additions, and new construction, including (1) health, safety, ADA compliance, and energy conservation improvements; (2) information technology systems; (3) technology for independence; and (4) purchase of vehicles	20,000,000	20,000,000
13(b), 32(b)	Department of Agriculture	Farm Reinvestment program	500,000	500,000
13(c), 32(c)	DEEP	Grants to municipalities for open space acquisition and development for conservation or recreational purposes	10,000,000	10,000,000
		Grants to municipalities for improvements to incinerators and landfills, including bulky waste landfills	1,400,000	1,000,000
		Grants for identifying, investigating, containing, removing, or mitigating contaminated industrial sites in urban areas	5,000,000	5,000,000
		Grants to municipalities for providing potable water	0	1,000,000
13(d), 32(d)	Department of Economic and Community Development (DECD)	Grants to nursing homes for alterations, renovations, and improvements for conversion to other uses in support of right-sizing	10,000,000	10,000,000
		Small Business Express program	50,000,000	50,000,000
		Regional brownfield redevelopment loan fund	20,000,000	10,000,000
13(e)	DOH	Grants to municipalities for the incentive housing zone program	2,000,000	0
13(f), 32(e)	Department of Public Health	Stem Cell Research Fund	10,000,000	10,000,000
13(g), 32(f)	Department of Transportation (DOT)	Grants for improvements to ports and marinas, including dredging and navigational direction	5,000,000	5,000,000
13(h), 32(g)	SDE	Grants for Sheff magnet school program start-up costs: purchasing a building or portable classrooms, leasing space, and purchasing equipment, including	17,000,000	7,500,000

		computers and classroom furniture, provided that title to any such building that ceases to be used as an interdistrict magnet school may revert to the state as the education commissioner determines		
		Grants to towns and tax-exempt organizations for facility improvements and minor capital repairs to school readiness programs and state-funded day care centers operated by towns and organizations	11,500,000	15,000,000
		Grants to targeted local and regional school districts for alterations, repairs, improvements, technology, and equipment in low-performing schools	0	10,000,000
13(i), 32(h)	State Library	Grants to public libraries not located in distressed municipalities for construction, renovations, expansions, energy conservation, and handicapped accessibility	5,000,000	5,000,000

### §§ 39-45 — TRANSPORTATION PROJECTS

The bill authorizes up to \$706.9 million in STO bonds in FY 14 for DOT's capital improvement program, as shown in Table 2. The authorizations include \$141 million for bus and rail facilities and equipment and \$113 million for DOT's Interstate highway program.

**Table 2: STO Bond Authorizations for DOT Projects**

<i>Authorized Program Areas</i>	<i>FY 14</i>
<b>Bureau of Engineering and Highway Operations</b>	
Interstate highway program	\$113,000,000
Urban systems	8,500,000
Intrastate highway program	54,000,000
Environmental compliance, soil and groundwater remediation, hazardous materials abatement, demolition, salt shed construction and renovation, storage tank replacement, and environmental emergency response at or near state-owned properties or related to DOT operations	5,000,000
State bridge improvement, rehabilitation, and replacement	33,000,000
Capital resurfacing and related reconstruction	68,900,000
Fix-it-First bridge repair program	60,687,500
Fix-it-First road repair program	55,000,000
Local Transportation Capital Program	45,000,000
Town-aid road (see below)	60,000,000
Local bridge program	15,000,000
Preliminary engineering studies to improve and widen the interchange of I-91 and I-84 in Hartford	200,000
<b>Bureau of Aviation and Ports</b>	
Developing and improving general aviation airports, including grants to municipal airports other than Bradley International Airport	2,000,000
<b>Bureau of Public Transportation</b>	
Bus and rail facilities and equipment, including rights-of-way, other property acquisition, and related projects	141,000,000
Long-term infrastructure investment plan (see below)	2,000,000
Preliminary engineering studies for upgrades of MetroNorth track infrastructure between New Haven and New York state	200,000
<b>Bureau of Administration</b>	
Department facilities	18,731,600
STO bonds, cost of issuance and debt service reserve	24,700,000

**§ 40 — Town-Aid Road (TAR)**

The bill authorizes up \$60 million in STO bonds annually for FY 14 to fund TAR grants to municipalities. The law requires the state to allocate specified annual amounts from DOT appropriations to provide grants to towns for highway and bridge improvements and for emergency aid to repair damage to roads, bridges, and dams caused by natural disasters. The authorizations in this bill replace these allocations from DOT's annual budget.

