



Senate

General Assembly

File No. 653

February Session, 2014

Substitute Senate Bill No. 29

Senate, April 22, 2014

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 AND OTHER PURPOSES.

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

1 Section 1. (*Effective July 1, 2014*) 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 \$38,909,322.

6 Sec. 2. (*Effective July 1, 2014*) 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 Legislative Management:

16 (1) Information technology updates, replacements and
17 improvements, replacement of various equipment in the Capitol
18 complex, including updated technology for the Office of State Capitol
19 Police, renovations and repairs and minor capital improvements at the
20 Capitol complex and the Old State House, not exceeding \$4,892,200;

21 (2) Production and studio equipment for the Connecticut Network,
22 not exceeding \$3,230,000.

23 (b) For the Office of Governmental Accountability: Information
24 technology improvements, not exceeding \$1,000,000.

25 (c) For the Office of Policy and Management: The transit-oriented
26 development predevelopment fund, not exceeding \$7,000,000.

27 (d) For the Department of Veterans' Affairs:

28 (1) State matching funds for federal grants-in-aid for renovations
29 and code required improvements to existing facilities, not exceeding
30 \$1,409,450;

31 (2) Planning and feasibility study for additional veterans' housing at
32 the Rocky Hill campus, including demolition of vacant buildings, not
33 exceeding \$500,000.

34 (e) For the Department of Administrative Services: Land acquisition,
35 construction, improvements, repairs and renovations at fire training
36 schools, not exceeding \$15,777,672.

37 (f) For the Office of the Healthcare Advocate: Development,
38 acquisition and implementation of health information technology
39 systems and equipment in support of the state innovation model, not
40 exceeding \$1,900,000.

41 (g) For the Agricultural Experiment Station: Planning and design,
42 construction and equipment for additions and renovation to the Valley
43 Laboratory in Windsor, not exceeding \$1,000,000.

44 (h) For the State Library: Creation and maintenance of a state-wide
45 platform for the distribution of electronic books to public library
46 patrons, not exceeding \$2,200,000.

47 Sec. 3. (*Effective July 1, 2014*) All provisions of section 3-20 of the
48 general statutes or the exercise of any right or power granted thereby
49 which are not inconsistent with the provisions of sections 1 to 7,
50 inclusive, of this act are hereby adopted and shall apply to all bonds
51 authorized by the State Bond Commission pursuant to sections 1 to 7,
52 inclusive, of this act, and temporary notes issued in anticipation of the
53 money to be derived from the sale of any such bonds so authorized
54 may be issued in accordance with said section 3-20 and from time to
55 time renewed. Such bonds shall mature at such time or times not
56 exceeding twenty years from their respective dates as may be provided
57 in or pursuant to the resolution or resolutions of the State Bond
58 Commission authorizing such bonds.

59 Sec. 4. (*Effective July 1, 2014*) None of the bonds described in sections
60 1 to 7, inclusive, of this act shall be authorized except upon a finding
61 by the State Bond Commission that there has been filed with it a
62 request for such authorization, that is signed by the Secretary of the
63 Office of Policy and Management or by or on behalf of such state
64 officer, department or agency and stating such terms and conditions as
65 said commission, in its discretion, may require.

66 Sec. 5. (*Effective July 1, 2014*) For the purposes of sections 1 to 7,
67 inclusive, of this act, "state moneys" means the proceeds of the sale of
68 bonds authorized pursuant to said sections 1 to 7, inclusive, or of
69 temporary notes issued in anticipation of the moneys to be derived
70 from the sale of such bonds. Each request filed as provided in section 4
71 of this act for an authorization of bonds shall identify the project for
72 which the proceeds of the sale of such bonds are to be used and
73 expended and, in addition to any terms and conditions required

74 pursuant to section 4 of this act, shall include the recommendation of
75 the person signing such request as to the extent to which federal,
76 private or other moneys then available, or thereafter to be made
77 available for costs in connection with any such project, should be
78 added to the state moneys available or becoming available hereunder
79 for such project. If the request includes a recommendation that some
80 amount of such federal, private or other moneys should be added to
81 such state moneys, then, if and to the extent directed by the State Bond
82 Commission at the time of authorization of such bonds, such amount
83 of such federal, private or other moneys then available, or thereafter to
84 be made available for costs in connection with such project, may be
85 added to any state moneys available or becoming available hereunder
86 for such project and shall be used for such project. Any other federal,
87 private or other moneys then available, or thereafter to be made
88 available for costs in connection with such project, shall, upon receipt,
89 be used by the State Treasurer, in conformity with applicable federal
90 and state law, to meet the principal of outstanding bonds issued
91 pursuant to sections 1 to 7, inclusive, of this act, or to meet the
92 principal of temporary notes issued in anticipation of the money to be
93 derived from the sale of bonds theretofore authorized pursuant to said
94 sections 1 to 7, inclusive, for the purpose of financing such costs, either
95 by purchase or redemption and cancellation of such bonds or notes or
96 by payment thereof at maturity. Whenever any of the federal, private
97 or other moneys so received with respect to such project are used to
98 meet the principal of such temporary notes or whenever principal of
99 any such temporary notes is retired by application of revenue receipts
100 of the state, the amount of bonds theretofore authorized in anticipation
101 of which such temporary notes were issued, and the aggregate amount
102 of bonds which may be authorized pursuant to section 1 of this act,
103 shall each be reduced by the amount of the principal so met or retired.
104 Pending use of the federal, private or other moneys so received to meet
105 principal as hereinabove directed, the amount thereof may be invested
106 by the State Treasurer in bonds or obligations of, or guaranteed by, the
107 state or the United States or agencies or instrumentalities of the United
108 States, shall be deemed to be part of the debt retirement funds of the

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

111 Sec. 6. (*Effective July 1, 2014*) Any balance of proceeds of the sale of
112 the bonds authorized for any project described in section 2 of this act
113 in excess of the cost of such project may be used to complete any other
114 project described in said section 2, if the State Bond Commission shall
115 so determine and direct. Any balance of proceeds of the sale of said
116 bonds in excess of the costs of all the projects described in said section
117 2 shall be deposited to the credit of the General Fund.

118 Sec. 7. (*Effective July 1, 2014*) The bonds issued pursuant to this
119 section and sections 1 to 6, inclusive, of this act, shall be general
120 obligations of the state and the full faith and credit of the state of
121 Connecticut are pledged for the payment of the principal of and
122 interest on said bonds as the same become due, and accordingly and as
123 part of the contract of the state with the holders of said bonds,
124 appropriation of all amounts necessary for punctual payment of such
125 principal and interest is hereby made, and the State Treasurer shall pay
126 such principal and interest as the same become due.

127 Sec. 8. (*Effective July 1, 2014*) The State Bond Commission shall have
128 power, in accordance with the provisions of this section and sections 9
129 to 15, inclusive, of this act, from time to time to authorize the issuance
130 of bonds of the state in one or more series and in principal amounts in
131 the aggregate, not exceeding \$156,400,000.

132 Sec. 9. (*Effective July 1, 2014*) The proceeds of the sale of the bonds
133 described in sections 8 to 15, inclusive, of this act shall be used for the
134 purpose of providing grants-in-aid and other financing for the projects,
135 programs and purposes hereinafter stated:

136 (a) For the office of the State Comptroller: Grant-in-aid to the
137 Connecticut Public Broadcasting Network for transmission, broadcast,
138 production and information technology equipment, not exceeding
139 \$3,300,000.

140 (b) For the Labor Department: For the Subsidized Training and
141 Employment program established pursuant to section 31-3pp of the
142 general statutes, not exceeding \$10,000,000.

143 (c) For the Department of Energy and Environmental Protection:
144 Grants-in-aid or reimbursement to municipalities in amounts up to
145 \$1,000 per grant or reimbursement, for the initial installation of a drop
146 box for prescription drugs, not exceeding \$100,000.

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

148 (1) For the Connecticut Manufacturing Innovation Fund, and for
149 grants-in-aid for research and development of advanced composite
150 materials, not exceeding \$30,000,000;

151 (2) Grant-in-aid to the Northeast Connecticut Economic
152 Development Alliance, not exceeding \$2,000,000;

153 (3) Grants-in-aid to nonprofit organizations sponsoring cultural and
154 historic sites, not exceeding \$10,000,000.

155 (e) For the Department of Housing: For the Shoreline Resiliency
156 Fund, not exceeding \$25,000,000.

157 (f) For the Department of Transportation: Grants-in-aid to
158 municipalities for use in the manner set forth in, and in accordance
159 with the provisions of, sections 13b-74 to 13b-77, inclusive, of the
160 general statutes, not exceeding \$60,000,000.

161 (g) For the Department of Social Services: Grant-in-aid to Oak Hill
162 for down payment assistance or capital improvements associated with
163 acquisition of Camp Hemlocks, not exceeding \$1,000,000.

164 (h) For the Department of Rehabilitation Services: Grants-in-aid to
165 provide home modifications and assistive technology devices related
166 to aging in place, not exceeding \$5,000,000.

167 (i) For the Department of Education: Grants-in-aid for alterations,
168 repairs, improvements, technology, equipment and capital start-up

169 costs, including acquisition costs, to expand the availability of high-
170 quality school models and assist in the implementation of common
171 core state standards and assessments, in accordance with procedures
172 established by the Commissioner of Education, not exceeding
173 \$10,000,000.

174 Sec. 10. (*Effective July 1, 2014*) All provisions of section 3-20 of the
175 general statutes or the exercise of any right or power granted thereby
176 which are not inconsistent with the provisions of sections 8 to 15,
177 inclusive, of this act are hereby adopted and shall apply to all bonds
178 authorized by the State Bond Commission pursuant to sections 8 to 15,
179 inclusive, of this act, and temporary notes issued in anticipation of the
180 money to be derived from the sale of any such bonds so authorized
181 may be issued in accordance with said sections 8 to 15, inclusive, and
182 from time to time renewed. Such bonds shall mature at such time or
183 times not exceeding twenty years from their respective dates as may be
184 provided in or pursuant to the resolution or resolutions of the State
185 Bond Commission authorizing such bonds.

186 Sec. 11. (*Effective July 1, 2014*) None of the bonds described in
187 sections 8 to 15, inclusive, of this act shall be authorized except upon a
188 finding by the State Bond Commission that there has been filed with it
189 a request for such authorization, that is signed by the Secretary of the
190 Office of Policy and Management or by or on behalf of such state
191 officer, department or agency and stating such terms and conditions as
192 said commission, in its discretion, may require.

193 Sec. 12. (*Effective July 1, 2014*) For the purposes of sections 8 to 15,
194 inclusive, of this act, "state moneys" means the proceeds of the sale of
195 bonds authorized pursuant to said sections 8 to 15, inclusive, or of
196 temporary notes issued in anticipation of the moneys to be derived
197 from the sale of such bonds. Each request filed as provided in section
198 11 of this act for an authorization of bonds shall identify the project for
199 which the proceeds of the sale of such bonds are to be used and
200 expended and, in addition to any terms and conditions required
201 pursuant to said section 11, include the recommendation of the person

202 signing such request as to the extent to which federal, private or other
203 moneys then available or thereafter to be made available for costs in
204 connection with any such project should be added to the state moneys
205 available or becoming available under said sections 8 to 15, inclusive,
206 for such project. If the request includes a recommendation that some
207 amount of such federal, private or other moneys should be added to
208 such state moneys, then, if and to the extent directed by the State Bond
209 Commission at the time of authorization of such bonds, such amount
210 of such federal, private or other moneys then available or thereafter to
211 be made available for costs in connection with such project may be
212 added to any state moneys available or becoming available hereunder
213 for such project and be used for such project. Any other federal,
214 private or other moneys then available or thereafter to be made
215 available for costs in connection with such project upon receipt shall,
216 in conformity with applicable federal and state law, be used by the
217 State Treasurer to meet the principal of outstanding bonds issued
218 pursuant to said sections 8 to 15, inclusive, or to meet the principal of
219 temporary notes issued in anticipation of the money to be derived
220 from the sale of bonds theretofore authorized pursuant to said sections
221 8 to 15, inclusive, for the purpose of financing such costs, either by
222 purchase or redemption and cancellation of such bonds or notes or by
223 payment thereof at maturity. Whenever any of the federal, private or
224 other moneys so received with respect to such project are used to meet
225 the principal of such temporary notes or whenever the principal of any
226 such temporary notes is retired by application of revenue receipts of
227 the state, the amount of bonds theretofore authorized in anticipation of
228 which such temporary notes were issued, and the aggregate amount of
229 bonds which may be authorized pursuant to section 8 of this act shall
230 each be reduced by the amount of the principal so met or retired.
231 Pending use of the federal, private or other moneys so received to meet
232 the principal as directed in this section, the amount thereof may be
233 invested by the State Treasurer in bonds or obligations of, or
234 guaranteed by, the state or the United States or agencies or
235 instrumentalities of the United States, shall be deemed to be part of the
236 debt retirement funds of the state, and net earnings on such

237 investments shall be used in the same manner as the moneys so
238 invested.

239 Sec. 13. (*Effective July 1, 2014*) The bonds issued pursuant to sections
240 8 to 15, inclusive, of this act shall be general obligations of the state and
241 the full faith and credit of the state of Connecticut are pledged for the
242 payment of the principal of and interest on said bonds as the same
243 become due, and accordingly and as part of the contract of the state
244 with the holders of said bonds, appropriation of all amounts necessary
245 for punctual payment of such principal and interest is hereby made,
246 and the State Treasurer shall pay such principal and interest as the
247 same become due.

248 Sec. 14. (*Effective July 1, 2014*) In accordance with section 9 of this act,
249 the state, through the State Comptroller, the Labor Department, the
250 Department of Energy and Environmental Protection, the Department
251 of Economic and Community Development, the Department of
252 Housing, the Department of Transportation, the Department of Social
253 Services, the Department of Rehabilitation Services and the
254 Department of Education may provide grants-in-aid and other
255 financings to or for the agencies for the purposes and projects as
256 described in said section 9. All financing shall be made in accordance
257 with the terms of a contract at such time or times as shall be
258 determined within authorization of funds by the State Bond
259 Commission.

