



General Assembly

**Substitute Bill No. 1**

January Session, 2015



**AN ACT CONCERNING TAX FAIRNESS AND ECONOMIC DEVELOPMENT.**

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

1 Section 1. (NEW) (*Effective July 1, 2016*) (a) For purposes of this  
2 section, "state, municipal or tribal property" means all real property  
3 described in subsection (a) of section 12-19a of the general statutes, as  
4 amended by this act, "college and hospital property" means all real  
5 property described in subsection (a) of section 12-20a of the general  
6 statutes, as amended by this act, "municipality" means any town, city,  
7 borough, consolidated town and city and consolidated town and  
8 borough, and "district" means any district, as defined in section 7-324,  
9 of the general statutes.

10 (b) Notwithstanding the provisions of sections 12-19a and 12-20a of  
11 the general statutes, as amended by this act, all funds appropriated for  
12 state grants in lieu of taxes shall be payable to municipalities and  
13 districts pursuant to the provisions of this section. For fiscal years  
14 commencing on and after July 1, 2016, all state grants in lieu of  
15 property taxes for state, municipal or tribal property and college and  
16 hospital property shall be such that each municipality or district shall  
17 receive a grant in lieu of taxes in an amount equal to or greater than  
18 that paid to the municipality or district pursuant to sections 12-19a and  
19 12-20a of the general statutes, as amended by this act, for the fiscal year

20 commencing July 1, 2014. On or before January first, annually, the  
21 Secretary of the Office of Policy and Management shall determine the  
22 amount due, as a state grant in lieu of taxes, to each municipality and  
23 district in this state wherein college and hospital property is located  
24 and to each municipality in this state wherein state, municipal or tribal  
25 property, except that which was acquired and used for highways and  
26 bridges, but not excepting property acquired and used for highway  
27 administration or maintenance purposes, is located. (1) The grant  
28 payable to any municipality for state, municipal or tribal property  
29 under the provisions of this section in the fiscal year commencing July  
30 1, 2016, and each fiscal year thereafter shall be equal to the total of:

31 (A) One hundred per cent of the property taxes that would have  
32 been paid with respect to any facility designated by the Commissioner  
33 of Correction, on or before August first of each year, to be a  
34 correctional facility administered under the auspices of the  
35 Department of Correction or a juvenile detention center under  
36 direction of the Department of Children and Families that was used for  
37 incarcerative purposes during the preceding fiscal year. If a list  
38 containing the name and location of such designated facilities and  
39 information concerning their use for purposes of incarceration during  
40 the preceding fiscal year is not available from the Secretary of the State  
41 on August first of any year, the Commissioner of Correction shall, on  
42 said date, certify to the Secretary of the Office of Policy and  
43 Management a list containing such information;

44 (B) One hundred per cent of the property taxes that would have  
45 been paid with respect to that portion of the John Dempsey Hospital  
46 located at The University of Connecticut Health Center in Farmington  
47 that is used as a permanent medical ward for prisoners under the  
48 custody of the Department of Correction. Nothing in this section shall  
49 be construed as designating any portion of The University of  
50 Connecticut Health Center John Dempsey Hospital as a correctional  
51 facility;

52 (C) One hundred per cent of the property taxes that would have

53 been paid on any land designated within the 1983 Settlement  
54 boundary and taken into trust by the federal government for the  
55 Mashantucket Pequot Tribal Nation on or after June 8, 1999;

56 (D) Subject to the provisions of subsection (c) of section 12-19a of the  
57 general statutes, as amended by this act, sixty-five per cent of the  
58 property taxes that would have been paid with respect to the buildings  
59 and grounds comprising Connecticut Valley Hospital in Middletown;

60 (E) With respect to any municipality in which more than fifty per  
61 cent of the property is state-owned real property, one hundred per cent  
62 of the property taxes that would have been paid with respect to such  
63 state-owned property;

64 (F) Forty-five per cent of the property taxes that would have been  
65 paid with respect to all municipally owned airports; except for the  
66 exemption applicable to such property, on the assessment list in such  
67 municipality for the assessment date two years prior to the  
68 commencement of the state fiscal year in which such grant is payable.  
69 The grant provided pursuant to this section for any municipally  
70 owned airport shall be paid to any municipality in which the airport is  
71 located, except that the grant applicable to Sikorsky Airport shall be  
72 paid one-half to the town of Stratford and one-half to the city of  
73 Bridgeport;

74 (G) Forty-five per cent of the property taxes that would have been  
75 paid with respect to any land designated within the 1983 Settlement  
76 boundary and taken into trust by the federal government for the  
77 Mashantucket Pequot Tribal Nation prior to June 8, 1999, or taken into  
78 trust by the federal government for the Mohegan Tribe of Indians of  
79 Connecticut, provided the real property subject to this subparagraph  
80 shall be the land only, and shall not include the assessed value of any  
81 structures, buildings or other improvements on such land; and

82 (H) Forty-five per cent of the property taxes that would have been  
83 paid with respect to all other state-owned real property.

84 (2) (A) The grant payable to any municipality or district for college  
85 and hospital property under the provisions of this section in the fiscal  
86 year commencing July 1, 2016, and each fiscal year thereafter shall be  
87 equal to the total of seventy-seven per cent of the property taxes that,  
88 except for any exemption applicable to any institution of higher  
89 education or general hospital facility under the provisions of section  
90 12-81 of the general statutes, would have been paid with respect to  
91 college and hospital property on the assessment list in such  
92 municipality or district for the assessment date two years prior to the  
93 commencement of the state fiscal year in which such grant is payable;  
94 and

95 (B) Notwithstanding the provisions of subparagraph (A) of this  
96 subdivision, the grant payable to any municipality or district with  
97 respect to a campus of the United States Department of Veterans  
98 Affairs Connecticut Healthcare Systems shall be one hundred per cent.

99 (c) The Secretary of the Office of Policy and Management shall list  
100 municipalities and districts based on the percentage of real property  
101 on the grand list of each municipality that is exempt from property tax  
102 under any provision of the general statutes other than that set forth in  
103 subparagraph (A) of subdivision (1) of subsection (b) of this section.  
104 Such tax exempt property shall not include municipally owned  
105 property except for municipally owned airports. Boroughs and  
106 districts shall have the same ranking as the municipality in which such  
107 borough or district is located.

108 (d) (1) In the event that the total of grants payable to each  
109 municipality and district in accordance with the provisions of  
110 subsection (b) of this section exceeds the amount appropriated for the  
111 purposes of this section for the fiscal year, (A) the amount of the grant  
112 payable to each municipality in any year for property described in  
113 subparagraphs (A) to (G), inclusive, of subdivision (1) of subsection (b)  
114 of this section and to each municipality or district in any year for  
115 property described in subparagraph (B) of subdivision (2) of  
116 subsection (b) of this section shall be reduced proportionately,

117 provided no such grant shall be reduced to an amount less than that  
118 received by a municipality or district for such property pursuant to  
119 section 12-19a or 12-20a of the general statutes, as amended by this act,  
120 for the fiscal year commencing July 1, 2014; (B) the amount of the grant  
121 payable to each municipality or district in any year for property  
122 described in subparagraph (A) of subdivision (2) of subsection (b) of  
123 this section shall be reduced as follows, provided no such grant shall  
124 be reduced to an amount less than that received by a municipality or  
125 district for such property pursuant to section 12-20a of the general  
126 statutes, as amended by this act, for the fiscal year commencing July 1,  
127 2014: (i) The ten municipalities or districts with the highest percentage  
128 of tax exempt property on the list of municipalities prepared by the  
129 secretary pursuant to subsection (c) of this section and having a mill  
130 rate of twenty-five mills or more shall each receive a grant in lieu of  
131 taxes equal to forty-two per cent of the property taxes that would have  
132 been paid to such municipality or district on college and hospital  
133 property other than that set forth in subparagraph (B) of subdivision  
134 (2) of subsection (b) of this section; (ii) the next twenty-five  
135 municipalities or districts with the highest percentage of tax exempt  
136 property on such list having a mill rate of twenty-five mills or more  
137 shall each receive a grant in lieu of taxes equal to thirty-seven per cent  
138 of the property taxes that would have been paid to such municipality  
139 or district on college and hospital property other than that set forth in  
140 subparagraph (B) of subdivision (2) of subsection (b) of this section;  
141 and (iii) all municipalities or districts not included in subparagraphs  
142 (B)(i) and (B)(ii) of this subdivision shall each receive a grant in lieu of  
143 taxes equal to thirty-two per cent of the property taxes that would  
144 have been paid to such municipality or district on college and hospital  
145 property other than that set forth in subparagraph (B) of subdivision  
146 (2) of subsection (b) of this section; and (C) the amount of the grant  
147 payable to each municipality in any year for property described in  
148 subparagraph (H) of subdivision (1) of subsection (b) of this section  
149 shall be reduced as follows, provided no such grant shall be reduced to  
150 an amount less than that received by a municipality for such property  
151 pursuant to section 12-19a of the general statutes, as amended by this