**§ 45 — Long-Term Infrastructure Investment Plan**

The bill requires the DOT commissioner to hire an independent consultant to (1) prepare a long-term infrastructure investment plan for the state's transportation and (2) regularly meet with the DOT and DECD commissioners and the chairpersons and ranking members of the (a) Finance, Revenue and Bonding, Commerce, and Transportation committees and (b) Finance Committee's transportation bonding subcommittee.

The plan must:

1. identify current and projected transportation problems and needs, considering future population and employment growth and major growth corridors;
2. provide a comprehensive multimodal plan that considers various transportation systems, including (a) highways and roads, (b) airports, (c) ports, (d) railroads, (e) other mass transit systems, and (f) walking and biking paths;
3. provide a blueprint for connectivity among the various systems;
4. consider the environmental impacts of the various systems, including the impact of climate change on existing or future transportation systems;
5. identify economic development opportunities arising from infrastructure improvement projects; and

6. develop (a) long-range plans and short-range programs identifying specific projects and (b) a financial plan for implementing them.

The consultant must (1) submit, to the DOT commissioner, a draft plan by January 15, 2014 and final plan by March 1, 2014 and (2) provide copies of both to the legislators listed above. The bill expressly authorizes the Finance, Revenue and Bonding Committee to hold an informational hearing on the draft plan.

EFFECTIVE DATE: Upon passage

#### § 46 — STATE BOND COMMISSION PRIORITIES

The bill requires the governor and OPM secretary to meet at least quarterly with the chairpersons and ranking members of the Finance, Revenue and Bonding Committee and chairpersons of the Finance Committee's bonding subcommittee to consult on priorities for projects to be considered at State Bond Commission meetings.

#### §§ 47-63 — BOND AUTHORIZATIONS FOR STATUTORY PROGRAMS AND GRANTS

The bill increases bond authorization limits for various statutory grants and purposes and allocates new bonding for these purposes for FY 14 and FY 15, as shown in Table 3.

**Table 3: Statutory Bond Authorizations for FY 14 and FY 15**

§	Agency	Purpose/Fund	FY 14	FY 15
47	OPM	Urban Action (economic and community development project grants)	\$50,000,000	\$50,000,000
48	OPM	Small Town Economic Assistance Program (STEAP)	20,000,000	20,000,000
49	OPM	Capital Equipment Purchase Fund	40,000,000	35,000,000
52	OPM	LoCIP (see below)	86,429,907	86,429,907
53	DECD	Housing Trust Fund	30,000,000	30,000,000
54	SDE	Charter school capital expenses	5,000,000	5,000,000
55	SDE	School construction projects	510,300,000	469,900,000
56	SDE	School construction interest subsidy grants	1,000,000	4,300,000
60	DEEP	Farmland preservation	10,000,000	10,000,000
61	DEEP	Clean Water Fund grants	67,000,000	218,000,000
62	DEEP	Clean Water Fund loans (revenue bonds)	380,430,000	331,970,000
63	DECD	Manufacturing Assistance Act	100,000,000	0

#### §§ 50-52 — LoCIP Expansion and Municipal Grants

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**Eligible Projects.** The bill expands the list of projects eligible for LoCIP funding to include:

1. bikeway and greenway establishment;
2. land acquisition, including open space, and costs associated with making land available for public use;
3. technology acquisition related to implementing SDE's Common Core State Standards;
4. technology upgrades, including improvements to expand public access to government information through e-portals and kiosks; and
5. for FYs 13 and 14 only, (a) snow removal equipment and (b) capital expenditures made to improve public safety or facilitate regional cooperation.

LoCIP, administered by OPM, reimburses municipalities for the cost of eligible local capital improvement projects, such as road, bridge, and public building construction activities. OPM annually allocates LoCIP funds to municipalities according to a statutory formula.

The bill allows a municipality to apply for LoCIP funds to reimburse any FY 13 expenditures it incurred for any of these additional projects regardless of the application deadlines set under existing law.

Under current law, LoCIP applications must include a certification that the project for which the municipality is requesting reimbursement is consistent with its local capital improvement plan. The bill allows the OPM secretary, for any fiscal year, to (1) authorize reimbursement for any of the additional projects before the municipality has added the project to its local capital improvement plan and (2) require the municipality to certify that it is taking steps to amend its plan to include the project.