260 Sec. 15. (*Effective July 1, 2014*) In the case of any grant-in-aid made
261 pursuant to section 9 of this act that is made to any entity which is not
262 a political subdivision of the state, the contract entered into pursuant
263 to section 14 of this act shall provide that if the premises for which
264 such grant-in-aid was made cease, within ten years of the date of such
265 grant, to be used as a facility for which such grant was made, an
266 amount equal to the amount of such grant, minus ten per cent per year
267 for each full year which has elapsed since the date of such grant, shall
268 be repaid to the state and that a lien shall be placed on such land in
269 favor of the state to ensure that such amount shall be repaid in the

270 event of such change in use, provided if the premises for which such
271 grant-in-aid was made are owned by the state, a municipality or a
272 housing authority, no lien need be placed.

273 Sec. 16. (*Effective July 1, 2014*) The State Bond Commission shall have
274 power, in accordance with the provisions of this section and sections
275 17 to 21, inclusive, of this act, from time to time to authorize the
276 issuance of special tax obligation bonds of the state in one or more
277 series and in principal amounts in the aggregate, not exceeding
278 \$28,400,000.

279 Sec. 17. (*Effective July 1, 2014*) The proceeds of the sale of bonds
280 described in sections 16 to 21, inclusive, of this act, to the extent
281 hereinafter stated, shall be used for the purpose of payment of the
282 transportation costs, as defined in subdivision (6) of section 13b-75 of
283 the general statutes, with respect to the projects and uses hereinafter
284 described, which projects and uses are hereby found and determined
285 to be in furtherance of one or more of the authorized purposes for the
286 issuance of special tax obligation bonds set forth in section 13b-74 of
287 the general statutes. For the Department of Transportation, Bureau of
288 Engineering and Highway Operations:

289 (a) Development of a comprehensive asset management plan in
290 accordance with federal requirements, not exceeding \$10,000,000;

291 (b) Highway and bridge renewal equipment, not exceeding
292 \$5,400,000;

293 (c) Local bridge program, not exceeding \$10,000,000;

294 (d) Reconfiguration of an existing ramp off of the Merritt Parkway
295 in Westport, not exceeding \$3,000,000.

296 Sec. 18. (*Effective July 1, 2014*) None of the bonds described in
297 sections 16 to 21, inclusive, of this act shall be authorized except upon
298 a finding by the State Bond Commission that there has been filed with
299 it (1) a request for such authorization, that is signed by the Secretary of
300 the Office of Policy and Management or by or on behalf of such state

301 officer, department or agency and stating such terms and conditions as
302 said commission, in its discretion, may require, and (2) any capital
303 development impact statement and any human services facility
304 colocation statement required to be filed with the Secretary of the
305 Office of Policy and Management pursuant to section 4b-31 of the
306 general statutes, any advisory report regarding the state plan of
307 conservation and development required pursuant to section 16a-31 of
308 the general statutes, and any statement regarding farmland required
309 pursuant to subsection (g) of section 3-20 of the general statutes and
310 section 22-6 of the general statutes, except that the State Bond
311 Commission may authorize said bonds without a finding that the
312 reports and statements required by subdivision (2) of this section have
313 been filed with it if said commission authorizes the secretary of said
314 commission to accept such reports and statements on its behalf. No
315 funds derived from the sale of bonds authorized by said commission
316 without a finding that the reports and statements required by
317 subdivision (2) of this section have been filed with it shall be allotted
318 by the Governor for any project until the reports and statements
319 required by subdivision (2) of this section, with respect to such project,
320 have been filed with the secretary of said commission.

321 Sec. 19. (*Effective July 1, 2014*) For the purposes of sections 16 to 21,
322 inclusive, of this act, each request filed, as provided in section 18 of
323 this act, for an authorization of bonds shall identify the project for
324 which the proceeds of the sale of such bonds are to be used and
325 expended and, in addition to any terms and conditions required
326 pursuant to said section 18, include the recommendation of the person
327 signing such request as to the extent to which federal, private or other
328 moneys then available or thereafter to be made available for costs in
329 connection with any such project should be added to the state moneys
330 available or becoming available from the proceeds of bonds and
331 temporary notes issued in anticipation of the receipt of the proceeds of
332 bonds. If the request includes a recommendation that some amount of
333 such federal, private or other moneys should be added to such state
334 moneys, then, if and to the extent directed by the State Bond
335 Commission at the time of authorization of such bonds, such amount

336 of such federal, private or other moneys then available or thereafter to
337 be made available for costs in connection with such project shall be
338 added to such state moneys.

339 Sec. 20. (*Effective July 1, 2014*) Any balance of proceeds of the sale of
340 the bonds authorized for the projects or purposes of section 17 of this
341 act, in excess of the aggregate costs of all the projects so authorized,
342 shall be used in the manner set forth in sections 13b-74 to 13b-77,
343 inclusive, of the general statutes, and in the proceedings of the State
344 Bond Commission respecting the issuance and sale of said bonds.

345 Sec. 21. (*Effective July 1, 2014*) Bonds issued pursuant to sections 16
346 to 21, inclusive, of this act shall be special obligations of the state and
347 shall not be payable from or charged upon any funds other than
348 revenues of the state pledged therefor in subsection (b) of section 13b-
349 61 of the general statutes and section 13b-61a of the general statutes, or
350 such other receipts, funds or moneys as may be pledged therefor. Said
351 bonds shall not be payable from or charged upon any funds other than
352 such pledged revenues or such other receipts, funds or moneys as may
353 be pledged therefor, nor shall the state or any political subdivision
354 thereof be subject to any liability thereon, except to the extent of such
355 pledged revenues or such other receipts, funds or moneys as may be
356 pledged therefor. Said bonds shall be issued under and in accordance
357 with the provisions of sections 13b-74 to 13b-77, inclusive, of the
358 general statutes.

359 Sec. 22. (NEW) (*Effective July 1, 2015*) (a) For the purposes described
360 in subsection (b) of this section, the State Bond Commission shall have
361 the power from time to time to authorize the issuance of bonds of the
362 state in one or more series and in principal amounts not exceeding in
363 the aggregate twenty million dollars, provided ten million dollars shall
364 be effective July 1, 2016.

365 (b) The proceeds of the sale of said bonds, to the extent of the
366 amount stated in subsection (a) of this section, shall be used by
367 Connecticut Innovations, Incorporated, for the purposes of the
368 Regenerative Medicine Research Fund established by section 19a-32e

369 of the general statutes.

370 (c) All provisions of section 3-20 of the general statutes, or the
371 exercise of any right or power granted thereby, which are not
372 inconsistent with the provisions of this section are hereby adopted and
373 shall apply to all bonds authorized by the State Bond Commission
374 pursuant to this section, and temporary notes in anticipation of the
375 money to be derived from the sale of any such bonds so authorized
376 may be issued in accordance with said section 3-20 and from time to
377 time renewed. Such bonds shall mature at such time or times not
378 exceeding twenty years from their respective dates as may be provided
379 in or pursuant to the resolution or resolutions of the State Bond
380 Commission authorizing such bonds. None of said bonds shall be
381 authorized except upon a finding by the State Bond Commission that
382 there has been filed with it a request for such authorization which is
383 signed by or on behalf of the Secretary of the Office of Policy and
384 Management and states such terms and conditions as said commission,
385 in its discretion, may require. Said bonds issued pursuant to this
386 section shall be general obligations of the state and the full faith and
387 credit of the state of Connecticut are pledged for the payment of the
388 principal of and interest on said bonds as the same become due, and
389 accordingly and as part of the contract of the state with the holders of
390 said bonds, appropriation of all amounts necessary for punctual
391 payment of such principal and interest is hereby made, and the State
392 Treasurer shall pay such principal and interest as the same become
393 due.

394 Sec. 23. (NEW) (*Effective July 1, 2014*) (a) For the fiscal years ending
395 June 30, 2015, to June 30, 2024, inclusive, the Office of Early Childhood
396 shall administer a preschool competitive grant program to reimburse
397 towns for capital and operational expenses related to establishing a
398 preschool program or expanding an existing preschool program under
399 the jurisdiction of the board of education for the town. A town may
400 receive an annual grant under the program (1) in an amount not to
401 exceed seventy-five thousand dollars for each preschool classroom, or
402 (2) in an amount not to exceed five thousand dollars per child enrolled

403 in a preschool program, except a town shall not receive a total annual
404 grant greater than one hundred fifty thousand dollars. A preschool
405 program created or expanded under this section shall include, but not
406 be limited to, a classroom with an individual who holds certification
407 pursuant to section 10-145b of the general statutes with an
408 endorsement in early childhood education or early childhood special
409 education and a size not to exceed eighteen children with a child-
410 teacher ratio of not greater than ten to one.

411 (b) On and after July 1, 2014, a local or regional board of education
412 may, on behalf of its town or its member towns, apply, at such time
413 and in such manner as the Commissioner of the Office of Early
414 Childhood prescribes, to the Office of Early Childhood for a grant for
415 the purposes described in subsection (a) of this section. To be eligible
416 for reimbursement pursuant to this section, an applicant board of
417 education shall (1) demonstrate that it has a need for creating a
418 preschool program or expanding an existing preschool program, and
419 (2) submit a plan for the expenditure of funds that outlines how such
420 board of education will use such funds to create or expand a preschool
421 program, including the amount that such town will contribute to the
422 operation of such preschool program. The commissioner shall give
423 priority to towns with the greatest need, as determined by the
424 commissioner. Of the towns with the greatest need for preschool
425 programs, the commissioner shall give first priority to towns that do
426 not have a preschool program at the time such town submits such
427 application.

428 (c) Any town receiving a grant under this section shall (1) receive
429 such grant for a period of five years and may submit an application for
430 renewal of such grant to the Office of Early Childhood, (2) obtain
431 accreditation, as described in section 10-16p of the general statutes, not
432 later than three years after the creation of the preschool program, and
433 (3) submit an annual report to the Office of Early Childhood regarding
434 the status and operation of the preschool program.

435 Sec. 24. (NEW) (*Effective July 1, 2014*) (a) The State Bond Commission

436 shall authorize the issuance of bonds of the state, in accordance with
 437 the provisions of section 3-20 of the general statutes, in principal
 438 amounts not exceeding in the aggregate one hundred million dollars
 439 for the preschool competitive grant program established pursuant to
 440 section 23 of this act. The amount authorized for the issuance and sale
 441 of such bonds in each of the following fiscal years shall not exceed the
 442 following corresponding amount for each such fiscal year, provided, to
 443 the extent the Office of Early Childhood does not provide for the use of
 444 all or a portion of such amount in any such fiscal year, such amount
 445 not provided for shall be carried forward and added to the authorized
 446 amount for the next succeeding fiscal year, and provided further, the
 447 costs of issuance and capitalized interest, if any, may be added to the
 448 capped amount in each fiscal year, and each of the authorized amounts
 449 shall be effective on July first of the fiscal year indicated as follows:

T1	Fiscal Year Ending	Amount
T2	June Thirtieth	
T3	2015	10,000,000
T4	2016	10,000,000
T5	2017	10,000,000
T6	2018	10,000,000
T7	2019	10,000,000
T8	2020	10,000,000
T9	2021	10,000,000
T10	2022	10,000,000
T11	2023	10,000,000
T12	2024	10,000,000
T13	Total	\$100,000,000

450 (b) The State Bond Commission shall approve a memorandum of
 451 understanding between the Office of Early Childhood and the state,
 452 acting by and through the Secretary of the Office of Policy and

453 Management and the Treasurer, providing for the issuance of said
454 bonds for the purposes of the preschool competitive grant program,
455 including provisions regarding the extent to which federal, private or
456 other moneys then available or thereafter to be made available for
457 costs should be added to the proceeds of the bonds authorized
458 pursuant to this section for such program. The memorandum of
459 understanding shall be deemed to satisfy the provisions of section 3-20
460 of the general statutes and the exercise of any right or power granted
461 thereby that is not inconsistent with the provisions of this section.

462 (c) All provisions of section 3-20 of the general statutes, or the
463 exercise of any right or power granted thereby, that are not
464 inconsistent with the provisions of this section are hereby adopted and
465 shall apply to all bonds authorized by the State Bond Commission
466 pursuant to this section. Temporary notes in anticipation of the money
467 to be derived from the sale of any such bonds so authorized may be
468 issued in accordance with said section, and from time to time renewed.
469 All bonds issued pursuant to this section shall be general obligations of
470 the state and the full faith and credit of the state of Connecticut are
471 pledged for the payment of the principal of and interest on said bonds
472 as the same become due, and accordingly and as part of the contract of
473 the state with the holders of said bonds, appropriation of all amounts
474 necessary for punctual payment of such principal and interest is
475 hereby made, and the Treasurer shall pay such principal and interest
476 as the same become due.

477 (d) Subject to the amount of limitations of the capping provisions in
478 subsection (a) of this section, the principal amount of the bonds
479 authorized under this section shall be deemed to be an appropriation
480 and allocation of such amount, and such approval of such request shall
481 be deemed the allotment by the Governor of such capital outlays
482 within the meaning of section 4-85 of the general statutes.

483 Sec. 25. Section 4-28e of the 2014 supplement to the general statutes
484 is repealed and the following is substituted in lieu thereof (*Effective July*
485 *1, 2014*):

486 (a) There is created a Tobacco Settlement Fund which shall be a
487 separate nonlapsing fund. Any funds received by the state from the
488 Master Settlement Agreement executed November 23, 1998, shall be
489 deposited into the fund.

490 (b) (1) The Treasurer is authorized to invest all or any part of the
491 Tobacco Settlement Fund, all or any part of the Tobacco and Health
492 Trust Fund created in section 4-28f and all or any part of the
493 Biomedical Research Trust Fund created in section 19a-32c. The
494 interest derived from any such investment shall be credited to the
495 resources of the fund from which the investment was made.

496 (2) Notwithstanding sections 3-13 to 3-13h, inclusive, the Treasurer
497 shall invest the amounts on deposit in the Tobacco Settlement Fund,
498 the Tobacco and Health Trust Fund and the Biomedical Research Trust
499 Fund in a manner reasonable and appropriate to achieve the objectives
500 of such funds, exercising the discretion and care of a prudent person in
501 similar circumstances with similar objectives. The Treasurer shall give
502 due consideration to rate of return, risk, term or maturity,
503 diversification of the total portfolio within such funds, liquidity, the
504 projected disbursements and expenditures, and the expected
505 payments, deposits, contributions and gifts to be received. The
506 Treasurer shall not be required to invest such funds directly in
507 obligations of the state or any political subdivision of the state or in
508 any investment or other fund administered by the Treasurer. The
509 assets of such funds shall be continuously invested and reinvested in a
510 manner consistent with the objectives of such funds until disbursed in
511 accordance with this section, section 4-28f or section 19a-32c.