152 act, for the fiscal year commencing July 1, 2014: (i) The ten  
153 municipalities with the highest percentage of tax exempt property on  
154 the list of municipalities prepared by the secretary pursuant to  
155 subsection (c) of this section and having a mill rate of twenty-five mills  
156 or more shall each receive a grant in lieu of taxes equal to thirty-two  
157 per cent of the property taxes that would have been paid to such  
158 municipality for property described in subparagraph (H) of  
159 subdivision (1) of subsection (b) of this section; (ii) the next twenty-five  
160 municipalities with the highest percentage of tax exempt property on  
161 such list having a mill rate of twenty-five mills or more shall each  
162 receive a grant in lieu of taxes equal to twenty-eight per cent of the  
163 property taxes that would have been paid to such municipality for  
164 property described in subparagraph (H) of subdivision (1) of  
165 subsection (b) of this section; and (iii) all municipalities not included in  
166 subparagraphs (C)(i) and (C)(ii) of this subdivision shall each receive a  
167 grant in lieu of taxes equal to twenty-four per cent of the property  
168 taxes that would have been paid to such municipality for property  
169 described in subparagraph (H) of subdivision (1) of subsection (b) of  
170 this section.

171 (2) If the amount appropriated for the purposes of subsection (b) of  
172 this section is less than the total of grants payable to each municipality  
173 and district in accordance with subsection (b) of this section but  
174 exceeds the amount necessary to issue grants to each municipality and  
175 district in an amount equal to that received by each such municipality  
176 or district pursuant to section 12-19a or 12-20a of the general statutes,  
177 as amended by this act, for the fiscal year commencing July 1, 2014, for  
178 property described in subparagraphs (A) to (G), inclusive, of  
179 subdivision (1) and subparagraph (B) of subdivision (2) of subsection  
180 (b) of this section plus the amount of grants payable pursuant to  
181 subparagraphs (B) and (C) of subdivision (1) of this subsection, then  
182 each grant payable to a municipality or district in accordance with this  
183 section shall be increased proportionately to the amount received by  
184 each municipality or district pursuant to subdivision (1) of this  
185 subsection.

186 (e) Notwithstanding the provisions of subsections (a) to (d),  
187 inclusive, of this section, for any municipality receiving payments  
188 under section 15-120ss of the general statutes, property located in such  
189 municipality at Bradley International Airport shall not be included in  
190 the calculation of any state grant in lieu of taxes pursuant to this  
191 section.

192 (f) For purposes of this section, any real property which is owned by  
193 the John Dempsey Hospital Finance Corporation established pursuant  
194 to the provisions of sections 10a-250 to 10a-263, inclusive, of the  
195 general statutes or by one or more subsidiary corporations established  
196 pursuant to subdivision (13) of section 10a-254 of the general statutes  
197 and which is free from taxation pursuant to the provisions of section  
198 10a-259 of the general statutes shall be deemed to be state-owned real  
199 property.

200 (g) The Office of Policy and Management shall report, in accordance  
201 with the provisions of section 11-4a of the general statutes, to the joint  
202 standing committee of the General Assembly having cognizance of  
203 matters relating to finance, revenue and bonding, on or before July 1,  
204 2017, and on or before July first annually thereafter until July 1, 2020,  
205 with regard to the grants distributed in accordance with this section,  
206 and shall include in such reports any recommendations for changes in  
207 the grants.

208 Sec. 2. Subsection (a) of section 12-19a of the general statutes is  
209 repealed and the following is substituted in lieu thereof (*Effective July*  
210 *1, 2015*):

211 (a) [On] Until the fiscal year commencing July 1, 2016, on or before  
212 January first, annually, the Secretary of the Office of Policy and  
213 Management shall determine the amount due, as a state grant in lieu of  
214 taxes, to each town in this state wherein state-owned real property,  
215 reservation land held in trust by the state for an Indian tribe or a  
216 municipally owned airport, except that which was acquired and used  
217 for highways and bridges, but not excepting property acquired and

218 used for highway administration or maintenance purposes, is located.  
219 The grant payable to any town under the provisions of this section in  
220 the state fiscal year commencing July 1, 1999, and each fiscal year  
221 thereafter, shall be equal to the total of (1) (A) one hundred per cent of  
222 the property taxes which would have been paid with respect to any  
223 facility designated by the Commissioner of Correction, on or before  
224 August first of each year, to be a correctional facility administered  
225 under the auspices of the Department of Correction or a juvenile  
226 detention center under direction of the Department of Children and  
227 Families that was used for incarcerative purposes during the preceding  
228 fiscal year. If a list containing the name and location of such  
229 designated facilities and information concerning their use for purposes  
230 of incarceration during the preceding fiscal year is not available from  
231 the Secretary of the State on the first day of August of any year, said  
232 commissioner shall, on said first day of August, certify to the Secretary  
233 of the Office of Policy and Management a list containing such  
234 information, (B) one hundred per cent of the property taxes which  
235 would have been paid with respect to that portion of the John  
236 Dempsey Hospital located at The University of Connecticut Health  
237 Center in Farmington that is used as a permanent medical ward for  
238 prisoners under the custody of the Department of Correction. Nothing  
239 in this section shall be construed as designating any portion of The  
240 University of Connecticut Health Center John Dempsey Hospital as a  
241 correctional facility, and (C) in the state fiscal year commencing July 1,  
242 2001, and each fiscal year thereafter, one hundred per cent of the  
243 property taxes which would have been paid on any land designated  
244 within the 1983 Settlement boundary and taken into trust by the  
245 federal government for the Mashantucket Pequot Tribal Nation on or  
246 after June 8, 1999, (2) subject to the provisions of subsection (c) of this  
247 section, sixty-five per cent of the property taxes which would have  
248 been paid with respect to the buildings and grounds comprising  
249 Connecticut Valley Hospital in Middletown. Such grant shall  
250 commence with the fiscal year beginning July 1, 2000, and continuing  
251 each year thereafter, (3) notwithstanding the provisions of subsections  
252 (b) and (c) of this section, with respect to any town in which more than

253 fifty per cent of the property is state-owned real property, one hundred  
254 per cent of the property taxes which would have been paid with  
255 respect to such state-owned property. Such grant shall commence with  
256 the fiscal year beginning July 1, 1997, and continuing each year  
257 thereafter, (4) subject to the provisions of subsection (c) of this section,  
258 forty-five per cent of the property taxes which would have been paid  
259 with respect to all other state-owned real property, (5) forty-five per  
260 cent of the property taxes which would have been paid with respect to  
261 all municipally owned airports; except for the exemption applicable to  
262 such property, on the assessment list in such town for the assessment  
263 date two years prior to the commencement of the state fiscal year in  
264 which such grant is payable. The grant provided pursuant to this  
265 section for any municipally owned airport shall be paid to any  
266 municipality in which the airport is located, except that the grant  
267 applicable to Sikorsky Airport shall be paid half to the town of  
268 Stratford and half to the city of Bridgeport, and (6) forty-five per cent  
269 of the property taxes which would have been paid with respect to any  
270 land designated within the 1983 Settlement boundary and taken into  
271 trust by the federal government for the Mashantucket Pequot Tribal  
272 Nation prior to June 8, 1999, or taken into trust by the federal  
273 government for the Mohegan Tribe of Indians of Connecticut,  
274 provided (A) the real property subject to this subdivision shall be the  
275 land only, and shall not include the assessed value of any structures,  
276 buildings or other improvements on such land, and (B) said forty-five  
277 per cent grant shall be phased in as follows: (i) In the fiscal year  
278 commencing July 1, 2012, an amount equal to ten per cent of said forty-  
279 five per cent grant, (ii) in the fiscal year commencing July 1, 2013,  
280 thirty-five per cent of said forty-five per cent grant, (iii) in the fiscal  
281 year commencing July 1, 2014, sixty per cent of said forty-five per cent  
282 grant, (iv) in the fiscal year commencing July 1, 2015, eighty-five per  
283 cent of said forty-five per cent grant, and (v) in the fiscal year  
284 commencing July 1, 2016, one hundred per cent of said forty-five per  
285 cent grant.