EFFECTIVE DATE: Upon passage for the provision expanding the

list of LoCIP-eligible projects.

**Bond Authorization and Municipal Grants.** The bill authorizes \$86,429,907 in GO bonds each year for FYs 14 and 15 under LoCIP but earmarks \$56,429,907 of the bond proceeds in each of those fiscal years to OPM to distribute for manufacturing transition grants to municipalities equal to 62% of the amount each municipality received in FY 13. OPM must distribute any remaining funds to municipalities according to the municipal revenue sharing formula under the existing Municipal Revenue Sharing Account. Under that formula, funds are distributed as follows:

1. 50% on a per capita basis, according to the most recent federal 10-year census and
2. 50% according to an existing property tax relief formula that apportions funds based on a municipality's population, adjusted equalized net grand list per capita, and per capita income of town residents.

#### **§§ 57-58 — Construction Grants for Public Libraries**

The bill increases, from one-third to one-half of total construction costs, the State Library Board's grants for public library construction for project applications submitted on or after July 1, 2013. As under current law, the maximum grant is \$1 million. The grants are subject to available funding.

It also allows the board to make grants to public libraries for emergency repairs to buildings and equipment of up to one-half of the repair cost, up to \$100,000 for each approved project. The grants are subject to the board's approval and available funding.

#### **§ 59 — Microgrid Grant and Loan PILOT Program**

The bill eliminates the \$15 million limit on total grants and loans that DEEP may issue under its microgrid grant and loan pilot program. PA 12-148 required DEEP to establish the program to help develop microgrid infrastructure to support critical facilities, including

hospitals, police and fire stations, water and sewage treatment plants, and correctional facilities.

### **§§ 64-65 — GAAP BONDS**

The bill authorizes the treasurer to issue up to \$750 million in bonds to reduce the state's accumulated General Fund deficit, determined according to GAAP, as reported in the state's FY 13 audited financial statements. It also authorizes the treasurer to issue (1) additional bonds or other debt to fund up to two years of interest payable or accrued on the bonds and issuance costs and (2) refunding bonds to retire GAAP bonds issued under the bill. The bonds are state general obligations and must mature before June 30, 2028.

#### ***State Commitment to Repaying GAAP Deficit***

Starting in FY 16 and for each fiscal year thereafter in which the GAAP bonds are outstanding, the bill automatically appropriates from the General Fund an amount, distributed from FY 16 to FY 28, equal to the difference between the (1) accumulated General Fund GAAP deficit as of June 30, 2013, estimated by the OPM secretary, and (2) amount of GAAP bonds authorized under the bill. The appropriations cease in the fiscal years following the year in which the comptroller's annual financial report to the governor states that there is no GAAP deficit for such fiscal year.

The bill pledges that the state will not treat the GAAP bond proceeds as General Fund revenue or use them for any current or future budget appropriation. It also promises, and authorizes the state treasurer to promise bondholders, that the General Assembly will not reduce the GAAP deficit appropriation until the state repays the GAAP bonds in full. It allows the state to reduce this appropriation (1) if it protects bondholders' rights in another way; (2) in an emergency or extraordinary circumstance, provided certain conditions are met; or (3) in other circumstances permitted under the bonds' terms.

***Emergency Reduction in State Contribution.*** The bill allows the state to reduce the GAAP deficit appropriation while the GAAP bonds

are outstanding if all of the following conditions are met.

1. The governor must declare an emergency or the existence of extraordinary circumstances.
2. The governor must invoke the statute that (a) gives him discretion, and (b) requires him whenever the comptroller projects a General Fund budget deficit greater than 1%, to reduce appropriated accounts by up to 5% and total fund appropriations by up to 3%.
3. At least three-fifths of the members of each chamber of the General Assembly approve must approve the reduction.

### ***Treasurer's Powers to Secure Bonds***

The bill allows the treasurer to set any terms and conditions she thinks will help sell the bonds. To this end, she can determine their principal amounts, interest rates, repayment schedules, and redemption terms as well as any additional security they require. The bill allows her to make reimbursement, remarketing, standby purchase, or any other type of marketing agreement for the bonds that serves the state's best interests. Security for the bonds can include a credit line or insurance policy from a commercial bank or insurer authorized to do business in Connecticut. The bill commits the state to repay amounts drawn on any credit line or other security backing the bonds.

### ***State and Federal Tax Benefits***

The bill exempts interest on, and gains from the sale of, the bonds from all taxes imposed by the state or under its authority, except estate or succession taxes. It also authorizes the treasurer to structure the bonds so that their interest is included or excluded from federal taxes.