512 (c) (1) For the fiscal year ending June 30, 2001, disbursements from
513 the Tobacco Settlement Fund shall be made as follows: (A) To the
514 General Fund in the amount identified as "Transfer from Tobacco
515 Settlement Fund" in the General Fund revenue schedule adopted by
516 the General Assembly; (B) to the Department of Mental Health and
517 Addiction Services for a grant to the regional action councils in the
518 amount of five hundred thousand dollars; and (C) to the Tobacco and

519 Health Trust Fund in an amount equal to nineteen million five
520 hundred thousand dollars.

521 (2) For the fiscal year ending June 30, 2002, and each fiscal year
522 thereafter, disbursements from the Tobacco Settlement Fund shall be
523 made as follows: (A) To the Tobacco and Health Trust Fund in an
524 amount equal to twelve million dollars, except in the fiscal years
525 ending June 30, 2014, and June 30, 2015, said disbursement shall be in
526 an amount equal to six million dollars; (B) to the Biomedical Research
527 Trust Fund in an amount equal to four million dollars; (C) to the
528 General Fund in the amount identified as "Transfer from Tobacco
529 Settlement Fund" in the General Fund revenue schedule adopted by
530 the General Assembly; and (D) any remainder to the Tobacco and
531 Health Trust Fund.

532 (3) For each of the fiscal years ending June 30, 2008, to June 30, 2012,
533 inclusive, the sum of ten million dollars shall be disbursed from the
534 Tobacco Settlement Fund to the Stem Cell Research Fund established
535 by section 19a-32e for grants-in-aid to eligible institutions for the
536 purpose of conducting embryonic or human adult stem cell research.

537 (4) For each of the fiscal years ending June 30, 2015, to June 30, 2024,
538 inclusive, the sum of ten million dollars shall be disbursed from the
539 Tobacco Settlement Fund to the preschool competitive grant account
540 established by section 58 of this act for grants-in-aid to towns for the
541 purpose of establishing or expanding a preschool program under the
542 jurisdiction of the board of education for the town.

543 (d) For the fiscal year ending June 30, 2000, five million dollars shall
544 be disbursed from the Tobacco Settlement Fund to a tobacco grant
545 account to be established in the Office of Policy and Management.
546 Such funds shall not lapse on June 30, 2000, and shall continue to be
547 available for expenditure during the fiscal year ending June 30, 2001.

548 (e) Tobacco grants shall be made from the account established
549 pursuant to subsection (d) of this section by the Secretary of the Office
550 of Policy and Management in consultation with the speaker of the

551 House of Representatives, the president pro tempore of the Senate, the
552 majority leader of the House of Representatives, the majority leader of
553 the Senate, the minority leader of the House of Representatives, the
554 minority leader of the Senate, and the cochairpersons and ranking
555 members of the joint standing committees of the General Assembly
556 having cognizance of matters relating to public health and
557 appropriations and the budgets of state agencies, or their designees.
558 Such grants shall be used to reduce tobacco abuse through prevention,
559 education, cessation, treatment, enforcement and health needs
560 programs.

561 (f) For the fiscal year ending June 30, 2005, and each fiscal year
562 thereafter, the sum of one hundred thousand dollars is appropriated to
563 the Department of Revenue Services and the sum of twenty-five
564 thousand dollars is appropriated to the office of the Attorney General
565 for the enforcement of the provisions of sections 4-28h to 4-28q,
566 inclusive.

567 Sec. 26. Subsections (a) and (b) of section 4-66c of the 2014
568 supplement to the general statutes are repealed and the following is
569 substituted in lieu thereof (*Effective July 1, 2014*):

570 (a) For the purposes of subsection (b) of this section, the State Bond
571 Commission shall have power, from time to time to authorize the
572 issuance of bonds of the state in one or more series and in principal
573 amounts not exceeding in the aggregate [one billion three hundred
574 fifty-nine million four hundred eighty-seven thousand five hundred
575 forty-four] one billion four hundred nineteen million four hundred
576 eighty-seven thousand five hundred forty-four dollars. [, provided
577 fifty million dollars of said authorization shall be effective July 1, 2014.]
578 All provisions of section 3-20, or the exercise of any right or power
579 granted thereby, which are not inconsistent with the provisions of this
580 section, are hereby adopted and shall apply to all bonds authorized by
581 the State Bond Commission pursuant to this section, and temporary
582 notes in anticipation of the money to be derived from the sale of any
583 such bonds so authorized may be issued in accordance with said

584 section 3-20 and from time to time renewed. Such bonds shall mature
585 at such time or times not exceeding twenty years from their respective
586 dates as may be provided in or pursuant to the resolution or
587 resolutions of the State Bond Commission authorizing such bonds.
588 None of said bonds shall be authorized except upon a finding by the
589 State Bond Commission that there has been filed with it a request for
590 such authorization, which is signed by or on behalf of the Secretary of
591 the Office of Policy and Management and states such terms and
592 conditions as said commission in its discretion may require. Said
593 bonds issued pursuant to this section shall be general obligations of the
594 state and the full faith and credit of the state of Connecticut are
595 pledged for the payment of the principal of and interest on said bonds
596 as the same become due, and accordingly as part of the contract of the
597 state with the holders of said bonds, appropriation of all amounts
598 necessary for punctual payment of such principal and interest is
599 hereby made, and the Treasurer shall pay such principal and interest
600 as the same become due.

601 (b) (1) The proceeds of the sale of said bonds, to the extent
602 hereinafter stated, shall be used, subject to the provisions of
603 subsections (c) and (d) of this section, for the purpose of redirecting,
604 improving and expanding state activities which promote community
605 conservation and development and improve the quality of life for
606 urban residents of the state as hereinafter stated: (A) For the
607 Department of Economic and Community Development: Economic
608 and community development projects, including administrative costs
609 incurred by the Department of Economic and Community
610 Development, not exceeding sixty-seven million five hundred ninety-
611 one thousand six hundred forty-two dollars, one million dollars of
612 which shall be used for a grant to the development center program and
613 the nonprofit business consortium deployment center approved
614 pursuant to section 32-411; (B) for the Department of Transportation:
615 Urban mass transit, not exceeding two million dollars; (C) for the
616 Department of Energy and Environmental Protection: Recreation
617 development and solid waste disposal projects, not exceeding one
618 million nine hundred ninety-five thousand nine hundred two dollars;

619 (D) for the Department of Social Services: Child day care projects,
620 elderly centers, shelter facilities for victims of domestic violence,
621 emergency shelters and related facilities for the homeless,
622 multipurpose human resource centers and food distribution facilities,
623 not exceeding thirty-nine million one hundred thousand dollars,
624 provided four million dollars of said authorization shall be effective
625 July 1, 1994; (E) for the Department of Economic and Community
626 Development: Housing projects, not exceeding three million dollars;
627 (F) for the Office of Policy and Management: (i) Grants-in-aid to
628 municipalities for a pilot demonstration program to leverage private
629 contributions for redevelopment of designated historic preservation
630 areas, not exceeding one million dollars; (ii) grants-in-aid for urban
631 development projects including economic and community
632 development, transportation, environmental protection, public safety,
633 children and families and social services projects and programs,
634 including, in the case of economic and community development
635 projects administered on behalf of the Office of Policy and
636 Management by the Department of Economic and Community
637 Development, administrative costs incurred by the Department of
638 Economic and Community Development, not exceeding [one billion
639 two hundred forty-four million eight hundred thousand] one billion
640 three hundred four million eight hundred thousand dollars. [,
641 provided fifty million dollars of said authorization shall be effective
642 July 1, 2014.]

643 (2) (A) Five million dollars of the grants-in-aid authorized in
644 subparagraph (F)(ii) of subdivision (1) of this subsection may be made
645 available to private nonprofit organizations for the purposes described
646 in said subparagraph (F)(ii). (B) Twelve million dollars of the grants-in-
647 aid authorized in subparagraph (F)(ii) of subdivision (1) of this
648 subsection may be made available for necessary renovations and
649 improvements of libraries. (C) Five million dollars of the grants-in-aid
650 authorized in subparagraph (F)(ii) of subdivision (1) of this subsection
651 shall be made available for small business gap financing. (D) Ten
652 million dollars of the grants-in-aid authorized in subparagraph (F)(ii)
653 of subdivision (1) of this subsection may be made available for regional

654 economic development revolving loan funds. (E) One million four
655 hundred thousand dollars of the grants-in-aid authorized in
656 subparagraph (F)(ii) of subdivision (1) of this subsection shall be made
657 available for rehabilitation and renovation of the Black Rock Library in
658 Bridgeport. (F) Two million five hundred thousand dollars of the
659 grants-in-aid authorized in subparagraph (F)(ii) of subdivision (1) of
660 this subsection shall be made available for site acquisition, renovation
661 and rehabilitation for the Institute for the Hispanic Family in Hartford.
662 (G) Three million dollars of the grants-in-aid authorized in
663 subparagraph (F)(ii) of subdivision (1) of this subsection shall be made
664 available for the acquisition of land and the development of
665 commercial or retail property in New Haven. (H) Seven hundred fifty
666 thousand dollars of the grants-in-aid authorized in subparagraph
667 (F)(ii) of subdivision (1) of this subsection shall be made available for
668 repairs and replacement of the fishing pier at Cummings Park in
669 Stamford. (I) Ten million dollars of the grants-in-aid authorized in
670 subparagraph (F)(ii) of subdivision (1) of this subsection shall be made
671 available for development of an intermodal transportation facility in
672 northeastern Connecticut.

673 Sec. 27. Section 25-33a of the 2014 supplement to the general statutes
674 is repealed and the following is substituted in lieu thereof (*Effective July*
675 *1, 2014*):

676 (a) The State Bond Commission shall have the power, from time to
677 time, to authorize the issuance of bonds of the state in one or more
678 series and in principal amounts not exceeding in the aggregate [four
679 million one hundred fifty-one thousand five hundred ninety-nine
680 dollars] five hundred four million one hundred fifty-one thousand five
681 hundred ninety-nine dollars, provided fifty million dollars of said
682 authorization shall be effective July 1, 2015, fifty million dollars of said
683 authorization shall be effective July 1, 2016, fifty million dollars of said
684 authorization shall be effective July 1, 2017, fifty million dollars of said
685 authorization shall be effective July 1, 2018, fifty million dollars of said
686 authorization shall be effective July 1, 2019, fifty million dollars of said
687 authorization shall be effective July 1, 2020, fifty million dollars of said

688 authorization shall be effective July 1, 2021, fifty million dollars of said
689 authorization shall be effective July 1, 2022, and fifty million dollars of
690 said authorization shall be effective July 1, 2023, for the [purposes]
691 purpose of providing funds for [(1) grants to municipally-owned water
692 companies for the planning, design, modification or construction of
693 drinking water facilities of such companies made necessary by the
694 requirements of the Safe Water Act of 1974, or by an order of the
695 Department of Public Health deeming the water supplied by such
696 companies to be inadequate, which facilities shall include, but need not
697 be limited to, collection facilities, treatment facilities, wells, tanks,
698 mains, pumps, transmission facilities and any other machinery and
699 equipment necessary to meet the requirements of said act, (2) grants in
700 accordance with the provisions of section 22a-471 to water companies,
701 as defined in section 25-32a, which have less than ten thousand
702 customers, as defined in said section 25-32a, for the treatment of a
703 contaminated water supply well which is owned, maintained,
704 operated, managed, controlled or employed by the water company,
705 and (3) water supply emergency assistance grants to investor-owned
706 water companies which supply water to at least twenty-five but less
707 than one thousand customers for repair, rehabilitation, interconnection
708 or replacement, in the event that such company has ceased to provide
709 water as a result of equipment or facility failure and the Commissioner
710 of Economic and Community Development, upon recommendation of
711 the Department of Public Health and in consultation with the Public
712 Utilities Regulatory Authority, makes a determination that the
713 company is financially unable to immediately restore service and there
714 is no alternative water company reasonably able to immediately
715 supply water] grants-in-aid to eligible public water systems for eligible
716 drinking water projects, as such terms are defined in section 22a-475.
717 The grants shall be made in accordance with terms and conditions as
718 provided in regulations [to be promulgated by the Commissioner of
719 Economic and Community Development, subject to approval] adopted
720 in accordance with the provisions of chapter 54 by the Commissioner
721 of Public Health, provided the amount of any such grant [under
722 subdivision (1) of this subsection shall not exceed one hundred

723 thousand dollars or] shall not exceed thirty per cent of the cost of the
724 eligible drinking water project being funded by the grant. [, whichever
725 is greater. For the purposes of this section, planning costs shall include,
726 but need not be limited to, fees and expenses of architects, engineers,
727 attorneys, accountants and other professional consultants, and costs of
728 preparing surveys, studies, site plans and plans and specifications for
729 eligible drinking water facilities. Not more than four million dollars of
730 the proceeds of such bonds shall be allocated to the municipally
731 owned water companies grant program under subdivision (1) of this
732 subsection, not more than two million dollars of the proceeds of such
733 bonds shall be allocated for the treatment of contaminated water
734 supply wells which are owned, maintained, operated, managed,
735 controlled or employed by a water company under subdivision (2) of
736 this subsection, and not more than seven hundred thousand dollars of
737 the proceeds of such bonds shall be allocated to the investor-owned
738 emergency assistance grant program under subdivision (3) of this
739 subsection.]