286 Sec. 3. Subsection (a) of section 12-20a of the general statutes is

287 repealed and the following is substituted in lieu thereof (*Effective July*  
288 *1, 2015*):

289 (a) [On] Until the fiscal year commencing July 1, 2016, on or before  
290 January first, annually, the Secretary of the Office of Policy and  
291 Management shall determine the amount due to each municipality in  
292 the state, in accordance with this section, as a state grant in lieu of  
293 taxes with respect to real property owned by any private nonprofit  
294 institution of higher learning or any nonprofit general hospital facility  
295 or freestanding chronic disease hospital or an urgent care facility that  
296 operates for at least twelve hours a day and that had been the location  
297 of a nonprofit general hospital for at least a portion of calendar year  
298 1996 to receive payments in lieu of taxes for such property, exclusive of  
299 any such facility operated by the federal government, except a campus  
300 of the United States Department of Veterans Affairs Connecticut  
301 Healthcare Systems, or the state of Connecticut or any subdivision  
302 thereof. As used in this section, "private nonprofit institution of higher  
303 learning" means any such institution, as defined in subsection (a) of  
304 section 10a-34, or any independent institution of higher education, as  
305 defined in subsection (a) of section 10a-173, that is engaged primarily  
306 in education beyond the high school level, and offers courses of  
307 instruction for which college or university-level credit may be given or  
308 may be received by transfer, the property of which is exempt from  
309 property tax under any of the subdivisions of section 12-81; "nonprofit  
310 general hospital facility" means any such facility that is used primarily  
311 for the purpose of general medical care and treatment, exclusive of any  
312 hospital facility used primarily for the care and treatment of special  
313 types of disease or physical or mental conditions; and "freestanding  
314 chronic disease hospital" means a facility that provides for the care and  
315 treatment of chronic diseases, excluding any such facility having an  
316 ownership affiliation with and operated in the same location as a  
317 chronic and convalescent nursing home.

318 Sec. 4. Section 12-19b of the general statutes is repealed and the  
319 following is substituted in lieu thereof (*Effective July 1, 2016*):

320 (a) Not later than April first in any assessment year, any town or  
321 borough to which a grant is payable under the provisions of section 12-  
322 19a, as amended by this act, or section 1 of this act, shall provide the  
323 Secretary of the Office of Policy and Management with the assessed  
324 valuation of the real property eligible therefor as of the first day of  
325 October immediately preceding, adjusted in accordance with any  
326 gradual increase in or deferment of assessed values of real property  
327 implemented in accordance with section 12-62c, which is required for  
328 computation of such grant. Any town which neglects to transmit to the  
329 secretary the assessed valuation as required by this section shall forfeit  
330 two hundred fifty dollars to the state, provided the secretary may  
331 waive such forfeiture in accordance with procedures and standards  
332 adopted by regulation in accordance with chapter 54. Said secretary  
333 may on or before the first day of August of the state fiscal year in  
334 which such grant is payable, reevaluate any such property when, in  
335 the secretary's judgment, the valuation is inaccurate and shall notify  
336 such town of such reevaluation by certified or registered mail. Any  
337 town or borough aggrieved by the action of the secretary under the  
338 provisions of this section may, not later than ten business days  
339 following receipt of such notice, appeal to the secretary for a hearing  
340 concerning such reevaluation. Such appeal shall be in writing and shall  
341 include a statement as to the reasons for such appeal. The secretary  
342 shall, not later than ten business days following receipt of such appeal,  
343 grant or deny such hearing by notification in writing, including in the  
344 event of a denial, a statement as to the reasons for such denial. Such  
345 notification shall be sent by certified or registered mail. If any town or  
346 borough is aggrieved by the action of the secretary following such  
347 hearing or in denying any such hearing, the town or borough may not  
348 later than ten business days after receiving such notice, appeal to the  
349 superior court for the judicial district wherein such town is located.  
350 Any such appeal shall be privileged.

351 (b) Notwithstanding the provisions of section [12-19a] 1 of this act  
352 or subsection (a) of this section, there shall be an amount due the  
353 municipality of Voluntown, on or before the thirtieth day of

354 September, annually, with respect to any state-owned forest, of an  
355 additional sixty thousand dollars, which amount shall be paid from the  
356 annual appropriation, from the General Fund, for reimbursement to  
357 towns for loss of taxes on private tax-exempt property.

358 Sec. 5. Section 12-19c of the general statutes is repealed and the  
359 following is substituted in lieu thereof (*Effective July 1, 2016*):

360 The Secretary of the Office of Policy and Management shall, not  
361 later than September fifteenth, certify to the Comptroller the amount  
362 due each town or borough under the provisions of section [12-19a] 1 of  
363 this act, or under any recomputation occurring prior to said September  
364 fifteenth which may be effected as the result of the provisions of  
365 section 12-19b, as amended by this act, and the Comptroller shall draw  
366 an order on the Treasurer on or before the fifth business day following  
367 September fifteenth and the Treasurer shall pay the amount thereof to  
368 such town on or before the thirtieth day of September following. If any  
369 recomputation is effected as the result of the provisions of section 12-  
370 19b, as amended by this act, on or after the August first following the  
371 date on which the town has provided the assessed valuation in  
372 question, any adjustments to the amount due to any town for the  
373 period for which such adjustments were made shall be made in the  
374 next payment the Treasurer shall make to such town pursuant to this  
375 section.

376 Sec. 6. Section 12-20b of the general statutes is repealed and the  
377 following is substituted in lieu thereof (*Effective July 1, 2016*):

378 (a) Not later than April first in each year, any municipality to which  
379 a grant is payable under the provisions of section 12-20a, as amended  
380 by this act, or section 1 of this act, shall provide the Secretary of the  
381 Office of Policy and Management with the assessed valuation of the  
382 tax-exempt real property as of the immediately preceding October  
383 first, adjusted in accordance with any gradual increase in or deferment  
384 of assessed values of real property implemented in accordance with  
385 section 12-62c, which is required for computation of such grant. Any

386 municipality which neglects to transmit to the Secretary of the Office of  
387 Policy and Management the assessed valuation as required by this  
388 section shall forfeit two hundred fifty dollars to the state, provided the  
389 secretary may waive such forfeiture in accordance with procedures  
390 and standards adopted by regulation in accordance with chapter 54.  
391 Said secretary may, on or before the first day of August of the state  
392 fiscal year in which such grant is payable, reevaluate any such  
393 property when, in his or her judgment, the valuation is inaccurate and  
394 shall notify such municipality of such reevaluation. Any municipality  
395 aggrieved by the action of said secretary under the provisions of this  
396 section may, not later than ten business days following receipt of such  
397 notice, appeal to the secretary for a hearing concerning such  
398 reevaluation, provided such appeal shall be in writing and shall  
399 include a statement as to the reasons for such appeal. The secretary  
400 shall, not later than ten business days following receipt of such appeal,  
401 grant or deny such hearing by notification in writing, including in the  
402 event of a denial, a statement as to the reasons for such denial. If any  
403 municipality is aggrieved by the action of the secretary following such  
404 hearing or in denying any such hearing, the municipality may not later  
405 than two weeks after such notice, appeal to the superior court for the  
406 judicial district in which the municipality is located. Any such appeal  
407 shall be privileged. Said secretary shall certify to the Comptroller the  
408 amount due each municipality under the provisions of section [12-20a]  
409 1 of this act, or under any recomputation occurring prior to September  
410 fifteenth which may be effected as the result of the provisions of this  
411 section, and the Comptroller shall draw his or her order on the  
412 Treasurer on or before the fifth business day following September  
413 fifteenth and the Treasurer shall pay the amount thereof to such  
414 municipality on or before the thirtieth day of September following. If  
415 any recomputation is effected as the result of the provisions of this  
416 section on or after the January first following the date on which the  
417 municipality has provided the assessed valuation in question, any  
418 adjustments to the amount due to any municipality for the period for  
419 which such adjustments were made shall be made in the next payment  
420 the Treasurer shall make to such municipality pursuant to this section.

421 (b) Notwithstanding the provisions of section [12-20a] 1 of this act  
422 or subsection (a) of this section, the amount due the municipality of  
423 Branford, on or before the thirtieth day of September, annually, with  
424 respect to the Connecticut Hospice, in Branford, shall be one hundred  
425 thousand dollars, which amount shall be paid from the annual  
426 appropriation, from the General Fund, for reimbursement to towns for  
427 loss of taxes on private tax-exempt property.