The bill allows the treasurer to make whatever representations and agreements are necessary or appropriate to ensure that note holders receive available federal tax benefits on note interest. The agreements may include (1) promises to provide secondary market disclosure

information; (2) arrangements for the information to be provided through an agent or trustee; and (3) remedies, limited to specific performance, for breaching an agreement. (A “secondary market” is any sale after the initial public offering.)

The bill indemnifies state elected and appointed officials and employees from financial losses, including legal fees, arising out of claims of negligence in providing secondary market disclosure information or performing other duties under any agreement to do so. The indemnification does not cover willful and wanton fraud.

### ***Investment***

The bill makes the bonds legal investments for banks, insurance companies, fiduciaries, and public bodies and allows public officers to accept them for any purpose for which they may receive or deposit state obligations.

### ***Legal Actions Relating To GAAP Bonds***

The bill allows the Hartford Superior Court to enter a judgment against the state based on (1) an express contract between the state and holders of the bonds or (2) contracts or agreements the bill allows the treasurer to make relating to the bonds. Such a judgment must include any claim or set-off the state has against the plaintiffs. The case must be heard without a jury. The bill reserves to the state all legal defenses in such a case except governmental immunity and allows either party to move that the action have privilege in its trial assignment.

EFFECTIVE DATE: Upon passage

### **§§ 66-67 — ERNS**

The bill extends by two years, from July 1, 2016 to July 1, 2018, the maturity date for the ERNs issued to fund the FY 09 deficit. It also authorizes the treasurer to issue refunding bonds for the ERNs without certifying that the state reasonably expects to achieve net debt service savings as a result of the refunding.

EFFECTIVE DATE: Upon passage

**§ 68 — GAAP IMPLEMENTATION**

Existing law requires the state's budget and financial statements to conform to GAAP starting in FY 14.

The bill delays, (1) from July 1, 2013 to July 1, 2015, the date by which the comptroller must establish an opening combined balance sheet for all appropriated funds based on GAAP and (2) from June 30, 2013 to June 30, 2015, the date by which he must aggregate and set up as a deferred charge on the combined balance sheet the accrued and unpaid expenses and liabilities and other adjustments for GAAP purposes.

Under current law, the state must pay off this deferred charge in equal annual increments over 15 years, starting in FY 14. The bill instead requires the state to make these payments over 13 years, starting in FY 16.

**§ 114 — USE OF BUDGET SURPLUSES**

The bill repeals laws requiring unappropriated General Fund surpluses to be used (1) starting with FY 14, first to pay the annual GAAP increment and (2) from FY 10 to FY 17, to redeem outstanding ERNs before they mature and then to reduce the state's obligations for ERBs, which were never issued. In doing so, it restores a requirement that the state treasurer transfer any unappropriated General Fund surpluses at the end of each fiscal year to the Budget Reserve ("Rainy Day") Fund.

The bill also repeals a law requiring the comptroller, for FY 12 and FY 13, to apply \$75 million and \$50 million, respectively, of any such surplus to any net increase in the unreserved negative General Fund balance for FY 11 before allocating the balance as otherwise required.

EFFECTIVE DATE: Upon passage

**§§ 55, 69, 71-76 & 78-81 — CHANGES IN PRIOR GO BOND AUTHORIZATIONS**

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**§§ 55, 69, 73-74, 76 & 80 — Authorizations Transferred from DCS to DAS**

The bill transfers, from DCS to DAS, responsibility for existing bond authorizations for school construction projects and the following capital projects related to state buildings and property:

1. various security improvements;
2. infrastructure repairs and improvements, improvements to state-owned buildings and grounds, and preservation of unoccupied buildings and grounds;
3. capital construction, improvements, repairs, renovations, and land acquisition at fire training schools; and
4. removal or encapsulation of asbestos in state buildings;

EFFECTIVE DATE: Upon passage, except for the school construction provision, which is effective July 1, 2013.

**§§ 71, 78-79 & 81 — Authorizations Transferred from DECD to DOH**

The bill transfers, from DECD to DOH, responsibility for existing bond authorizations for (1) housing development and rehabilitation and (2) a grant to the Connecticut Housing Finance Authority for its Emergency Mortgage Assistance Program.