740 (b) All provisions of section 3-20 or the exercise of any right or
741 power granted thereby which are not inconsistent with the provisions
742 of this section [and sections 12-75, 12-76 and 25-33b] and section 25-
743 33b, as amended by this act, are hereby adopted and shall apply to all
744 bonds authorized by the State Bond Commission pursuant to this
745 section, and temporary notes in anticipation of the money to be
746 derived from the sale of any such bonds so authorized may be issued
747 in accordance with said section 3-20 and from time to time renewed.
748 Such bonds shall mature at such time or times not exceeding twenty
749 years from their respective dates as may be provided in or pursuant to
750 the resolution or resolutions of the State Bond Commission authorizing
751 such bonds. None of said bonds shall be authorized except upon a
752 finding by the State Bond Commission that there has been filed with it
753 a request for such authorization, which is signed by or on behalf of the
754 Commissioner of [Economic and Community Development] Public
755 Health and states such terms and conditions as said commission, in its
756 discretion, may require. Said bonds issued pursuant to this section
757 shall be general obligations of the state and the full faith and credit of

758 the state of Connecticut are pledged for the payment of the principal of
759 and interest on said bonds as the same become due, and accordingly
760 and as part of the contract of the state with the holders of said bonds,
761 appropriation of all amounts necessary for punctual payment of such
762 principal and interest is hereby made, and the Treasurer shall pay such
763 principal and interest as the same become due.

764 (c) Each grant made pursuant to subsection (a) of this section shall
765 be authorized by [Connecticut Innovations, Incorporated or, if the
766 corporation so determines, by a committee of the corporation
767 consisting of the chairman and either one other board member of the
768 corporation or its chief executive officer. Connecticut Innovations,
769 Incorporated] the Commissioner of Public Health. The commissioner
770 shall charge reasonable application and other fees to be applied to the
771 administrative expenses incurred in carrying out the provisions of this
772 section, to the extent such expenses are not paid by the [corporation or
773 from moneys appropriated to the department] Department of Public
774 Health. Each such payment shall be made by the Treasurer upon
775 certification by [the Commissioner of Economic and Community
776 Development] the commissioner that the payment is authorized under
777 the provisions of this section under the applicable rules and
778 regulations of the department, and under the terms and conditions
779 established by [the corporation or the duly appointed committee
780 thereof] the commissioner in authorizing the making of the grant.

781 Sec. 28. Section 25-33b of the general statutes is repealed and the
782 following is substituted in lieu thereof (*Effective July 1, 2014*):

783 The Commissioner of [Economic and Community Development]
784 Public Health shall adopt regulations in accordance with chapter 54
785 which specify the terms and conditions of [low-interest loans and
786 grants to water companies and any additional requirements necessary
787 to carry out the purposes of section 12-76] grants made to eligible
788 water systems for eligible water projects, as defined in section 22a-475.

789 Sec. 29. Subsection (a) of section 32-235 of the 2014 supplement to
790 the general statutes is repealed and the following is substituted in lieu

791 thereof (*Effective July 1, 2014*):

792 (a) For the purposes described in subsection (b) of this section, the
793 State Bond Commission shall have the power, from time to time, to
794 authorize the issuance of bonds of the state in one or more series and
795 in principal amounts not exceeding in the aggregate [one billion one
796 hundred fifteen million three hundred thousand] one billion two
797 hundred fifteen million three hundred thousand dollars, provided (1)
798 one hundred forty million dollars of said authorization shall be
799 effective July 1, 2011, and twenty million dollars of said authorization
800 shall be made available for small business development; [. Two] and
801 (2) two hundred eighty million dollars of said authorization shall be
802 effective July 1, 2012, and forty million dollars of said authorization
803 shall be made available for the Small Business Express program
804 established pursuant to section 32-7g and not more than twenty
805 million dollars of said authorization may be made available for
806 businesses that commit to relocating one hundred or more jobs that are
807 outside of the United States to the state. Any amount of said
808 authorizations that are made available for small business development
809 or businesses that commit to relocating one hundred or more jobs that
810 are outside of the United States to the state, but are not exhausted for
811 such purpose by the first day of the fiscal year subsequent to the fiscal
812 year in which such amount was made available, shall be used for the
813 purposes described in subsection (b) of this section. For purposes of
814 this subsection, a "small business" is one employing not more than one
815 hundred employees.

816 Sec. 30. Section 1 of public act 07-7 of the June special session, as
817 amended by section 211 of public act 10-44, section 86 of public act 11-
818 57, section 18 of public act 12-189 and section 115 of public act 13-239,
819 is amended to read as follows (*Effective July 1, 2014*):

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

824 aggregate, not exceeding [~~\$328,524,264~~] \$328,559,611.

825 Sec. 31. Subdivision (7) of subsection (s) of section 2 of public act 07-
826 7 of the June special session is repealed. (*Effective July 1, 2014*)

827 Sec. 32. Subparagraph (E) of subdivision (1) of subsection (t) of
828 section 2 of public act 07-7 of the June special session is amended to
829 read as follows (*Effective July 1, 2014*):

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

831 Sec. 33. Section 2 of public act 07-7 of the June special session is
832 amended by adding subsection (x) as follows (*Effective from passage*):

833 (x) For the Department of Administrative Services, to replace and
834 extend the authorizations and allocations made pursuant to subsection
835 (e) of section 2 of public act 07-7 of the June special session, which
836 authorizations and allocations are hereby validated, replaced and
837 continued as if no interruption occurred between the passage of public
838 act 07-7 of the June special session and the effective date of this section:

839 (1) Development and implementation of the Connecticut Education
840 Network, not exceeding \$4,100,000;

841 (2) Planning for development of an alternate data center, not
842 exceeding \$2,165,000;

843 (3) Development and implementation of information technology
844 systems for compliance with the Health Insurance Portability and
845 Accountability Act, not exceeding \$4,180,847.

846 Sec. 34. Subdivision (2) of subsection (h) of section 32 of public act
847 07-7 of the June special session is amended to read as follows (*Effective*
848 *July 1, 2014*):

849 For the Office of Early Childhood: Grants-in-aid for minor capital
850 improvements and wiring for technology for school readiness
851 programs, not exceeding \$1,500,000.

852 Sec. 35. Section 1 of public act 11-57, as amended by section 92 of
853 public act 13-239, is amended to read as follows (*Effective July 1, 2014*):

854 The State Bond Commission shall have power, in accordance with
855 the provisions of sections 1 to 7, inclusive, of public act 11-57, from
856 time to time to authorize the issuance of bonds of the state in one or
857 more series and in principal amounts in the aggregate, not exceeding
858 ~~[\$232,146,556]~~ \$239,146,556.

859 Sec. 36. Section 20 of public act 11-57, as amended by section 24 of
860 public act 12-189, is amended to read as follows (*Effective July 1, 2014*):

861 The State Bond Commission shall have power, in accordance with
862 the provisions of sections 20 to 26, inclusive, of public act 11-57, from
863 time to time to authorize the issuance of bonds of the state in one or
864 more series and in principal amounts in the aggregate, not exceeding
865 ~~[\$375,815,135]~~ \$370,815,135.

866 Sec. 37. Subsection (d) of section 21 of public act 11-57, as amended
867 by section 25 of public act 12-189 and section 96 of public act 13-239, is
868 amended to read as follows (*Effective July 1, 2014*):

869 For the Department of Administrative Services:

870 (1) Alterations, renovations and improvements, including
871 installation of air conditioning, [and related planning, design,
872 development and demolition work,] to the State Office Building and
873 associated parking facilities in Hartford, not exceeding \$24,000,000;

874 (2) Infrastructure repairs and improvements, including fire, safety
875 and compliance with the Americans with Disabilities Act
876 improvements, improvements to state-owned buildings and grounds,
877 including energy conservation and off-site improvements, and
878 preservation of unoccupied buildings and grounds, including office
879 development, acquisition, renovations for additional parking and
880 security improvements at state-occupied facilities, not exceeding
881 \$192,500,000.

882 Sec. 38. Subparagraph (A) of subdivision (1) of subsection (l) of
883 section 21 of public act 11-57 is repealed. (*Effective July 1, 2014*)

884 Sec. 39. Subdivision (4) of subsection (e) of section 9 of public act 12-
885 189 is amended to read as follows (*Effective July 1, 2014*):

886 For the Office of Early Childhood: Grants-in-aid to municipalities
887 and organizations exempt from taxation under Section 501(c)(3) of the
888 Internal Revenue Code of 1986, or any subsequent corresponding
889 internal revenue code of the United States, as amended from time to
890 time, for facility improvements and minor capital repairs to that
891 portion of facilities that house school readiness programs and state-
892 funded day care centers operated by such municipalities and
893 organizations, not exceeding \$10,000,000.

894 Sec. 40. Section 84 of public act 13-3, as amended by section 15 of
895 public act 13-122 and section 191 of public act 13-247, is repealed and
896 the following is substituted in lieu thereof (*Effective from passage*):

897 (a) For the fiscal years ending June 30, 2013, to June 30, 2015,
898 inclusive, the Departments of Emergency Services and Public
899 Protection, [Construction] Administrative Services and Education shall
900 jointly administer a school security infrastructure competitive grant
901 program to reimburse [towns] a town, regional educational service
902 center, the governing authority for a state charter school, the
903 Department of Education on behalf of the technical high school system
904 and the supervisory agent for a nonpublic school for certain expenses
905 for schools [under the jurisdiction of the town's school district]
906 incurred on or after January 1, 2013, for: (1) The development or
907 improvement of the security infrastructure of schools, based on the
908 results of school building security assessments pursuant to subsection
909 [(c)] (d) of this section, including, but not limited to, the installation of
910 surveillance cameras, penetration resistant vestibules, ballistic glass,
911 solid core doors, double door access, computer-controlled electronic
912 locks, entry door buzzer systems, scan card systems, panic alarms, real
913 time interoperable communications and multimedia sharing
914 infrastructure or other systems; and (2) (A) the training of school

915 personnel in the operation and maintenance of the security
916 infrastructure of school buildings, or (B) the purchase of portable
917 entrance security devices, including, but not limited to, metal detector
918 wands and screening machines and related training.

919 (b) (1) On and after the effective date of this section, each local and
920 regional board of education may, on behalf of its town or its member
921 towns, apply, at such time and in such manner as the Commissioner of
922 Emergency Services and Public Protection prescribes, to the
923 Department of Emergency Services and Public Protection for a grant
924 for certain expenses for schools under the jurisdiction of such board of
925 education incurred on and after January 1, 2013, for the purposes
926 described in subsection (a) of this section. Prior to the date that the
927 School Safety Infrastructure Council makes its initial submission of the
928 school safety infrastructure standards, pursuant to subsection (c) of
929 section [80 of public act 13-3] 10-292r of the general statutes, the
930 Commissioner of Emergency Services and Public Protection, in
931 consultation with the Commissioners of [Construction] Administrative
932 Services and Education, shall determine which expenses are eligible
933 for reimbursement under the program. On and after the date that the
934 School Safety Infrastructure Council submits the school safety
935 infrastructure standards, the decision to approve or deny an
936 application and the determination of which expenses are eligible for
937 reimbursement under the program shall be in accordance with the
938 most recent submission of the school safety infrastructure standards,
939 pursuant to subsection (c) of section [80 of public act 13-3] 10-292r of
940 the general statutes.

941 (2) For the fiscal year ending June 30, 2015, a regional educational
942 service center may apply, at such time and in such manner as the
943 Commissioner of Emergency Services and Public Protection prescribes,
944 to the Department of Emergency Services and Public Protection for a
945 grant for certain expenses for schools under the jurisdiction of such
946 regional educational service center incurred on and after January 1,
947 2013, for the purposes described in subsection (a) of this section. The
948 department shall decide whether to approve or deny an application

949 and which expenses are eligible for reimbursement under the program.
950 Such decisions shall be in accordance with the school safety
951 infrastructure standards developed pursuant to subsection (c) of
952 section 10-292r of the general statutes.

953 (3) For the fiscal year ending June 30, 2015, the governing authority
954 for a state charter school may apply, at such time and in such manner
955 as the Commissioner of Emergency Services and Public Protection
956 prescribes, to the Department of Emergency Services and Public
957 Protection for a grant for certain expenses for schools under the
958 jurisdiction of such governing authority incurred on and after January
959 1, 2013, for the purposes described in subsection (a) of this section. The
960 department shall decide whether to approve or deny an application
961 and which expenses are eligible for reimbursement under the program.
962 Such decisions shall be in accordance with the school safety
963 infrastructure standards developed pursuant to subsection (c) of
964 section 10-292r of the general statutes.

965 (4) For the fiscal year ending June 30, 2015, the superintendent of the
966 technical high school system may apply, at such time and in such
967 manner as the Commissioner of Emergency Services and Public
968 Protection prescribes, to the Department of Emergency Services and
969 Public Protection for a grant for certain expenses for schools in the
970 technical high school system incurred on and after January 1, 2013, for
971 the purposes described in subsection (a) of this section. The
972 department shall decide whether to approve or deny an application
973 and which expenses are eligible for reimbursement under the program.
974 Such decisions shall be in accordance with the school safety
975 infrastructure standards developed pursuant to subsection (c) of
976 section 10-292r of the general statutes.

977 (5) (A) For the fiscal year ending June 30, 2015, the supervisory
978 agent for a nonpublic school may apply, at such time and in such
979 manner as the Commissioner of Emergency Services and Public
980 Protection prescribes, to the Department of Emergency Services and
981 Public Protection for a grant for certain expenses for schools under the

982 jurisdiction of such supervisory agent incurred on and after January 1,
983 2013, for the purposes described in subsection (a) of this section. The
984 department shall decide whether to approve or deny an application
985 and which expenses are eligible for reimbursement under the program.
986 Such decisions shall be in accordance with the school safety
987 infrastructure standards developed pursuant to subsection (c) of
988 section 10-292r of the general statutes.

989 (B) For the fiscal year ending June 30, 2015, ten per cent of the funds
990 available under the program shall be awarded to the supervisory
991 agents of nonpublic schools, in accordance with the provisions of
992 subdivision (5) of subsection (c) of this section.

993 (c) (1) A town may receive a grant equal to a percentage of its
994 eligible expenses. The percentage shall be determined as follows: [(1)]
995 (A) Each town shall be ranked in descending order from one to one
996 hundred sixty-nine according to town wealth, as defined in
997 subdivision (26) of section 10-262f of the general statutes, [(2)] (B)
998 based upon such ranking, a percentage of not less than twenty or more
999 than eighty shall be assigned to each town on a continuous scale, and
1000 [(3)] (C) the town ranked first shall be assigned a percentage of twenty
1001 and the town ranked last shall be assigned a percentage of eighty.