428 (c) Notwithstanding the provisions of section [12-20a] 1 of this act or  
429 subsection (a) of this section, the amount due the city of New London,  
430 on or before the thirtieth day of September, annually, with respect to  
431 the United States Coast Guard Academy in New London, shall be one  
432 million dollars, which amount shall be paid from the annual  
433 appropriation, from the General Fund, for reimbursement to towns for  
434 loss of taxes on private tax-exempt property.

435 Sec. 7. Subsection (a) of section 12-63h of the general statutes is  
436 repealed and the following is substituted in lieu thereof (*Effective July*  
437 *1, 2016*):

438 (a) The Secretary of the Office of Policy and Management shall  
439 establish a pilot program in up to three municipalities whereby the  
440 selected municipalities shall develop a plan for implementation of land  
441 value taxation that (1) classifies real estate included in the taxable  
442 grand list as (A) land or land exclusive of buildings, or (B) buildings on  
443 land; and (2) establishes a different mill rate for property tax purposes  
444 for each class, provided the higher mill rate shall apply to land or land  
445 exclusive of buildings. The different mill rates for taxable real estate in  
446 each class shall not be applicable to any property for which a grant is  
447 payable under section [12-19a or 12-20a] 1 of this act.

448 Sec. 8. Subsection (b) of section 12-64 of the general statutes is  
449 repealed and the following is substituted in lieu thereof (*Effective July*  
450 *1, 2016*):

451 (b) Except as provided in subsection (c) of this section, any land,

452 buildings or easement to use air rights belonging to or held in trust for  
453 the state, not used for purposes attributable to functions of the state  
454 government or any other governmental purpose but leased to a person  
455 or organization for use unrelated to any such purpose, exclusive of any  
456 such lease with respect to which a binding agreement is in effect on  
457 June 25, 1985, shall be separately assessed in the name of the lessee and  
458 subject to local taxation annually in the name of the lessee having  
459 immediate right to occupancy of such land or building, by the town  
460 wherein situated as of the assessment day next following the date of  
461 leasing pursuant to section 4b-38, as amended by this act. If such  
462 property or any portion thereof is leased to any organization which, if  
463 the property were owned by or held in trust for such organization,  
464 would not be liable for taxes with respect to such property under any  
465 of the subdivisions of section 12-81, such organization shall be entitled  
466 to exemption from property taxes as the lessee under such lease,  
467 provided such property is used exclusively for the purposes of such  
468 organization as stated in the applicable subdivision of [said] section 12-  
469 81 and the portion of such property so leased to such exempt  
470 organization shall be eligible for a grant in lieu of taxes pursuant to  
471 section [12-19a] 1 of this act. Whenever the lessee of such property is  
472 required to pay property taxes to the town in which such property is  
473 situated as provided in this subsection, the assessed valuation of such  
474 property subject to the interest of the lessee shall not be included in the  
475 annual list of assessed values of state-owned real property in such  
476 town as prepared for purposes of state grants in accordance with [said]  
477 section [12-19a] 1 of this act and the amount of grant to such town  
478 under [said] section [12-19a] 1 of this act shall be determined without  
479 consideration of such assessed value.

480 Sec. 9. Subsections (a) to (d), inclusive, of section 3-55j of the general  
481 statutes are repealed and the following is substituted in lieu thereof  
482 (*Effective July 1, 2016*):

483 (a) Twenty million dollars of the moneys available in the  
484 Mashantucket Pequot and Mohegan Fund established by section 3-55i

485 shall be paid to municipalities eligible for a state grant in lieu of taxes  
486 pursuant to subsection (b) of section [12-19a] 1 of this act in addition to  
487 the grants payable to such municipalities pursuant to section [12-19a] 1  
488 of this act subject to the provisions of subsection (b) of this section.  
489 Such grant shall be [calculated under the provisions of section 12-19a  
490 and shall equal one-third of the additional amount which such  
491 municipalities would be eligible to receive if the total amount available  
492 for distribution were eighty-five million two hundred five thousand  
493 eighty-five dollars and the percentage of reimbursement set forth in  
494 section 12-19a were increased to reflect such amount] equal to that  
495 paid to the municipality pursuant to this section for the fiscal year  
496 commencing July 1, 2014. Any eligible special services district shall  
497 receive a portion of the grant payable under this subsection to the  
498 town in which such district is located. The portion payable to any such  
499 district under this subsection shall be the amount of the grant to the  
500 town under this subsection which results from application of the  
501 district mill rate to exempt property in the district. As used in this  
502 subsection and subsection (c) of this section, "eligible special services  
503 district" means any special services district created by a town charter,  
504 having its own governing body and for the assessment year  
505 commencing October 1, 1996, containing fifty per cent or more of the  
506 value of total taxable property within the town in which such district is  
507 located.

508 (b) No municipality shall receive a grant pursuant to subsection (a)  
509 of this section which, when added to the amount of the grant payable  
510 to such municipality pursuant to subsection (b) of section [12-19a] 1 of  
511 this act, would exceed one hundred per cent of the property taxes  
512 which would have been paid with respect to all state-owned real  
513 property, except for the exemption applicable to such property, on the  
514 assessment list in such municipality for the assessment date two years  
515 prior to the commencement of the state fiscal year in which such grants  
516 are payable, except that, notwithstanding the provisions of said  
517 subsection (a), no municipality shall receive a grant pursuant to said  
518 subsection which is less than one thousand six hundred sixty-seven

519 dollars.

520 (c) Twenty million one hundred twenty-three thousand nine  
521 hundred sixteen dollars of the moneys available in the Mashantucket  
522 Pequot and Mohegan Fund established by section 3-55i shall be paid to  
523 municipalities eligible for a state grant in lieu of taxes pursuant to  
524 subsection (b) of section [12-20a] 1 of this act, in addition to [and in the  
525 same proportion as] the grants payable to such municipalities  
526 pursuant to section [12-20a] 1 of this act, subject to the provisions of  
527 subsection (d) of this section. Such grant shall be equal to that paid to  
528 the municipality pursuant to this section for the fiscal year  
529 commencing July 1, 2014. Any eligible special services district shall  
530 receive a portion of the grant payable under this subsection to the  
531 town in which such district is located. The portion payable to any such  
532 district under this subsection shall be the amount of the grant to the  
533 town under this subsection which results from application of the  
534 district mill rate to exempt property in the district.

535 (d) Notwithstanding the provisions of subsection (c) of this section,  
536 no municipality shall receive a grant pursuant to said subsection  
537 which, when added to the amount of the grant payable to such  
538 municipality pursuant to subsection (b) of section [12-20a] 1 of this act,  
539 would exceed one hundred per cent of the property taxes which,  
540 except for any exemption applicable to any private nonprofit  
541 institution of higher education, nonprofit general hospital facility or  
542 freestanding chronic disease hospital under the provisions of section  
543 12-8, would have been paid with respect to such exempt real property  
544 on the assessment list in such municipality for the assessment date two  
545 years prior to the commencement of the state fiscal year in which such  
546 grants are payable.

547 Sec. 10. Subsection (g) of section 4b-38 of the general statutes is  
548 repealed and the following is substituted in lieu thereof (*Effective July*  
549 *1, 2016*):

550 (g) Notwithstanding the provisions of this section, the board of

551 trustees of a constituent unit of the state system of higher education  
552 may lease land or buildings, or both, and facilities under the control  
553 and supervision of such board when such land, buildings or facilities  
554 are otherwise not used or needed for use by the constituent unit and  
555 such action seems desirable to produce income or is otherwise in the  
556 public interest, provided the Treasurer has determined that such action  
557 will not affect the status of any tax-exempt obligations issued or to be  
558 issued by the state of Connecticut. Upon executing any such lease, said  
559 board shall forward a copy to the assessor or board of assessors of the  
560 municipality in which the leased property is located. The proceeds  
561 from any lease or rental agreement pursuant to this subsection shall be  
562 retained by the constituent unit. Any land so leased for private use and  
563 the buildings and appurtenances thereon shall be subject to local  
564 assessment and taxation annually in the name of the lessee, assignee or  
565 sublessee, whichever has immediate right to occupancy of such land or  
566 building, by the town wherein situated as of the assessment day of  
567 such town next following the date of leasing. Such land and the  
568 buildings and appurtenances thereon shall not be included as property  
569 of the constituent unit for the purpose of computing a grant in lieu of  
570 taxes pursuant to section [12-19a] 1 of this act provided, if such  
571 property is leased to an organization which, if the property were  
572 owned by or held in trust for such organization would not be liable for  
573 taxes with respect to such property under section 12-81, such  
574 organization shall be entitled to exemption from property taxes as the  
575 lessee under such lease, and the portion of such property exempted  
576 and leased to such organization shall be eligible for a grant in lieu of  
577 taxes pursuant to [said] section [12-19a] 1 of this act.