EFFECTIVE DATE: Upon passage

**§ 72 — Authorization for Baseball Field Renovations in Wallingford**

The bill modifies the purpose of a previous \$525,000 GO bond authorization for a grant to Wallingford by requiring that it be used for renovations at the town's public school athletic fields, rather than the baseball field at Sheehan High School.

**§ 75 — Community College Manufacturing Technology Programs**

The bill expands, from three to four community colleges, the schools

at which BOR may use a previous \$17.8 million GO bond authorization to establish or expand manufacturing technology programs. Current law and the bill do not specify the colleges, but require those chosen to demonstrate a commitment to precision manufacturing and ability, through space and faculty, to establish or expand such programs.

### §§ 70-71, 77-78 & 82-113 — CANCELLATIONS

The bill cancels the GO bond authorizations listed in Table 4.

**Table 4: Cancellations in Prior Authorizations**

§	Agency or Grantee	For	Prior Authorization	Amount Cancelled
71	DECD (transfers to DOH)	Housing development and rehabilitation	\$21,000,000	\$600,000
78	DECD (transfers to DOH)	Housing development and rehabilitation	25,000,000	494,817
83	DEEP	Grants and loans to municipalities for acquiring land for public parks, recreational and water quality improvements, water mains, and water pollution control facilities, including sewer projects	5,000,000	42,000
85	State Library	Grant to West Hartford to expand the West Hartford Main Library	500,000	500,000
86	DCF	Grant to private nonprofit mental health clinics for children for fire, safety, and environmental improvements	1,000,000	9,060
88	Connecticut Commission on Culture and Tourism (CCCT)	Renovations and restoration at state-owned historic museums	1,000,000	1,000,000
88	CCCT	Old New-Gate Prison improvements	50,000	50,000
90	SDE	Grant to Project Oceanology	500,000	500,000
91	State Library	Grant to Waterbury for improvements to Silas Bronson Library	1,000,000	1,000,000
92	DCF	Grants to private, nonprofit organizations, including the Boys and Girls Clubs of America, YMCAs, YWCAs, and community centers for construction and renovation of community youth centers for neighborhood recreation or education purposes.	4,702,000	19,193
94	CCCT	Prudence Crandall Museum, Carter House Visitor Center: alterations, improvements, renovations	500,000	500,000
95	Community College System	Northwestern: Infrastructure development and improvements to the nursing and allied health program	340,000	340,000
96	Connecticut State University System	All universities: land and property acquisitions	100,000	5,490
97	Connecticut State University System	Eastern: Facility alternations, renovations, and improvements	1,165,000	22,396
97	Connecticut State University System	Eastern: Develop new parking garage	18,296,000	971,000
99	Department of Public Safety (now DESPP)	Grant to Montville to convert the old town hall to a police station	800,000	800,000

100	CCCT	Grant to restore and preserve historic structures and landmarks	300,000	100,000
101	DPH	Grant to purchase digital mobile mammography unit	500,000	500,000
102	SDE	Grant to Waterford Country School to construct a gymnasium	1,000,000	100,000
103	State Library	Grant to public libraries not located in distressed municipalities for construction, renovation, expansion, energy conservation, and handicapped accessibility	3,500,000	7,902
104	State Library	Grant to North Branford for renovations and additions to Edward Smith Library in Northford	439,025	439,025
105	DCF	Grant to Pathway-Senderos Teen Pregnancy Prevention Center in New Britain to acquire new facility	825,000	500,000
105	DCF	Grant to Child Guidance Center of Southern Connecticut in Stamford for expansion	2,000,000	500,000
107	Department of Mental Retardation (now to DDS)	Fire, safety, and environmental improvements to regional facilities for client and staff needs	5,000,000	44,590
109	CCCT	Grant to restore and preserve historic structures and landmarks	300,000	300,000
111	Community College System	Quinebaug Valley: East wing code improvements	980,367	555,710
113	DOT	Grants for improvements to ports and marinas, including dredging and navigational direction	6,000,000	1,250

EFFECTIVE DATE: July 1, 2013, except for the cancellations that transfer responsibility for the authorizations from DECD to DOH, which are effective upon passage.

## COMMENT

### ***Authorizations Transferred from DCS to DAS***

The bill transfers from DCS to DAS responsibility for existing bond authorizations for school construction and various state capital projects, but DCS retains authority regarding the construction of these projects.

## COMMITTEE ACTION

Finance, Revenue and Bonding Committee

Joint Favorable Substitute

Yea 33 Nay 17 (04/16/2013)