1002 (2) A regional educational service center may receive a grant equal
1003 to a percentage of its eligible expenses. The percentage shall be
1004 determined by its ranking. Such ranking shall be determined by (A)
1005 multiplying the population of each member town in the regional
1006 educational service center by such town's ranking, as determined in
1007 subsection (a) of section 10-285a of the general statutes; (B) adding
1008 together the figures for each town determined under subparagraph (A)
1009 of this subdivision; and (C) dividing the total computed under
1010 subparagraph (B) of this subdivision by the total population of all
1011 member towns in the regional educational service center. The ranking
1012 of each regional educational service center shall be rounded to the next
1013 higher whole number and each such center shall receive the same
1014 reimbursement percentage as would a town with the same rank.

1015 (3) The governing authority for a state charter school may receive a
1016 grant equal to a percentage of its eligible expenses that is the same as
1017 the town in which such state charter school is located, as calculated
1018 pursuant to subdivision (1) of this subsection.

1019 (4) The Department of Education, on behalf of the technical high
1020 school system, may receive a grant equal to one hundred per cent of its
1021 eligible expenses.

1022 (5) The supervisory agent for a nonpublic school may receive a
1023 grant equal to fifty per cent of its eligible expenses.

1024 [If] (d) (1) For the fiscal year ending June 30, 2014, if there are not
1025 sufficient funds to provide grants to all towns, based on the percentage
1026 determined pursuant to [this] subsection (c) of this section, the
1027 Commissioner of Emergency Services and Public Protection, in
1028 consultation with the Commissioners of [Construction] Administrative
1029 Services and Education, shall give priority to applicants on behalf of
1030 schools with the greatest need for security infrastructure, as
1031 determined by said commissioners based on school building security
1032 assessments of the schools under the jurisdiction of the town's school
1033 district conducted pursuant to this [subsection] subdivision. Of the
1034 applicants on behalf of such schools with the greatest need for security
1035 infrastructure, said commissioners shall give first priority to applicants
1036 on behalf of schools that have no security infrastructure at the time of
1037 such school building security assessment and succeeding priority to
1038 applicants on behalf of schools located in priority school districts
1039 pursuant to section 10-266p of the general statutes. To be eligible for
1040 reimbursement pursuant to this section, an applicant board of
1041 education shall (A) demonstrate that it has developed and periodically
1042 practices an emergency plan at the schools under its jurisdiction and
1043 that such plan has been developed in concert with applicable state or
1044 local first-responders, and (B) provide for a uniform assessment of the
1045 schools under its jurisdiction, including any security infrastructure,
1046 using the National Clearinghouse for Educational Facilities' Safe
1047 Schools Facilities [Check List] Checklist. The assessment shall be

1048 conducted under the supervision of the local law enforcement agency.

1049 (2) For the fiscal year ending June 30, 2015, if there are not sufficient
1050 funds to provide grants to all applicants that are towns, regional
1051 educational service centers, governing authorities for state charter
1052 schools and the Department of Education, on behalf of the technical
1053 high school system, based on the percentage determined pursuant to
1054 subsection (c) of this section, the Commissioner of Emergency Services
1055 and Public Protection, in consultation with the Commissioners of
1056 Administrative Services and Education, shall give priority to
1057 applicants on behalf of schools with the greatest need for security
1058 infrastructure, as determined by said commissioners based on school
1059 building security assessments of the schools under the jurisdiction of
1060 the applicant conducted pursuant to this subdivision. Of the applicants
1061 on behalf of such schools with the greatest need for security
1062 infrastructure, said commissioners shall give first priority to applicants
1063 on behalf of schools that have no security infrastructure at the time of
1064 such school building security assessment and succeeding priority to
1065 applicants on behalf of schools located in priority school districts
1066 pursuant to section 10-266p of the general statutes. To be eligible for
1067 reimbursement pursuant to this section, an applicant shall (A)
1068 demonstrate that it has developed and periodically practices an
1069 emergency plan at the schools under its jurisdiction and that such plan
1070 has been developed in concert with applicable state or local first-
1071 responders, and (B) provide for a uniform assessment of the schools
1072 under its jurisdiction, including any security infrastructure, using the
1073 National Clearinghouse for Educational Facilities' Safe Schools
1074 Facilities Checklist. The assessment shall be conducted under the
1075 supervision of the local law enforcement agency.

1076 (3) For the fiscal year ending June 30, 2015, if there are not sufficient
1077 funds to provide grants to all applicant supervisory agents for
1078 nonpublic schools, based on the percentages described in subsection
1079 (c) of this section, the Commissioner of Emergency Services and Public
1080 Protection, in consultation with the Commissioners of Administrative
1081 Services and Education, shall give priority to applicants on behalf of

1082 schools with the greatest need for security infrastructure, as
1083 determined by said commissioners. Of the applicants on behalf of such
1084 schools with the greatest need for security infrastructure, said
1085 commissioners shall give first priority to applicants on behalf of
1086 schools that have no security infrastructure at the time of application.
1087 To be eligible for reimbursement pursuant to this section, an applicant
1088 supervisory agent for a nonpublic school shall (A) demonstrate that it
1089 has developed and periodically practices an emergency plan at the
1090 school under its jurisdiction and that such plan has been developed in
1091 concert with applicable state or local first-responders, and (B) provide
1092 for a uniform assessment of the schools under its jurisdiction,
1093 including any security infrastructure, using the National
1094 Clearinghouse for Educational Facilities' Safe Schools Facilities
1095 Checklist. The assessment shall be conducted under the supervision of
1096 the local law enforcement agency.

1097 Sec. 41. Section 85 of public act 13-3 is amended to read as follows
1098 (*Effective July 1, 2014*):

1099 (a) For the purposes described in subsection (b) of this section, the
1100 State Bond Commission shall have the power from time to time to
1101 authorize the issuance of bonds of the state in one or more series and
1102 in principal amounts not exceeding in the aggregate [~~fifteen~~] thirty-
1103 seven million dollars.

1104 (b) The proceeds of the sale of said bonds, to the extent of the
1105 amount stated in subsection (a) of this section, shall be used by the
1106 Department of Education for the purpose of the school security
1107 infrastructure competitive grant program, established pursuant to
1108 section 84 of [this act] public act 13-3, as amended by this act.

1109 (c) All provisions of section 3-20 of the general statutes, or the
1110 exercise of any right or power granted thereby, which are not
1111 inconsistent with the provisions of this section are hereby adopted and
1112 shall apply to all bonds authorized by the State Bond Commission
1113 pursuant to this section, and temporary notes in anticipation of the
1114 money to be derived from the sale of any such bonds so authorized

1115 may be issued in accordance with said section 3-20 and from time to
1116 time renewed. Such bonds shall mature at such time or times not
1117 exceeding twenty years from their respective dates as may be provided
1118 in or pursuant to the resolution or resolutions of the State Bond
1119 Commission authorizing such bonds. None of said bonds shall be
1120 authorized except upon a finding by the State Bond Commission that
1121 there has been filed with it a request for such authorization which is
1122 signed by or on behalf of the Secretary of the Office of Policy and
1123 Management and states such terms and conditions as said commission,
1124 in its discretion, may require. Said bonds issued pursuant to this
1125 section shall be general obligations of the state and the full faith and
1126 credit of the state of Connecticut are pledged for the payment of the
1127 principal of and interest on said bonds as the same become due, and
1128 accordingly and as part of the contract of the state with the holders of
1129 said bonds, appropriation of all amounts necessary for punctual
1130 payment of such principal and interest is hereby made, and the State
1131 Treasurer shall pay such principal and interest as the same become
1132 due.

1133 Sec. 42. Subdivision (2) of subsection (h) of section 13 of public act
1134 13-239 is amended to read as follows (*Effective July 1, 2014*):

1135 For the Office of Early Childhood: Grants-in-aid to municipalities
1136 and organizations exempt from taxation under Section 501(c)(3) of the
1137 Internal Revenue Code of 1986, or any subsequent corresponding
1138 internal revenue code of the United States, as amended from time to
1139 time, for facility improvements and minor capital repairs to that
1140 portion of facilities that house school readiness programs and state-
1141 funded day care centers operated by such municipalities and
1142 organizations, not exceeding \$11,500,000;

1143 Sec. 43. Section 20 of public act 13-239 is amended to read as follows
1144 (*Effective July 1, 2014*):

1145 The State Bond Commission shall have power, in accordance with
1146 the provisions of this section and sections 21 to 26, inclusive, of [this
1147 act] public act 13-239, from time to time to authorize the issuance of

1148 bonds of the state in one or more series and in principal amounts in the
1149 aggregate, not exceeding [\$348,338,805] \$358,338,805.

1150 Sec. 44. Subdivision (3) of subsection (a) of section 21 of public act
1151 13-239 is amended to read as follows (*Effective July 1, 2014*):

1152 For an information technology capital investment program, not
1153 exceeding [\$25,000,000] \$50,000,000.

1154 Sec. 45. Subdivision (1) of subsection (l) of section 21 of public act
1155 13-239 is repealed. (*Effective July 1, 2014*)

1156 Sec. 46. Section 28 of public act 13-239 is amended to read as follows
1157 (*Effective July 1, 2014*):

1158 The proceeds of the sale of bonds described in sections 27 to 30,
1159 inclusive, of [this act] public act 13-239 shall be used by the
1160 Department of Housing for the purposes hereinafter stated: Housing
1161 development and rehabilitation, including moderate cost housing,
1162 moderate rental, congregate and elderly housing, urban homesteading,
1163 community housing development corporations, housing purchase and
1164 rehabilitation, housing for the homeless, housing for low income
1165 persons, limited equity cooperatives and mutual housing projects,
1166 abatement of hazardous material including asbestos and lead-based
1167 paint in residential structures, emergency repair assistance for senior
1168 citizens, housing land bank and land trust, housing and community
1169 development, predevelopment grants and loans, reimbursement for
1170 state and federal surplus property, private rental investment mortgage
1171 and equity program, housing infrastructure, demolition, renovation or
1172 redevelopment of vacant buildings or related infrastructure, septic
1173 system repair loan program, acquisition and related rehabilitation
1174 including loan guarantees for private developers of rental housing for
1175 the elderly, projects under the program established in section 8-37pp of
1176 the general statutes, and participation in federal programs, including
1177 administrative expenses associated with those programs eligible under
1178 the general statutes, not exceeding \$70,000,000, provided not more
1179 than \$1,000,000 shall be used for development of adult family homes,

1180 not more than \$1,000,000 shall be used for grants-in-aid for
1181 accessibility modifications for persons transitioning from institutions
1182 to homes under the Money Follows the Person program, [and] not
1183 more than \$30,000,000 shall be used for revitalization of state moderate
1184 rental housing units on the Connecticut Housing Finance Authority's
1185 State Housing Portfolio and not less than \$20,000,000 shall be used to
1186 promote homeownership through new home construction or home
1187 conversion in the cities of Hartford, New Haven, Bridgeport, New
1188 London and New Britain.

1189 Sec. 47. Section 31 of public act 13-239 is amended to read as follows
1190 (*Effective July 1, 2014*):

1191 The State Bond Commission shall have power, in accordance with
1192 the provisions of this section and sections 32 to 38, inclusive, of [this
1193 act] public act 13-239, from time to time to authorize the issuance of
1194 bonds of the state in one or more series and in principal amounts in the
1195 aggregate, not exceeding [\$175,000,000] \$234,900,000.

1196 Sec. 48. Subsection (a) of section 32 of public act 13-239 is amended
1197 to read as follows (*Effective July 1, 2014*):

1198 For the Office of Policy and Management: Grants-in-aid to private,
1199 nonprofit health and human service organizations that are exempt
1200 under Section 501(c)(3) of the Internal Revenue Code of 1986, and that
1201 receive funds from the state to provide direct health or human services
1202 to state agency clients, for alterations, renovations, improvements,
1203 additions and new construction, including health, safety, compliance
1204 with the Americans with Disabilities Act and energy conservation
1205 improvements, information technology systems, technology for
1206 independence, [and] purchase of vehicles and acquisition of property,
1207 not exceeding [\$20,000,000] \$50,000,000.

1208 Sec. 49. Subsection (e) of section 32 of public act 13-239 is amended
1209 to read as follows (*Effective July 1, 2014*):

1210 For [the Department of Public Health] Connecticut Innovations,

1211 Incorporated: For the [Stem Cell] Regenerative Medicine Research
1212 Fund established by section 19a-32e of the general statutes, not
1213 exceeding \$10,000,000.

1214 Sec. 50. Subsection (f) of section 32 of public act 13-239 is amended
1215 to read as follows (*Effective July 1, 2014*):

1216 For the Department of Transportation: Grants-in-aid for
1217 improvements to ports and marinas, including dredging and
1218 navigational direction, not exceeding [\$5,000,000] \$25,000,000.

1219 Sec. 51. Subdivision (1) of subsection (g) of section 32 of public act
1220 13-239 is amended to read as follows (*Effective July 1, 2014*):

1221 Grants-in-aid for capital start-up costs related to the development of
1222 new interdistrict magnet school programs to assist the state in meeting
1223 the goals of the [2008] current stipulation and order for Milo Sheff, et
1224 al. v. William A. O'Neill, et al., for the purpose of purchasing a
1225 building or portable classrooms, subject to the reversion provisions in
1226 subdivision (1) of subsection (c) of section 10-264h of the general
1227 statutes, leasing space, and purchasing equipment, including, but not
1228 limited to, computers and classroom furniture, not exceeding
1229 [\$7,500,000] \$17,400,000;

1230 Sec. 52. Subdivision (2) of subsection (g) of section 32 of public act
1231 13-239 is amended to read as follows (*Effective July 1, 2014*):

1232 For the Office of Early Childhood: Grants-in-aid to municipalities
1233 and organizations exempt from taxation under Section 501(c)(3) of the
1234 Internal Revenue Code of 1986, or any subsequent corresponding
1235 internal revenue code of the United States, as amended from time to
1236 time, for facility improvements and minor capital repairs to that
1237 portion of facilities that house school readiness programs and state-
1238 funded day care centers operated by such municipalities and
1239 organizations, not exceeding \$15,000,000;

1240 Sec. 53. Section 45 of public act 13-239 is amended to read as follows
1241 (*Effective July 1, 2014*):

1242 The State Bond Commission shall have power, in accordance with
1243 the provisions of this section and sections 46 to 50, inclusive, of [this
1244 act] public act 13-239, from time to time to authorize the issuance of
1245 special tax obligation bonds of the state in one or more series and in
1246 principal amounts in the aggregate, not exceeding [\$588,830,000]
1247 \$553,180,000.