578 Sec. 11. Section 4b-39 of the general statutes is repealed and the  
579 following is substituted in lieu thereof (*Effective July 1, 2016*):

580 Land, buildings or facilities leased pursuant to section 4b-35 and  
581 section 4b-36 shall be exempt from municipal taxation. The value of  
582 such land, buildings or facilities shall be used for computation of  
583 grants in lieu of taxes pursuant to section [12-19a] 1 of this act.

584 Sec. 12. Section 4b-46 of the general statutes is repealed and the  
585 following is substituted in lieu thereof (*Effective July 1, 2016*):

586 On and after July 1, 1995, any property which is subject to an  
587 agreement entered into by the Commissioner of Administrative  
588 Services for the purchase of such property through a long-term  
589 financing contract shall be exempt from taxation by the municipality in  
590 which such property is located, during the term of such contract. The  
591 assessed valuation of such property shall be included with the  
592 assessed valuation of state-owned land and buildings for purposes of  
593 determining the state grant in lieu of taxes under the provisions of  
594 section [12-19a] 1 of this act.

595 Sec. 13. Section 10a-90 of the general statutes is repealed and the  
596 following is substituted in lieu thereof (*Effective July 1, 2016*):

597 The Board of Trustees for the Connecticut State University System,  
598 with the approval of the Governor and the Secretary of the Office of  
599 Policy and Management, may lease state-owned land under its care,  
600 custody or control to private developers for construction of dormitory  
601 buildings, provided such developers agree to lease such buildings to  
602 such board of trustees with an option to purchase and provided  
603 further that any such agreement to lease is subject to the provisions of  
604 section 4b-23, prior to the making of the original lease by the board of  
605 trustees. The plans for such buildings shall be subject to approval of  
606 such board, the Commissioner of Administrative Services and the State  
607 Properties Review Board and such leases shall be for the periods and  
608 upon such terms and conditions as the Commissioner of  
609 Administrative Services determines, and such buildings, while  
610 privately owned, shall be subject to taxation by the town in which they  
611 are located. The Board of Trustees for the Connecticut State University  
612 System may also deed, transfer or lease state-owned land under its  
613 care, custody or control to the State of Connecticut Health and  
614 Educational Facilities Authority for financing or refinancing the  
615 planning, development, acquisition and construction and equipping of  
616 dormitory buildings and student housing facilities and to lease or

617 sublease such dormitory buildings or student housing facilities and  
618 authorize the execution of financing leases of land, interests therein,  
619 buildings and fixtures in order to secure obligations to repay any loan  
620 from the State of Connecticut Health and Educational Facilities  
621 Authority from the proceeds of bonds issued thereby pursuant to the  
622 provisions of chapter 187 made by the authority to finance or refinance  
623 the planning, development, acquisition and construction of dormitory  
624 buildings. Any such financing lease shall not be subject to the  
625 provisions of section 4b-23 and the plans for such dormitories shall be  
626 subject only to the approval of the board. Such financing leases shall be  
627 for such periods and upon such terms and conditions that the board  
628 shall determine. Any state property so leased shall not be subject to  
629 local assessment and taxation and such state property shall be  
630 included as property of the Connecticut State University System for  
631 the purpose of computing a grant in lieu of taxes pursuant to section  
632 [12-19a] 1 of this act.

633 Sec. 14. Subsection (b) of section 10a-91 of the general statutes is  
634 repealed and the following is substituted in lieu thereof (*Effective July*  
635 *1, 2016*):

636 (b) Any land so leased to a private developer for rental housing or  
637 commercial establishments and the buildings and appurtenances  
638 thereon shall be subject to local assessment and taxation annually in  
639 the name of the lessee, assignee or sublessee, whichever has immediate  
640 right to occupancy of such land or building, by the town wherein  
641 situated as of the assessment day of such town next following the date  
642 of leasing. Such land shall not be included as property of the  
643 Connecticut State University System for the purpose of computing a  
644 grant in lieu of taxes pursuant to section [12-19a] 1 of this act.

645 Sec. 15. Section 15-101dd of the general statutes is repealed and the  
646 following is substituted in lieu thereof (*Effective July 1, 2016*):

647 Whenever any lessee is required to pay property taxes under this  
648 chapter, the assessed valuation of such property subject to the interest

649 of the lessee shall not be included in the annual list of assessed values  
650 of state-owned real property in such town as prepared for purposes of  
651 state grants in accordance with section [12-19a] 1 of this act and the  
652 amount of grant to such town under [said] section [12-19a] 1 of this act  
653 shall be determined without consideration of such assessed value.

654 Sec. 16. Subsection (c) of section 22-26jj of the general statutes is  
655 repealed and the following is substituted in lieu thereof (*Effective July*  
656 *1, 2016*):

657 (c) The commissioner may lease all or part of one property acquired  
658 by him under this section as part of a demonstration project, in  
659 accordance with subsection (d) of this section, provided such project is  
660 approved by the Secretary of the Office of Policy and Management.  
661 Such property may be leased to one or more agricultural users for a  
662 period not to exceed five years. Such lease may be renewed for periods  
663 not to exceed five years. Any property leased under such  
664 demonstration project shall be exempt from taxation by the  
665 municipality in which the property is located. The assessed valuation  
666 of the property shall be included with the assessed valuation of state-  
667 owned land and buildings for purposes of determining the state's  
668 grant in lieu of taxes under the provisions of section [12-19a] 1 of this  
669 act.

670 Sec. 17. Subsection (c) of section 22-26oo of the general statutes is  
671 repealed and the following is substituted in lieu thereof (*Effective July*  
672 *1, 2016*):

673 (c) The Commissioner of Agriculture may lease, permit or license all  
674 or part of said farm to one or more persons for the purpose of  
675 engaging in agriculture, as defined in section 1-1. Any such lease,  
676 permit or license shall be for a period not to exceed fifteen years and  
677 shall contain, as a condition thereof, compliance with the provisions of  
678 the permanent conservation easement granted pursuant to subsection  
679 (b) of this section. Any such lease, permit or license may be renewed  
680 for a period not to exceed fifteen years. Any property leased, permitted

681 or licensed pursuant to this subsection shall be exempt from taxation  
682 by the municipality in which said property is located. The assessed  
683 valuation of said property shall be included in the assessed valuation  
684 of state-owned land and buildings for purposes of determining the  
685 state's grant in lieu of taxes pursuant to the provisions of section [12-  
686 19a] 1 of this act. Any such lease, permit or license shall be subject to  
687 the review and approval of the State Properties Review Board. The  
688 State Properties Review Board shall complete a review of each lease,  
689 permit or license not later than thirty days after receipt of a proposed  
690 lease, permit or license from the Commissioner of Agriculture.

691 Sec. 18. Section 22a-282 of the general statutes is repealed and the  
692 following is substituted in lieu thereof (*Effective July 1, 2016*):

693 The Materials Innovation and Recycling Authority, notwithstanding  
694 the provisions of subsection (b) of section 22a-208a concerning the  
695 right of any local body to regulate, through zoning, land usage for  
696 solid waste disposal and section 22a-276, may use and operate as a  
697 solid waste disposal area, pursuant to a permit issued under sections  
698 22a-208, 22a-208a and 22a-430, any real property owned by said  
699 authority on or before May 11, 1984, any portion of which has been  
700 operated as a solid waste disposal area, and the authority shall not be  
701 subject to regulation by any such body, except that the authority shall  
702 pay to the municipality in which such property is located one dollar  
703 per ton of unprocessed solid waste received from outside of such  
704 municipality and disposed of at the solid waste disposal area by the  
705 authority. Any payment shall be in addition to any other agreement  
706 between the municipality and the authority. The provisions of section  
707 [12-19a] 1 of this act shall not be construed to apply to any such real  
708 property.

709 Sec. 19. Section 23-30 of the general statutes is repealed and the  
710 following is substituted in lieu thereof (*Effective July 1, 2016*):

711 The Commissioner of Energy and Environmental Protection may,  
712 for the purposes specified in section 23-29, lease, for a period of not

713 less than ninety-nine years, any lands within the state, title to which  
714 has been acquired by the resettlement administration or other agency  
715 of the government of the United States, provided the form of such  
716 lease shall be approved by the Attorney General. Said commissioner  
717 may enter into cooperative agreements with any branch of the  
718 government of the United States regarding the custody, management  
719 and use of lands so leased. All lands leased under this section shall, for  
720 the purposes of taxation, be considered as owned by the state, and the  
721 towns in which such lands are situated shall receive from the state  
722 grants in lieu of taxes thereon, as provided in section [12-19a] 1 of this  
723 act.

724 Sec. 20. Section 32-610 of the general statutes is repealed and the  
725 following is substituted in lieu thereof (*Effective July 1, 2016*):

726 The exercise of the powers granted by section 32-602 constitute the  
727 performance of an essential governmental function and the Capital  
728 Region Development Authority shall not be required to pay any taxes  
729 or assessments upon or in respect of the convention center or the  
730 convention center project, as defined in section 32-600, levied by any  
731 municipality or political subdivision or special district having taxing  
732 powers of the state and such project and the principal and interest of  
733 any bonds and notes issued under the provisions of section 32-607,  
734 their transfer and the income therefrom, including revenues derived  
735 from the sale thereof, shall at all times be free from taxation of every  
736 kind by the state of Connecticut or under its authority, except for estate  
737 or succession taxes but the interest on such bonds and notes shall be  
738 included in the computation of any excise or franchise tax.  
739 Notwithstanding the foregoing, the convention center and the related  
740 parking facilities owned by the authority shall be deemed to be state-  
741 owned real property for purposes of sections [12-19a and] 12-19b, as  
742 amended by this act, and 1 of this act and the state shall make grants in  
743 lieu of taxes with respect to the convention center and such related  
744 parking facilities to the municipality in which the convention center  
745 and such related parking facilities are located as otherwise provided in

746 [said] sections [12-19a and] 12-19b, as amended by this act, and 1 of  
747 this act.

748 Sec. 21. Subsections (a) and (b) of section 32-666 of the general  
749 statutes are repealed and the following is substituted in lieu thereof  
750 (*Effective July 1, 2016*):

751 (a) Any land on the Adriaen's Landing site leased by the secretary  
752 for purposes of site acquisition for an initial term of at least ninety-nine  
753 years shall, while such lease remains in effect, be deemed to be state-  
754 owned real property for purposes of sections [12-19a and] 12-19b, as  
755 amended by this act, and 1 of this act and subdivision (2) of section 12-  
756 81 and the state shall make grants in lieu of taxes with respect to such  
757 land to the municipality in which the same is located as otherwise  
758 provided in sections [12-19a and] 12-19b, as amended by this act, and 1  
759 of this act.

760 (b) Any land that comprises a private development district  
761 designated pursuant to section 32-600 and all improvements on or to  
762 such land shall, while such designation continues, be deemed to be  
763 state-owned real property for purposes of sections [12-19a and] 12-19b,  
764 as amended by this act, and 1 of this act and subdivision (2) of section  
765 12-81, and the state shall make grants in lieu of taxes with respect to  
766 such land and improvements to the municipality in which the same is  
767 located as otherwise provided in sections [12-19a and] 12-19b, as  
768 amended by this act, and 1 of this act. Section 32-666a shall not be  
769 applicable to any such land or improvements while designated as part  
770 of the private development district.

771 Sec. 22. Subsection (a) of section 12-62m of the general statutes is  
772 repealed and the following is substituted in lieu thereof (*Effective July*  
773 *1, 2016*):

774 (a) If real property eligible for a grant or for reimbursement of a  
775 property tax or a portion thereof under the provisions of [sections 12-  
776 19a] section 1 of this act, 12-20b, as amended by this act, [and] or 12-

777 129p, or any other provision of the general statutes, is located in a  
778 town that (1) elected to phase in assessment increases pursuant to  
779 section 12-62a of the general statutes, revision of 1958, revised to  
780 January 1, 2005, with respect to a revaluation effective on or before  
781 October 1, 2005, or (2) elects to phase in assessment increases pursuant  
782 to section 12-62c with respect to a revaluation effective on or after  
783 October 1, 2006, the assessed valuation of said property as reported to  
784 the Secretary of the Office of Policy and Management shall reflect the  
785 gradual increase in assessment applicable to comparable taxable real  
786 property for the same assessment year.

787       Sec. 23. (NEW) (*Effective October 1, 2015, and applicable to assessment*  
788 *years commencing on or after October 1, 2015*) For the assessment year  
789 commencing October 1, 2015, and each assessment year thereafter,  
790 each municipality shall tax motor vehicles in accordance with this  
791 section. Commencing with said assessment year, the municipal mill  
792 rate for motor vehicles shall not exceed 29.36 mills and any  
793 municipality may establish a mill rate for motor vehicles that is  
794 different from the municipality's mill rate for real property to comply  
795 with the provisions of this section.

796       Sec. 24. Section 4-66*l* of the general statutes is repealed and the  
797 following is substituted in lieu thereof (*Effective October 1, 2015*):

798       (a) For the purposes of this section:

799       (1) "FY 15 mill rate" means the mill rate a municipality uses during  
800 the fiscal year ending June 30, 2015;

801       (2) "Mill rate" means the mill rate a municipality uses to calculate  
802 tax bills for motor vehicles;

803       (3) "Municipality" means any town, city, consolidated town and city  
804 or consolidated town and borough;

805       (4) "Municipal spending" means:



821 municipal revenue sharing account each year.

822       **(b)** There is established an account to be known as the "municipal  
 823 revenue sharing account" which shall be a separate, nonlapsing  
 824 account within the General Fund. The account shall contain any  
 825 moneys required by law to be deposited in the account. [Moneys]  
 826 Ninety per cent of the moneys in the account shall be expended by the  
 827 Secretary of the Office of Policy and Management for the purposes of  
 828 grants established pursuant to [subsections (b) and (c)] subsection (d)  
 829 of this section. The secretary shall distribute the remaining ten per cent  
 830 of funds to regional councils of governments on a per capita basis, as  
 831 determined by the most recent population estimate of the Department  
 832 of Public Health.

833       **[(b) (1)]** The secretary shall provide manufacturing transition grants  
 834 to municipalities in an amount equal to the amount each municipality  
 835 received from the state as payments in lieu of taxes pursuant to  
 836 sections 12-94b, 12-94c, 12-94f and 12-94g of the general statutes,  
 837 revision of 1958, revised to January 1, 2011, for the fiscal year ending  
 838 June 30, 2011. Such grant payments shall be made in quarterly  
 839 allotments, payable on November fifteenth, February fifteenth, May  
 840 fifteenth and August fifteenth. The total amount of the grant payment  
 841 is as follows:

T14	Municipality	Grant Amounts
T15		
T16	Andover	\$2,929
T17	Ansonia	70,732
T18	Ashford	2,843
T19	Avon	213,211
T20	Barkhamsted	33,100
T21	Beacon Falls	38,585
T22	Berlin	646,080
T23	Bethany	54,901
T24	Bethel	229,948

T25	Bethlehem	6,305
T26	Bloomfield	1,446,585
T27	Bolton	19,812
T28	Bozrah	110,715
T29	Branford	304,496
T30	Bridgeport	839,881
T31	Bridgewater	491
T32	Bristol	2,066,321
T33	Brookfield	97,245
T34	Brooklyn	8,509
T35	Burlington	14,368
T36	Canaan	17,075
T37	Canterbury	1,610
T38	Canton	6,344
T39	Chaplin	554
T40	Cheshire	598,668
T41	Chester	71,130
T42	Clinton	168,444
T43	Colchester	31,069
T44	Colebrook	436
T45	Columbia	21,534
T46	Cornwall	0
T47	Coventry	8,359
T48	Cromwell	27,780
T49	Danbury	1,534,876
T50	Darien	0
T51	Deep River	86,478
T52	Derby	12,218
T53	Durham	122,637
T54	Eastford	43,436
T55	East Granby	430,285
T56	East Haddam	1,392
T57	East Hampton	15,087
T58	East Hartford	3,576,349

T59	East Haven	62,435
T60	East Lyme	17,837
T61	Easton	2,111
T62	East Windsor	237,311
T63	Ellington	181,426
T64	Enfield	219,004
T65	Essex	80,826
T66	Fairfield	82,908
T67	Farmington	440,541
T68	Franklin	18,317
T69	Glastonbury	202,935
T70	Goshen	2,101
T71	Granby	28,727
T72	Greenwich	70,905
T73	Griswold	35,790
T74	Groton	1,373,459
T75	Guilford	55,611
T76	Haddam	2,840
T77	Hamden	230,771
T78	Hampton	0
T79	Hartford	1,184,209
T80	Hartland	758
T81	Harwinton	17,272
T82	Hebron	1,793
T83	Kent	0
T84	Killingly	567,638
T85	Killingworth	4,149
T86	Lebanon	24,520
T87	Ledyard	296,297
T88	Lisbon	2,923
T89	Litchfield	2,771
T90	Lyme	0
T91	Madison	6,880
T92	Manchester	861,979