1248 Sec. 54. Subdivision (4) of subsection (a) of section 46 of public act
1249 13-239 is amended to read as follows (*Effective July 1, 2014*):

1250 Environmental compliance, soil and groundwater remediation,
1251 hazardous materials abatement, demolition, salt shed construction and
1252 renovation, storage tank replacement, and environmental emergency
1253 response at or in the vicinity of state-owned properties or related to
1254 Department of Transportation operations, not exceeding [\$13,990,000]
1255 \$20,690,000;

1256 Sec. 55. Subdivision (10) of subsection (a) of section 46 of public act
1257 13-239 is repealed. (*Effective July 1, 2014*)

1258 Sec. 56. Subsection (c) of section 46 of public act 13-239 is amended
1259 to read as follows (*Effective July 1, 2014*):

1260 For the Bureau of Public Transportation: Bus and rail facilities and
1261 equipment, including rights-of-way, other property acquisition and
1262 related projects, not exceeding [\$143,000,000] \$160,650,000.

1263 Sec. 57. Section 2 of public act 13-268 is repealed. (*Effective July 1,*
1264 *2014*)

1265 Sec. 58. (NEW) (*Effective from passage*) There is established an
1266 account to be known as the "preschool competitive grant account"
1267 which shall be a separate, nonlapsing account within the General
1268 Fund. The account shall contain the amounts authorized by the State
1269 Bond Commission in accordance with section 24 of this act and any
1270 other moneys required by law to be deposited in the account. Moneys
1271 in the account shall be expended by the Office of Early Childhood for
1272 the purposes of the preschool competitive grant program established

1273 by section 23 of this act.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2014</i>	New section
Sec. 2	<i>July 1, 2014</i>	New section
Sec. 3	<i>July 1, 2014</i>	New section
Sec. 4	<i>July 1, 2014</i>	New section
Sec. 5	<i>July 1, 2014</i>	New section
Sec. 6	<i>July 1, 2014</i>	New section
Sec. 7	<i>July 1, 2014</i>	New section
Sec. 8	<i>July 1, 2014</i>	New section
Sec. 9	<i>July 1, 2014</i>	New section
Sec. 10	<i>July 1, 2014</i>	New section
Sec. 11	<i>July 1, 2014</i>	New section
Sec. 12	<i>July 1, 2014</i>	New section
Sec. 13	<i>July 1, 2014</i>	New section
Sec. 14	<i>July 1, 2014</i>	New section
Sec. 15	<i>July 1, 2014</i>	New section
Sec. 16	<i>July 1, 2014</i>	New section
Sec. 17	<i>July 1, 2014</i>	New section
Sec. 18	<i>July 1, 2014</i>	New section
Sec. 19	<i>July 1, 2014</i>	New section
Sec. 20	<i>July 1, 2014</i>	New section
Sec. 21	<i>July 1, 2014</i>	New section
Sec. 22	<i>July 1, 2015</i>	New section
Sec. 23	<i>July 1, 2014</i>	New section
Sec. 24	<i>July 1, 2014</i>	New section
Sec. 25	<i>July 1, 2014</i>	4-28e
Sec. 26	<i>July 1, 2014</i>	4-66c(a) and (b)
Sec. 27	<i>July 1, 2014</i>	25-33a
Sec. 28	<i>July 1, 2014</i>	25-33b
Sec. 29	<i>July 1, 2014</i>	32-235(a)
Sec. 30	<i>July 1, 2014</i>	PA 07-7 of the June Sp. Sess., Sec. 1
Sec. 31	<i>July 1, 2014</i>	Repealer section
Sec. 32	<i>July 1, 2014</i>	PA 07-7 of the June Sp. Sess., Sec. 2(t)
Sec. 33	<i>from passage</i>	PA 07-7 of the June Sp. Sess., Sec. 2

Sec. 34	<i>July 1, 2014</i>	PA 07-7 of the June Sp. Sess., Sec. 32(h)
Sec. 35	<i>July 1, 2014</i>	PA 11-57, Sec. 1
Sec. 36	<i>July 1, 2014</i>	PA 11-57, Sec. 20
Sec. 37	<i>July 1, 2014</i>	PA 11-57, Sec. 21(d)
Sec. 38	<i>July 1, 2014</i>	Repealer section
Sec. 39	<i>July 1, 2014</i>	PA 12-189, Sec. 9(e)(4)
Sec. 40	<i>from passage</i>	PA 13-3, Sec. 84
Sec. 41	<i>July 1, 2014</i>	PA 13-3, Sec. 85
Sec. 42	<i>July 1, 2014</i>	PA 13-239, Sec. 13(h)(2)
Sec. 43	<i>July 1, 2014</i>	PA 13-239, Sec. 20
Sec. 44	<i>July 1, 2014</i>	PA 13-239, Sec. 21(a)(3)
Sec. 45	<i>July 1, 2014</i>	Repealer section
Sec. 46	<i>July 1, 2014</i>	PA 13-239, Sec. 28
Sec. 47	<i>July 1, 2014</i>	PA 13-239, Sec. 31
Sec. 48	<i>July 1, 2014</i>	PA 13-239, Sec. 32(a)
Sec. 49	<i>July 1, 2014</i>	PA 13-239, Sec. 32(e)
Sec. 50	<i>July 1, 2014</i>	PA 13-239, Sec. 32(f)
Sec. 51	<i>July 1, 2014</i>	PA 13-239, Sec. 32(g)(1)
Sec. 52	<i>July 1, 2014</i>	PA 13-239, Sec. 32(g)(2)
Sec. 53	<i>July 1, 2014</i>	PA 13-239, Sec. 45
Sec. 54	<i>July 1, 2014</i>	PA 13-239, Sec. 46(a)(4)
Sec. 55	<i>July 1, 2014</i>	Repealer section
Sec. 56	<i>July 1, 2014</i>	PA 13-239, Sec. 46(c)
Sec. 57	<i>July 1, 2014</i>	Repealer section
Sec. 58	<i>from passage</i>	New 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 15 \$	FY 16 \$
Treasurer, Debt Serv.	GF - Cost	See Below	See Below
Treasurer, Debt Serv.	TF - Cost	See Below	See Below
Department of Revenue Services	GF - Revenue Loss	10 million	10 million
Office of Early Childhood	GF - Cost	214,868	214,868
State Comptroller - Fringe Benefits ¹	GF - Cost	72,325	72,325

Municipal Impact: None

Explanation

The bill: (1) authorizes a total of \$1,082.21 million in new General Obligation (GO) bonds between FY 15 and FY 24 and (2) cancels \$20.00 million in prior GO bond authorizations. The fiscal impact of the new authorizations is summarized in Table 1 below. See Table 3 for an agency-by-agency summary of the GO bond authorizations and cancellations in the bill.

The FY 15 net authorization of \$502.21 million is comprised of \$522.21 million in new authorizations and \$20.00 million in cancellations. Assuming that the \$522.21 million authorized for FY 15 is allocated through the State Bond Commission during FY 15 and the Office of the State Treasurer issues the bonds before the end of FY 15, the debt service cost in FY 16 will be \$52.22 million.

¹The fringe benefit costs for most state employees are budgeted centrally in accounts administered by the Comptroller. The estimated active employee fringe benefit cost associated with most personnel changes is 36.66% of payroll in FY 15 and FY 16.

Table 1: New GO Bond Authorization and Estimated Debt Service Cost \$ millions

Fiscal Year	Authorization Amount	Total Debt Service Cost*	Interest	Principal
FY 15	522.21	796.37	274.16	522.21
FY 16	70.00	106.75	36.75	70.00
FY 17	70.00	106.75	36.75	70.00
FY 18	60.00	91.50	31.50	60.00
FY 19	60.00	91.50	31.50	60.00
FY 20	60.00	91.50	31.50	60.00
FY 21	60.00	91.50	31.50	60.00
FY 22	60.00	91.50	31.50	60.00
FY 23	60.00	91.50	31.50	60.00
FY 24	60.00	91.50	31.50	60.00
TOTAL	1,082.21	1,650.37	568.16	1,082.21

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

The bill cancels a net total of \$7.25 million in Special Tax Obligation (STO) bonds in FY 15, which is comprised of \$52.75 million in new authorizations and \$60.0 million in cancellations. The fiscal impact of the new authorizations is summarized in Table 2 below. See Table 4 for a summary of the STO bond authorizations and cancellations in the bill.

Assuming that the \$52.75 million is allocated through the State Bond Commission during FY 15 and the Office of the State Treasurer issues the bonds before the end of FY 15, the debt service cost in FY 16 will be \$4.41 million.

Table 2: New STO Bond Authorization and Estimated Debt Service Cost \$ millions

Fiscal Year	Authorization Amount	Total Debt Service Cost*	Interest	Principal
FY 15	52.75	88.28	35.53	52.75

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

The bill also does the following:

1. It creates a new public preschool program under the Office of Early Childhood (OEC) and funds it through: (a) an annual disbursement, between FY 15 and FY 24, of \$10 million from the Tobacco Settlement Fund and (b) automatic annual \$10 million GO bond authorizations/allocations between FY 15 and FY 24 (a total of \$100 million). This provision will result in a cost of up to \$287,193 to OEC associated with administering a new grant program for capital projects to support school readiness programs. Costs reflect the salaries (\$214,868) and fringe benefits (\$72,325) to support an Education Consultant (\$84,350) and two Educational Projects Coordinators (\$65,259 each).
2. It establishes a new grant-in-aid program for eligible drinking water projects approved by the Department of Public Health (DPH) under the Drinking Water State Revolving Fund (DWSRF) program and funds it through annual \$50 million GO bond authorizations between FY 15 and FY 24 (a total of \$500 million). This has no administrative cost impact on DPH because DWSRF is an established DPH program.
3. It transfers the Stem Cell Research Fund from the Department of Public Health to Connecticut Innovations, Inc. (CII) and renames it the Regenerative Medicine Research Fund (RMRF). The bill also transfers an existing \$10 million GO bond authorization for FY 15 and authorizes an additional \$20 million (\$10 million in each of FY 16 and FY 17).

sHB 5042, An Act Concerning the Regenerative Medicine Research Fund, implements the program underlying the RMRF bond authorization. The estimated cost to CII to administer the program is \$390,000 in FY 15. sHB 5030, the revised FY 15 budget, as favorably reported by the

Appropriations Committee, transfers \$500,000 from the Tobacco Settlement Fund to CII in FY 15 for administrative and peer review costs associated with the RMRF program and the Bioscience Innovation Fund program.

4. It changes the funding source for FY 15 Town Aid Road (TAR) grants-in-aid to municipalities by cancelling \$60 million in STO bonds and authorizing \$60 million in GO bonds under the Department of Transportation. The change is necessary because the IRS limits the amount of tax-exempt bonds that may be issued for working capital² to five percent of the amount issued. The \$60 million in TAR funding exceeds five percent of the \$600 million anticipated total STO bond issuance for FY 15 so the bonds would have to be issued at a higher taxable interest rate. Using GO bonds to fund TAR remedies the problem because total annual GO issuance is much larger and could absorb the \$60 million TAR authorization and still maintain the tax-exempt status of the GO bonds.
5. It makes several technical corrections to prior bond language, restores three bond authorizations for the Department of Administrative Services, and cancels three invalid GO bond authorizations under the Department of Economic and Community Development. These changes have no fiscal impact because they have already been taken into account for in prior fiscal notes and calculations of fiscal indebtedness.

Further Explanation

Table 3 lists new General Obligation (GO) bond authorizations for FY 15, organized by agency. Table 4 summarizes new Special Tax Obligation (STO) bond authorizations for FY 15. Table 5 summarizes other provisions in the bill.

² All TAR grants-in-aid are considered potential working capital because municipalities are permitted to use them for maintenance and current operating expenses.

Table 3: Revisions to FY 15 General Obligation Bond Authorizations

Act/Section	Agency/Description	FY 15 Amount \$
GO Bond Authorizations		
Office of Legislative Management		
Sec. 2(a)(1)	Information technology updates, replacements and improvements, replacement of various equipment in the Capitol complex, including updated technology for the Office of State Capitol Police, renovations and repairs and minor capital improvements at the Capitol complex and the Old State House	4,892,200
Sec. 2(a)(2)	Production and studio equipment for the Connecticut Network	3,230,000
Office of Governmental Accountability		
Sec. 2(b)	Information technology improvements	1,000,000
Connecticut Public Broadcasting Network (Comptroller's Office)		
Sec. 9(a)	Grant-in-aid to the Connecticut Public Broadcasting Network for transmission, broadcast, production and information technology equipment	3,300,000
Office of Policy and Management		
Sec. 2(c)	Transit-oriented development predevelopment fund	7,000,000
Sec. 44	Information technology capital investment program. PA 13-239, Sec. 25. Increase FY 15 authorization from \$25 million to \$50 million.	25,000,000
Sec. 48	Grants-in-aid to private, nonprofit health and human service organizations that <u>receive funds from the state to provide direct health or human services to state agency clients</u> , 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. PA 13-239, Sec. 32(a). Increase FY 15 authorization from \$20 million to \$50 million	30,000,000
Sec. 26	Urban Action Program; Language change: Provide \$10 million grant-in-aid for an intermodal transportation facility in northeastern Connecticut	60,000,000
Department of Veterans' Affairs		