T93	Mansfield	5,502
T94	Marlborough	5,890
T95	Meriden	721,037
T96	Middlebury	67,184
T97	Middlefield	198,671
T98	Middletown	1,594,059
T99	Milford	1,110,891
T100	Monroe	151,649
T101	Montville	356,761
T102	Morris	2,926
T103	Naugatuck	274,100
T104	New Britain	1,182,061
T105	New Canaan	159
T106	New Fairfield	912
T107	New Hartford	110,586
T108	New Haven	1,175,481
T109	Newington	758,790
T110	New London	30,182
T111	New Milford	628,728
T112	Newtown	192,643
T113	Norfolk	5,854
T114	North Branford	243,540
T115	North Canaan	304,560
T116	North Haven	1,194,569
T117	North Stonington	0
T118	Norwalk	328,472
T119	Norwich	161,111
T120	Old Lyme	1,528
T121	Old Saybrook	38,321
T122	Orange	85,980
T123	Oxford	72,596
T124	Plainfield	120,563
T125	Plainville	443,937
T126	Plymouth	124,508

T127	Pomfret	22,677
T128	Portland	73,590
T129	Preston	0
T130	Prospect	56,300
T131	Putnam	139,075
T132	Redding	1,055
T133	Ridgefield	452,270
T134	Rocky Hill	192,142
T135	Roxbury	478
T136	Salem	3,740
T137	Salisbury	66
T138	Scotland	6,096
T139	Seymour	255,384
T140	Sharon	0
T141	Shelton	483,928
T142	Sherman	0
T143	Simsbury	62,846
T144	Somers	72,769
T145	Southbury	16,678
T146	Southington	658,809
T147	South Windsor	1,084,232
T148	Sprague	334,376
T149	Stafford	355,770
T150	Stamford	407,895
T151	Sterling	19,506
T152	Stonington	80,628
T153	Stratford	2,838,621
T154	Suffield	152,561
T155	Thomaston	315,229
T156	Thompson	62,329
T157	Tolland	75,056
T158	Torrington	486,957
T159	Trumbull	163,740
T160	Union	0

T161	Vernon	121,917
T162	Voluntown	1,589
T163	Wallingford	1,589,756
T164	Warren	235
T165	Washington	231
T166	Waterbury	2,076,795
T167	Waterford	27,197
T168	Watertown	521,334
T169	Westbrook	214,436
T170	West Hartford	648,560
T171	West Haven	137,765
T172	Weston	366
T173	Westport	0
T174	Wethersfield	17,343
T175	Willington	15,891
T176	Wilton	247,801
T177	Winchester	249,336
T178	Windham	369,559
T179	Windsor	1,078,969
T180	Windsor Locks	1,567,628
T181	Wolcott	189,485
T182	Woodbridge	27,108
T183	Woodbury	45,172
T184	Woodstock	55,097
T185		
T186	Borough of Danielson	0
T187	Borough Jewett City	3,329
T188	Borough Stonington	0
T189		
T190	Barkhamsted F.D.	1,996
T191	Berlin - Kensington F.D.	9,430
T192	Berlin - Worthington F.D.	747
T193	Bloomfield Center Fire	3,371
T194	Bloomfield Blue Hills	88,142

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T195	Canaan F.D. (no fire district)	0
T196	Cromwell F.D.	1,662
T197	Enfield F.D. (1)	12,688
T198	Enfield Thompsonville (2)	2,814
T199	Enfield Haz'dv'l F.D. (3)	1,089
T200	Enfield N.Thmps'nv'l F.D. (4)	55
T201	Enfield Shaker Pines (5)	5,096
T202	Groton - City	241,680
T203	Groton Sewer	1,388
T204	Groton Mystic F.D. #3	19
T205	Groton Noank F.D. #4	0
T206	Groton Old Mystic F.D. #5	1,610
T207	Groton Poquonnock Br. #2	17,967
T208	Groton W. Pleasant Valley	0
T209	Killingly Attawaugan F.D.	1,457
T210	Killingly Dayville F.D.	33,885
T211	Killingly Dyer Manor	1,157
T212	E. Killingly F.D.	75
T213	So. Killingly F.D.	150
T214	Killingly Williamsville F.D.	5,325
T215	Manchester Eighth Util.	55,013
T216	Middletown South F.D.	165,713
T217	Middletown Westfield F.D.	8,805
T218	Middletown City Fire	27,038
T219	New Htfd. Village F.D. #1	5,664
T220	New Htfd Pine Meadow #3	104
T221	New Htfd South End F.D.	8
T222	Plainfield Central Village F.D.	1,167
T223	Plainfield Moosup F.D.	1,752
T224	Plainfield F.D. #255	1,658
T225	Plainfield Wauregan F.D.	4,360
T226	Pomfret F.D.	841
T227	Putnam E. Putnam F.D.	8,196
T228	Putnam W. Putnam F.D.	0

T229	Simsbury F.D.	2,135
T230	Stafford Springs Service Dist.	12,400
T231	Sterling F.D.	1,034
T232	Stonington Mystic F.D.	478
T233	Stonington Old Mystic F.D.	1,999
T234	Stonington Pawcatuck F.D.	4,424
T235	Stonington Quiambaug F.D.	65
T236	Stonington F.D.	0
T237	Stonington Wequetequock F.D.	58
T238	Trumbull Center	461
T239	Trumbull Long Hill F.D.	889
T240	Trumbull Nichols F.D.	3,102
T241	Watertown F.D.	0
T242	West Haven Allingtown F.D. (3)	17,230
T243	W. Haven First Ctr Fire Taxn (1)	7,410
T244	West Haven West Shore F.D. (2)	29,445
T245	Windsor Wilson F.D.	170
T246	Windsor F.D.	38
T247	Windham First	7,096
T248		
T249	GRAND TOTAL	\$49,875,871

842 (2) The amount of the grant payable to each municipality in any  
 843 year in accordance with this subsection shall be reduced  
 844 proportionately in the event that the total of such grants in such year  
 845 exceeds the amount available in the municipal revenue sharing  
 846 account established pursuant to subsection (a) of this section with  
 847 respect to such year.

848 (3) Notwithstanding any provision of the general statutes, any  
 849 municipality that, prior to June 30, 2011, was overpaid under the  
 850 program set forth in section 12-94b of the general statutes, revision of  
 851 1958, revised to January 1, 2011, shall have such overpayments  
 852 deducted from any grant payable pursuant to this section.

853 (4) Notwithstanding any provision of the general statutes, not later  
854 than August 15, 2012, a payment shall be made to the town of Ledyard  
855 in the amount of \$39,411 and to the town of Montville in the amount of  
856 \$62,954. Such payments shall be in addition to any other payments  
857 said towns may receive from the municipal revenue sharing account  
858 pursuant to this subsection.

859 (c) If there are moneys available in the municipal revenue sharing  
860 account after all grants are made pursuant to subsection (b) of this  
861 section, the secretary shall distribute the remaining funds as follows:  
862 (1) Fifty per cent of such funds shall be distributed to municipalities on  
863 a per capita basis, as determined by the most recent federal decennial  
864 census, and (2) fifty per cent shall be distributed in accordance with the  
865 formula in subsection (e) of section 3-55j using population information  
866 from the most recent federal decennial census, the 2007 equalized net  
867 grand list and 1999 per capita income.]

868 (c) No bill which, if passed, would reduce or eliminate the amount  
869 of any deposit to the municipal revenue sharing account, as set forth in  
870 this section, shall be enacted by the General Assembly without an  
871 affirmative vote of at least three-fifths of the members of the joint  
872 standing committee of the General Assembly having cognizance of  
873 matters relating to appropriations and the budgets of state agencies  
874 and at least three-fifths of the members of the joint standing committee  
875 of the General Assembly having cognizance of matters relating to state  
876 finance, revenue and bonding.

877 (d) For the fiscal year ending June 30, 2017, and each fiscal year  
878 thereafter, each town shall receive an equalization grant as follows:

879 (1) (A) A municipality having a mill rate at or above twenty-five  
880 shall receive the per capita distribution or pro rata distribution,  
881 whichever is higher for such municipality. (B) Such grants shall be  
882 increased as follows:

T250 Sum of per capita distribution amount for all municipalities having a

T251 mill rate below twenty-five – pro rata distribution amount for all  
T252 municipalities having a mill rate below twenty-five  
T253 Sum of all grants to municipalities calculated pursuant to  
T254 subparagraph (A) of subdivision  
T255 (1) of this subsection.