Act/Section	Agency/Description	FY 15 Amount \$
Sec. 2(d)(1)	State matching funds for federal grants-in-aid for renovations and code required improvements to existing facilities	1,409,450
Sec. 2(d)(2)	Planning and feasibility study for additional veterans housing at the Rocky Hill campus, including demolition of vacant buildings	500,000
Department of Administrative Services		
Sec. 2(e)	Land acquisition, construction, improvements, repairs and renovations at fire training schools	15,777,672
Office of the Healthcare Advocate		
Sec. 2(f)	Development, acquisition and implementation of Health Information Technology systems and equipment in support of the State Innovation Model	1,900,000
Department of Labor		
Sec. 9(b)	Subsidized Training and Employment program (STEP)	10,000,000
Agricultural Experiment Station		
Sec. 2(g)	Planning and design for additions and renovations to the Valley Laboratory in Windsor	1,000,000
Department of Energy and Environmental Protection		
Sec. 9(c)	Grants-in-aid or reimbursement to municipalities in amounts up to \$1,000 per grant or reimbursement, for the initial installation of a drop box for prescription drugs	100,000
Department of Economic and Community Development		
Sec. 9(d)(1)	Connecticut Manufacturing Innovation Fund, and for grants-in-aid for research and development of advanced composite materials	30,000,000
Sec. 9(d)(2)	Grant-in-aid to the Northeast Connecticut Economic Development Alliance	2,000,000
Sec. 9(d)(3)	Grants-in-aid to nonprofit organizations sponsoring cultural and historic sites	10,000,000
Sec. 29	Manufacturing Assistance Act	100,000,000
Connecticut Innovations, Inc.		
Sec. 22	Regenerative Medicine Research Fund - Provide \$10 million in each of FY 16 & FY 17	
Sec. 49	Change name of fund and transfer from DPH: New name - Regenerative Medicine Research Fund (formerly the Stem Cell Research Fund). PA 13-239, Sec. 32(a)	
Department of Housing		
Sec. 9(e)	Shoreline resiliency fund	25,000,000

Act/Section	Agency/Description	FY 15 Amount \$
Sec. 46	Housing development and rehabilitation programs. PA 13-239, Sec. 28 New language: Not less than \$20 million shall be used to promote homeownership through new home construction or home conversions in the cities of Hartford, New Haven, Bridgeport, New London and New Britain. FY 15 authorization of \$70 million.	-
Department of Public Health		
Sec. 27	For the Department of Public Health: Grants-in-aid to public water systems for drinking water projects, not exceeding in the aggregate \$500,000,000, provided \$50,000,000 of said authorization shall be effective July 1, 2015; \$50,000,000 of said authorization shall be effective July 1, 2016; \$50,000,000 of said authorization shall be effective July 1, 2017; \$50,000,000 of said authorization shall be effective July 1, 2018; \$50,000,000 of said authorization shall be effective July 1, 2019; \$50,000,000 of said authorization shall be effective July 1, 2020; \$50,000,000 of said authorization shall be effective July 1, 2021; \$50,000,000 of said authorization shall be effective July 1, 2022; and \$50,000,000 of said authorization shall be effective July 1, 2023.	50,000,000
Sec. 28	DPH is required to adopt regulations for the program	-
Department of Social Services		
Sec. 9(g)	Grant-in-aid to Oak Hill for down payment assistance or capital improvements associated with acquisition of Camp Hemlocks	1,000,000
Department of Rehabilitation Services		
Sec. 9(h)	Grant-in-aid for home modifications and assistive technology devices related to aging in place	5,000,000
Department of Education		
Sec. 9(i)	Grants-in-aid for alterations, repairs, improvements, technology, equipment and capital start-up costs, including acquisition costs, to expand the availability of high-quality school models, and assist in the implementation of common CORE state standards and assessments, in accordance with procedures established by the Commissioner of Education.	10,000,000
Sec. 41	School Security Infrastructure Grant Program. PA 13-3, Sec. 85	22,000,000

Act/Section	Agency/Description	FY 15 Amount \$
Sec. 40	School Security Infrastructure Grant Program: Provide reimbursements to regional education service centers, charter schools, the technical high school system and private primary and secondary schools. Provide funding for real time interoperable communications and multimedia sharing infrastructure systems. PA 13-3, Sec. 84	-
Sec. 51	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] <u>current</u> 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. PA 13-239, Sec. 32(g)(1). Increase FY 15 amount from \$7.5 million to \$17.4 million.	9,900,000
Office of Early Childhood		
Sec. 23	Establish Pre-K competitive grant program	
Sec. 24	Pre-K competitive grant program bond authorization: Total of \$100 million over 10 years - \$10 million automatically authorized and allocated each year between FY 15 and FY 24	10,000,000
Sec. 25	Pre-K competitive grant program: Transfer \$10 million per year, between FY 15 and FY 24, from Tobacco Settlement Fund to the Pre-K competitive grant program	-
Sec. 52	Transfer from SDE: 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. PA 13-239. Sec. 32(g)(2)	-
Sec. 34	Transfer from SDE: Grants-in-aid for minor capital improvements and wiring for technology for school readiness programs. PA 07-7, (JSS), Sec. 32(h)(2). Unallocated balance \$1.5 million.	-
Sec. 39	Transfer from SDE: Grants-in-aid to municipalities and organizations exempt from taxation under Section 501(c)(3) of the Internal Revenue Code of	-

Act/Section	Agency/Description	FY 15 Amount \$
	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. PA 12-189, Sec. 9(e)(4). Unallocated balance \$10 million.	
Sec. 42	Transfer from SDE: 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. PA 13-239 13(h)(2). Unallocated balance \$5,898,768.	-
State Library		
Sec. 2(h)	Creation and maintenance of a state-wide platform for the distribution of electronic books to public library patrons	2,200,000
Board of Regents for Higher Education: Regional Community College System		
Sec. 45	Cancellation: All Community Colleges: New and replacement instruction, research or laboratory equipment. PA 13-239, Sec. 21(l)(1)(A)	(5,000,000)
Sec. 45	Cancellation: All Community Colleges: System Technology Initiative. PA 13-239, Sec. 21(l)(1)(B)	(5,000,000)
Sec. 45	Cancellation: All Community Colleges: Alterations, renovations and improvements to facilities including fire, safety, energy conservation and code compliance improvements. PA 13-239, Sec. 21(l)(1)(C)	(5,000,000)
Department of Transportation		
Sec. 9(f)	Authorize Town Aid Road as GO bond funds, cancel \$60 million in STO bonds for TAR	60,000,000
Sec. 50	Grants-in-aid for improvements to deep water ports, including dredging. PA 13-239, Sec. 32(f). Increase FY 15 amount from \$5 million to \$25 million	20,000,000
Total GO New Bond Authorizations		507,209,322

Act/Section	Agency/Description	FY 15 Amount \$
Cancellation of Prior Year Authorizations		
Sec. 38	Cancellation: Alterations, renovations and improvements to facilities, including fire, safety, energy conservation and code compliance. PA 11-57, Sec. 21(l)(1)(A)	(5,000,000)

Table 4: Revisions to FY 15 Special Tax Obligation Bond Authorizations

Act/Section	Agency/Description	FY 15 Amount \$
Bureau of Highways		
Sec. 17(a)	Development of a comprehensive asset management plan in accordance with federal requirements	10,000,000
Sec. 17(b)	Highway and bridge renewal equipment	5,400,000
Sec. 17(c)	Local Bridge Program	10,000,000
Sec. 17(d)	Reconfiguration of an existing ramp off of the Merritt Parkway in Westport	3,000,000
Sec. 54	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. PA 13-239, Sec. 46. Increase FY 15 amount from \$13.99 million to \$20.69 million.	6,700,000
Sec. 55	Town Aid Road Program - Repeal STO bond funds and authorize as GO bond funds. PA 13-239, Sec. 46	(60,000,000)
Bureau of Public Transportation		
Sec. 56	Bus and rail facilities and equipment, including rights-of-way, other property acquisition and related projects. PA 13-239, Sec. 46. Increase FY 15 amount from \$143.00 million to \$160.65 million.	17,650,000
TOTAL STO Bond Authorizations		(7,250,000)

Table 5: Technical Corrections

Act/Section	Agency/Description	FY 15 Amount \$
Sec. 30	Technical correction	-

Act/Section	Agency/Description	FY 15 Amount \$
Sec. 31	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)
Sec. 32	CSUS: All campuses - Land acquisition and related development costs. PA 07-7, (JSS), 2(t)(1)(E)	(5,490)
Sec. 33	Technical correction	-
Sec. 35	Technical correction	-
Sec. 37	Language change for DAS: Alterations, renovations and improvements, including installation of air conditioning, [and related planning, design, development and demolition work,] to the State Office Building and associated parking facilities in Hartford. PA 11-57, Sec. 21(d)(1)	-
Sec. 57	Grants-in-aid to the Metropolitan Economic Development Commission for construction, improvements, repairs, renovations and land acquisition for the purpose of creating elderly housing. PA 13-268, Sec. 2(b)(1)	(500,000)
Sec. 57	Grants-in-aid to the John E. Rogers African American Cultural Center for construction, improvements, repairs, renovations and land acquisition for the purpose of converting the former Northwest-Jones School to a cultural center. PA 13-268, Sec. 2(b)(2)	(500,000)
Sec. 57	Grants-in-aid to Catholic Charities of Hartford for construction, improvements, repairs and renovations for the purpose of creating affordable housing with supportive services. PA 13-268, Sec. 2(b)(3)	(500,000)
Total Technical Corrections		(1,845,490)

The Out Years

The annual \$10 million revenue loss identified for each of FY 15 and FY 16 would continue between FY 17 and FY 24. The cost to OEC to administer the public preschool program would also continue over this period of time. The General Fund and Special Transportation Fund debt service impacts identified above would continue over the 20 year term of issuance for the bonds.

OLR Bill Analysis**sSB 29*****AN ACT AUTHORIZING AND ADJUSTING BONDS OF THE STATE FOR CAPITAL IMPROVEMENTS, TRANSPORTATION AND OTHER PURPOSES.*****SUMMARY:**

This bill authorizes up to \$437.3 million in new state general obligation (GO) bonds for FY 15 for state capital projects and grant programs. It authorizes up to \$28.4 million in additional special tax obligation (STO) bonds for transportation projects. It changes the amounts of certain FY 15 bond authorizations enacted in 2013, for a net increase of \$69.9 million for GO bonds and a net decrease of \$35.7 million for STO bonds. It repeals \$15 million in authorizations for FY 15 and cancels \$6.8 million in bond authorizations for past years.

The bill establishes a new preschool competitive grant program to reimburse towns for the capital and operating expenses they incur in establishing or expanding a preschool program. It provides up to \$20 million in funding for the grants for each of FYs 15 through 24 by (1) authorizing \$10 million per year in state GO bonds for the program and (2) requiring that \$10 million per year be disbursed to the program from the Tobacco Settlement Fund.

The bill also establishes a new grant program for eligible drinking water projects approved by the Department of Public Health (DPH) under the Drinking Water State Revolving Fund (DWSRF) program and authorizes up to \$500 million in GO bonds over 10 years for the program.

The bill (1) expands the state's competitive school security grant program to regional education service centers (RESCs), state charter schools, technical high schools, and private schools; (2) authorizes an

additional \$22 million in bonds for the program; (3) sets aside 10% of the grant funds available for FY 15 to be awarded to private schools; and (4) expands the security infrastructure eligible for reimbursement under the program.

The bill also (1) transfers an existing \$10 million bond authorization for DPH to Connecticut Innovations, Inc. (CII) for the Stem Cell Research Fund and (2) renames the fund the Regenerative Medicine Research Fund, for purposes of the bond authorization (see COMMENT). It authorizes up to \$10 million in GO bonds each year for FY 16 and FY 17 for the fund.

Lastly, the bill makes minor and technical changes.

EFFECTIVE DATE: July 1, 2014, unless otherwise noted below.

§§ 1-15 — BOND AUTHORIZATIONS FOR STATE AGENCY PROJECTS AND GRANTS

The bill authorizes up to \$195.3 million in GO bonds 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 grantee 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 FY 15

§	AGENCY	FOR	FY 15
State Projects and Programs			
2(a)	Office of Legislative Management (OLM)	Information technology upgrades, replacements and improvements; Capitol complex equipment replacement, including updated technology for the Office of State Capitol Police; and renovations, repairs, and minor capital improvements at the Capitol and Old State House	\$4,892,200

		Production and studio equipment for the Connecticut Network	3,230,000
2(b)	Office of Governmental Accountability	Information technology improvements	1,000,000
2(c)	Office of Policy and Management (OPM)	Transit-oriented development pre-development fund	7,000,000
2(d)	Department of Veterans' Affairs	State matching funds for federal grants for renovations and code improvements to existing facilities	1,409,450
		Planning and feasibility study for additional veterans' housing at the Rocky Hill campus, including vacant building demolition	500,000
2(e)	Department of Administrative Services (DAS)	Construction, improvements, repairs, renovations, and land acquisition at fire training schools	15,777,672
2(f)	Office of the Healthcare Advocate	Development, acquisition, and implementation of health information technology systems and equipment to support the state innovation model	1,900,000
2(g)	Agricultural Experiment Station	Planning, design, construction, and equipment for additions and renovations to the Valley Laboratory in Windsor	1,000,000
2(h)	State Library	Creation and maintenance of a statewide platform for the distribution of electronic books to public library patrons	2,200,000
Grants			
9(a)	Office of the State Comptroller	Grant to Connecticut Public Broadcasting Network for transmission, broadcast, production, and information technology equipment	3,300,000
9(b)	Department of Labor	Subsidized Training and Employment program	10,000,000
9(c)	Department of Energy and Environmental Protection	Grants or reimbursement to municipalities of up to \$1,000 each for the initial installation of a prescription drug drop box	100,000
9(d)	Department of Economic and Community Development (DECD)	Connecticut Manufacturing Innovation Fund and grants for advanced composite materials research and development	30,000,000
		Grant to Northeast Connecticut Economic Development Alliance	2,000,000
		Grant to nonprofit organizations sponsoring cultural and historic sites	10,000,000
9(e)	Department of Housing (DOH)	Shoreline Resiliency Fund	25,000,000
9(f)	Department of Transportation (DOT)	Grants to municipalities for the Town-Aid-Road program (see § 55)	60,000,000
9(g)	Department of Social Services	Grant to Oak Hill for down payment assistance or capital improvements associated with acquiring Camp Hemlocks	1,000,000
9(h)	Department of Rehabilitation Services	Grants for home modifications and assistance technology devices related to aging in place	5,000,000

9(i)	State Department of Education (SDE)	Grants for alterations, repairs, improvements, technology, equipment, and capital start-up costs to expand the availability of high-quality school models and assist in implementing common core state standards and assessments, in accordance with procedures the SDE commissioner establishes	10,000,000
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§§ 16-21 — TRANSPORTATION PROJECTS

The bill authorizes up to \$28.4 million in STO bonds in FY 15 for the following transportation projects in DOT's Bureau of Engineering and Highways Operations:

1. \$10,000,000 for the development of a comprehensive asset management plan in accordance with federal requirements,
2. \$5,400,000 for highway and bridge renewal equipment,
3. \$10,000,000 for the local bridge program, and
4. \$3,000,000 to reconfigure an existing off ramp on the Merritt Parkway in Westport.

§§ 22 & 49 — REGENERATIVE MEDICINE RESEARCH FUND

The bill (1) transfers an existing \$10 million bond authorization from DPH to Connecticut Innovations, Inc. (CII) for the Stem Cell Research Fund and (2) redesignates the fund as the Regenerative Medicine Research Fund, for purposes of the bond authorization (see COMMENT). It also authorizes up to \$10 million in GO bonds each year for FY 16 and FY 17 for the fund.

EFFECTIVE DATE: July 1, 2015 for the new bond authorization provision.

§§ 23-25 & 58 — PRESCHOOL COMPETITIVE GRANT PROGRAM

The bill establishes a 10-year grant program, from FY 15 through FY 24, to reimburse towns for the capital and operating expenses they incur in establishing or expanding a preschool program. The Office of Early Childhood (OEC) administers the program, under which towns may receive annual grants of up to (1) \$75,000 for each preschool

classroom or (2) \$5,000 per preschooler, up to \$150,000 per town.

Eligibility and Application Process

Beginning by July 1, 2014, local and regional boards of education may apply for the grants on behalf of their towns or member towns at the time and in the manner the OEC commissioner prescribes. To be eligible for a grant, a board must (1) demonstrate a need for creating or expanding a preschool program and (2) submit an expenditure plan for grant funds, including the town's contribution to the preschool program's operation.

Preschool programs eligible for the grants include classrooms with (1) an individual who holds a teaching certificate with an endorsement in early childhood education or special education, (2) a class size of up to 18 children, and (3) a maximum child-teacher ratio of 10:1.

The OEC commissioner must give priority to towns that she determines have the greatest need and, among those towns, highest priority to towns that do not have a preschool program at the time of application.

Grant Conditions

Each town awarded a grant must:

1. receive the grant for five years (and may submit a renewal application to OEC);
2. within three years of creating the preschool program, obtain the same accreditation required of school readiness programs; and
3. annually report to OEC on the preschool program's status and operation.

By law, accredited school readiness programs are those (1) accredited by (a) the National Association for the Education of Young Children or (b) a Head Start on-site program review instrument or successor instrument pursuant to federal regulations, or (2) that meet the SDE commissioner's criteria.

Program Funding

The bill establishes the preschool competitive grant account, a separate, nonlapsing General Fund account, to fund the grant program and directs to the account up to \$20 million in funding for the grants for each of FYs 15 through 24. It does so by (1) requiring that \$10 million per year be disbursed from the Tobacco Settlement Fund to the grant account for FYs 15 through 24 and (2) authorizing \$10 million per year in state GO bonds for the program over the same 10-year period.

Bond Authorizations. The bill authorizes \$100 million in GO bonds, in \$10 million annual increments, for the program over the 10-year period. Any issuance costs and capitalized interest may be added to the annual authorizations. If OEC does not use all or part of the maximum amount in a fiscal year, the remaining amount is added to the following year's authorization.

The bond commission must authorize the total bond issuance. The bill requires OEC to enter into a memorandum of understanding (MOU) with the OPM secretary and state treasurer regarding the bond issuance, including the extent to which federal, private, and other available funds should be added to the bond proceeds. The bond commission must approve the MOU, which satisfies the standard approval requirements under the State General Obligation Bond Procedure Act. The bill deems the principal amount of the authorized bonds to be an appropriation and allocation of the bond amounts. The bonds are subject to standard statutory conditions.

EFFECTIVE DATE: Upon passage for the provision creating the account.

§§ 26 & 29 — BOND AUTHORIZATIONS FOR URBAN ACTION AND MANUFACTURING ASSISTANCE ACT PROGRAMS

The bill increases the bond authorization limit for the Urban Action program by \$60 million for economic and community development projects OPM undertakes. It reserves \$10 million of this amount for a grant to develop an intermodal transportation facility in northeastern Connecticut.

The bill also increases the bond authorization limit for the Manufacturing Assistance Act program by \$100 million.

§§ 27 & 28 — STATE GRANTS FOR DRINKING WATER PROJECTS

The bill establishes a new DPH-administered grant program for eligible drinking water projects and authorizes up to \$500 million in GO bonds over 10 years for the program. The program replaces a defunct drinking water facilities grant program for eligible municipally-owned and private water companies.

Eligible Projects

The grants are awarded to eligible public water systems for eligible drinking water projects approved by DPH under its existing DWSRF program. By law, “eligible public water systems” are (1) water companies (private or municipal) that serve at least 25 people or 15 year-round service connections and (2) nonprofit noncommunity water systems (i.e., facilities served by their own water supply). “Eligible drinking water projects” are those to plan, design, develop, construct, repair, extend, improve, remodel, alter, rehabilitate, reconstruct, or acquire all or part of a public water system.

Under the DWSRF program, DPH awards loans equal to 100% of eligible project costs to eligible drinking water projects, based on a priority list for funding it establishes and maintains. The bill does not specify whether DPH must coordinate these existing loans with the project grants, including the DWSRF’s priority list.

Grant Amounts, Terms, and Regulations

The grants are limited to 30% of the eligible project’s costs. DPH must adopt regulations specifying the grants’ terms and conditions.

Bond Authorizations

The bill authorizes \$50 million in GO bonds per year for each of FYs 15 through 24 for the grants. The bonds are subject to standard issuance procedures and have a maximum term of 20 years.

§§ 30-39, 42-48, & 50-57 — BOND CANCELLATIONS AND CHANGES TO EXISTING AUTHORIZATIONS

§§ 30 & 35 — *Supertotal Changes*

The bill increases bond supertotals in PA 07-7 and PA 11-57 that correspond to FY 08 and FY 12 bond authorizations, respectively, for state capital projects to align them with the specific bond authorizations that make up those totals.

§§ 31-32, 36, 38, & 57 — *Cancellations*

The bill cancels all or part of bond authorizations for the projects and grants shown in Table 2.

Table 2: Bond Cancellations

§	Agency	For	Existing Authorization	Amount Cancelled
31	Community College System (Northwestern Community College)	Nursing and allied health program infrastructure development and improvements	\$340,000	\$340,000
32	Connecticut State University System (all universities)	Land and property acquisitions	100,000	5,490
38	Community College System (all colleges)	Facilities alterations and improvements, including fire, safety, energy conservation, code compliance, and property acquisition	5,000,000	5,000,000
57	DECD	Grants (\$500,000 each) to (1) the Metropolitan Economic Development Commission to create elderly housing, (2) the John E. Rogers African American Cultural Center to convert the former Northwest-Jones School to a cultural center, and (3) Catholic Charities of Hartford to create affordable housing with supportive services	1,500,000	1,500,000

§ 33 — *Restored Bond Authorizations*

The bill restores the following the DAS bond authorizations, repealed by PA 13-239 (§ 116):

- \$4,100,000 for the development and implementation of the Connecticut Education Network,
- \$2,165,000 for planning and design of an alternate state data

center, and

3. \$4,180,847 for the development and implementation of information technology systems to comply with the Health Insurance Portability and Accountability Act.

EFFECTIVE DATE: Upon passage

§§ 34, 39, 42, & 52 — Bond Authorizations Transferred to OEC

The bill transfers the following existing bond authorizations for SDE to OEC:

1. \$1,500,000 for grants for minor capital improvements and wiring for technology for school readiness programs and
2. \$36,500,000 for grants to towns and tax-exempt organizations for facility improvements and minor capital repairs to facilities housing school readiness programs and state-funded day care centers.

§§ 37 & 46 — Modification in Authorization Language

DAS Improvements to State Office Building and Parking Facilities. The bill modifies the purposes for which DAS may use an existing authorization of up to \$24 million for improvements to the State Office Building and associated parking facilities in Hartford. Specifically, it eliminates planning, design, development, and demolition work related to the improvements as a permissible use of the funds.

Housing Development and Rehabilitation. The bill earmarks \$20 million of an existing \$70 million bond authorization for DOH's housing development and rehabilitation programs. The earmarked funds must be used to promote homeownership through new home construction or home conversion in Bridgeport, Hartford, New Britain, New Haven, and New London.

§§ 43-45, 47-48, 50-51, & 53-56 — Changes to FY 15 Bond Authorizations

The bill changes certain FY 15 GO and STO bond authorizations enacted in PA 13-239, as listed in Tables 3 and 4.

Table 3: Changes to FY 15 GO Bond Authorizations in PA 13-239

§	Agency	For	PA 13-239 Auth. for FY 15	Change	Total Auth. For FY 15
44	OPM	Information technology capital investment program	\$25,000,000	\$25,000,000	\$50,000,000
45	Board of Regents for Higher Education	All community colleges: New and replacement instruction, research, or laboratory equipment	5,000,000	(5,000,000)	0
		All community colleges: System technology initiative	5,000,000	(5,000,000)	0
		All community colleges: Alterations, and improvements to facilities, including fire, safety, energy conservation, code compliance and acquisition of property	5,000,000	(5,000,000)	0
48	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) vehicle purchases New: The bill (1) restricts the grants to nonprofits that receive state funds to provide direct health or human services to state agency clients and (2) allows the grants to be used for property acquisition.	20,000,000	30,000,000	50,000,000
50	DOT	Grants for improvements to ports and marinas, including dredging and navigational direction	5,000,000	20,000,000	25,000,000
51	SDE	Grants for <i>Sheff</i> magnet school program start-up costs: Purchasing a building or portable classrooms, leasing space, and purchasing equipment, including 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 New: The bill specifies that the funds are to assist the state in meeting the goals of the current, rather than 2008,	7,500,000	9,900,000	17,400,000

		Sheff v. O'Neill stipulation and order.			
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Table 4: Changes to FY 15 STO Bond Authorizations in PA 13-239

§	Authorized Program Areas	For	PA 13-239 Auth. for FY 15	Change	Total Auth. For FY 15
54	Bureau of Engineering and Highway Operations	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	\$13,990,000	\$6,700,000	\$20,690,000
55	Bureau of Engineering and Highway Operations	Town-Aid-Road program	60,000,000	(60,000,000)	0 (authorized as GO bonds in § 9(g))
56	Bureau of Public Transportation	Bus and rail facilities and equipment, including rights-of-way, other property acquisition, and related projects	143,000,000	17,650,000	160,650,000

§§ 40-41 — SCHOOL SECURITY INFRASTRUCTURE GRANT PROGRAM

The state's competitive school security grant program reimburses towns for certain expenses they incur in improving their school security infrastructure. The Department of Emergency Services and Public Protection (DESPP), DAS, and SDE jointly administer the program.

The bill expands the program, as described below, and increases its bond authorization by \$22 million, from \$15 million to \$37 million.

Eligible Schools

The bill expands the program to RESCs, state charter schools, technical high schools, and private schools.

By law, local or regional boards of education can apply to DESPP for funds on behalf of their town or member towns for costs incurred for eligible security improvements on or after January 1, 2013.

Decisions to approve or deny applications, and which expenses are eligible for reimbursement, must meet the most recent standards established by the School Safety Infrastructure Council. Beginning in FY 15, the bill extends these provisions to the aforementioned schools and requires the RESC, charter school's governing authority, technical high school's superintendent, or nonpublic school's supervisory agent, respectively, to apply for the funds.

Eligible Infrastructure

The bill expands the security infrastructure eligible for reimbursement to include real time interoperable communications and multimedia sharing infrastructure. As under existing law, eligible infrastructure also includes the installation of surveillance cameras, penetration resistant vestibules, ballistic glass, solid core doors, double-door access, computer-controlled electronic locks, entry door buzzer systems, scan card systems, panic alarms, and other systems.

Grant Amount and Set-Aside

By law, the grants reimburse school districts for 20% to 80% of the eligible expenses for security measures, based on a scale of town wealth. In addition, under the bill:

1. RESCs receive grants according to the same scale, based on the weighted average of the wealth of their member towns;
2. state charter schools receive the same reimbursement percentage their host towns receive;
3. SDE, on behalf of technical high schools, receives grants for 100% of the schools' eligible expenses; and
4. private schools receive grants for 50% of their eligible expenses.

The bill sets aside 10% of the grant funds available for FY 15 for private schools.

Grant Priority

If there is not enough money to reimburse every district for its full

percentage, existing law requires the DESPP commissioner, in consultation with the DAS (formerly the Department of Construction Services) and education commissioners, to give first priority to applicants with schools they determine have the greatest need for security infrastructure based on the school security assessments the districts submits. Of the applicants with the greatest security infrastructure need, the commissioners must give first priority to applicants that have no security infrastructure at the time of the assessment and secondary priority to applicants from priority school districts.

The bill extends these same requirements to RESCs, state charter schools, and technical high schools. For private schools, the bill requires the commissioners to give first priority to applicants that they determine have the greatest need, instead of basing it on each school's security assessment.

As under existing law, to receive a grant, an applicant must show that it (1) has conducted a uniform security assessment of its schools and any security infrastructure, (2) has an emergency plan at its schools developed with applicable state and local first responders, and (3) periodically practices the plan. The security assessment must be carried out under the supervision of the district's local law enforcement agency and use the Safe Schools Facilities Check List published by the National Clearinghouse for Educational Facilities.

EFFECTIVE DATE: Upon passage, except for the bond authorization, which is effective July 1, 2014.

COMMENT

Authorization Transferred from DPH to CII

The bill transfers from DPH to CII responsibility for an existing bond authorization for the Stem Cell Research Fund, but DPH retains authority for administering the fund and issuing grants from it, with direction from the Stem Cell Advisory Committee. The bill also renames the fund for purposes of the bond authorization, but does not

make corresponding changes to the statutes governing the fund and its administration (CGS § 19a-32e et seq.).

COMMITTEE ACTION

Finance, Revenue and Bonding Committee

Joint Favorable Substitute

Yea 44 Nay 6 (04/01/2014)