883 (C) Provided further that Hartford shall receive no more than 5.2 per  
884 cent of the equalization grants distributed pursuant to this subsection;  
885 Bridgeport shall receive no more than 4.5 per cent of the equalization  
886 grants distributed pursuant to this subsection; New Haven shall  
887 receive no more than 2.0 per cent of the equalization grants distributed  
888 pursuant to this subsection and Stamford shall receive no more than  
889 2.8 per cent of the equalization grants distributed pursuant to this  
890 subsection. Any excess funds remaining after such reductions in  
891 payments to Hartford, Bridgeport, New Haven and Stamford shall be  
892 distributed to all other municipalities having a mill rate at or above  
893 twenty-five on a pro rata basis according to the payment they receive  
894 pursuant to this subdivision; and

895 (2) A municipality having a mill rate below twenty-five shall receive  
896 the per capita distribution or pro rata distribution, whichever is less for  
897 such municipality.

898 (e) For the fiscal year ending June 30, 2018, and each fiscal year  
899 thereafter, the amount of the grant payable to a municipality in any  
900 year in accordance with subsection (d) of this section shall be reduced  
901 if municipal spending in such municipality increases by 2.5 per cent or  
902 more or the rate of inflation, whichever is greater. Municipal spending  
903 shall not include spending for debt service.

904 (f) The amount of the grant payable to a municipality in any year in  
905 accordance with subsection (d) of this section shall be reduced  
906 proportionately in the event that the total of such grants in such year  
907 exceeds the amount available in the municipal revenue sharing  
908 account established pursuant to subsection (b) of this section.

909 Sec. 25. Section 12-122a of the general statutes is repealed and the  
910 following is substituted in lieu thereof (*Effective October 1, 2015, and*  
911 *applicable to assessment years commencing on or after October 1, 2015*):

912 Any municipality which has more than one taxing district may by a  
913 majority vote of its legislative body set a uniform city-wide mill rate  
914 for taxation of motor vehicles, except that if the charter of such  
915 municipality provides that any mill rate for property tax purposes  
916 shall be set by the board of finance of such municipality, such uniform  
917 city-wide mill rate may be set by a majority vote of such board of  
918 finance. No uniform city-wide mill rate may exceed the amount set  
919 forth in section 23 of this act.

920 Sec. 26. (NEW) (*Effective October 1, 2015, and applicable to assessment*  
921 *years commencing on or after October 1, 2015*) The following terms, when  
922 used in this section and sections 27 to 30, inclusive, of this act have the  
923 following meanings, unless the context otherwise requires:

924 (1) "Administrative auditor" means the person selected pursuant to  
925 section 29 of this act;

926 (2) "Average fiscal capacity" means the assessed value of all real  
927 property in all municipalities within the planning region combined,  
928 including property eligible for grants pursuant to section 1 of this act  
929 and sections 12-19a and 12-20a of the general statutes, as amended by  
930 this act, divided by the total population of all municipalities of the  
931 region combined;

932 (3) "Base year" means the assessment year commencing October 1,  
933 2013;

934 (4) "Commercial and industrial property" means (A) real property  
935 used for the sale of goods or services, including, but not limited to,  
936 nonresidential living accommodations, dining establishments, motor  
937 vehicle services, warehouses and distribution facilities, retail services,  
938 banks, office buildings, multipurpose buildings wherein one or more  
939 occupations are conducted, commercial condominiums for retail or

940 wholesale use, recreation facilities, entertainment facilities, airports,  
 941 hotels and motels, and (B) real property used for production and  
 942 fabrication of durable and nondurable man-made goods from raw  
 943 materials or compounded parts. Commercial and industrial property  
 944 includes the lot or land on which a building is situated and accessory  
 945 improvements located thereon, including, but not limited to, pavement  
 946 and storage buildings. Commercial and industrial property does not  
 947 include real property located in an enterprise zone;

948 (5) "Increase from base year" means the total assessed value of all  
 949 commercial and industrial property within a municipality for the  
 950 current year less the total assessed value of all commercial and  
 951 industrial property within a municipality for the base year;

952 (6) "Municipality" means any town, city, borough, consolidated  
 953 town and city or consolidated town and borough;

954 (7) "Municipal base value" means the total assessed value of  
 955 commercial and industrial property within a municipality for the base  
 956 year;

957 (8) "Municipal commercial industrial mill rate" means:

T256	.2 or less, as determined by the regional council of		
T257	governments for the planning region within		
T258	which the municipality is located X increase from	+	
T259	Base year X regional mill rate		
T260			
T261	.8 X increase from base year X municipal mill rate	+	
T262	effective July first of the current year		
T263			Municipal
T264	Municipal base value X municipal mill rate		commercial
T265	effective July first of the current year	=	industrial
T266	Total value		mill rate;

958 (9) "Municipal contribution to the area-wide tax base" means:

T267	Increase from base year X .2 or				Municipal
	less, as determined by the				
T268	regional council of				contribution
	governments				
T269	for the planning region	x	Regional	=	to the
	within				
T270	which the municipality is		mill rate		area-wide
T271	located				tax base;
T272	1000				

959 (10) "Municipal fiscal capacity" means the assessed value of all real  
 960 property within a municipality, including property eligible for grants  
 961 pursuant to section 1 of this act, and sections 12-19a and 12-20a of the  
 962 general statutes, as amended by this act, divided by the population of  
 963 such municipality;

964 (11) "Municipal distribution index" means:

T273			<u>Average fiscal capacity</u>		Municipal
T274	Municipal population X	X	Municipal fiscal	=	distribution
T275			capacity		Index;

965 (12) "Planning region" means a planning region of the state as  
 966 defined or redefined by the Secretary of the Office of Policy and  
 967 Management, or his or her designee, under the provisions of section  
 968 16a-4a of the general statutes;

969 (13) "Population" means the number of persons residing in a  
 970 municipality according to the most recent federal decennial census,  
 971 except that, in intervening years between such censuses, "population"  
 972 means the number of persons according to the most recent estimate  
 973 made, pursuant to section 19a-2a of the general statutes, by the  
 974 Department of Public Health, with patients and inmates of state  
 975 hospitals, institutions of correction, and other state institutions  
 976 excluded;

977 (14) "Regional council of governments" means any such council  
978 organized under the provisions of sections 4-124i to 4-124p, inclusive,  
979 of the general statutes;

980 (15) "Regional mill rate" means the average mill rate of all  
981 municipalities within its respective planning region as of January first  
982 as calculated by the administrative auditor for such planning region  
983 and verified by the Secretary of the Office of Policy and Management;  
984 and

985 (16) "Total value" means the total assessed value of commercial and  
986 industrial property within a municipality for the current assessment  
987 year.

988 Sec. 27. (NEW) (*Effective October 1, 2015, and applicable to assessment*  
989 *years commencing on or after October 1, 2015*) There is established an  
990 optional regional property tax base revenue sharing system. To  
991 establish such revenue sharing system within a planning region the  
992 members of its regional council of governments must unanimously  
993 vote to participate therein. On and after January 1, 2017, the tax  
994 collector of each municipality within a planning region participating in  
995 such revenue sharing system shall remit its municipal contribution to  
996 the area-wide tax base, not later than February first, annually, to the  
997 administrative auditor for the planning region in which such  
998 municipality is located. The administrative auditor shall distribute  
999 such revenue to each municipality within the planning region  
1000 pursuant to section 30 of this act.

1001 Sec. 28. (NEW) (*Effective October 1, 2015, and applicable to assessment*  
1002 *years commencing on or after October 1, 2015*) Notwithstanding any  
1003 provision of any general statute, public act or special act,  
1004 municipalities located within a planning region participating in the  
1005 regional property tax base revenue sharing system shall use such  
1006 municipality's municipal commercial industrial mill rate to determine  
1007 the amount of taxes imposed on commercial and industrial property  
1008 within such municipality, unless there is no increase from the base

1009 year, in which case the municipal mill rate shall be used.

1010 Sec. 29. (NEW) (*Effective October 1, 2015*) (a) On or before August 1,  
1011 2016, and each even-numbered year thereafter, the regional council of  
1012 governments for each planning region participating in the regional  
1013 property tax base revenue sharing system shall meet and elect from  
1014 among their number one member to serve as administrative auditor  
1015 for a period of two years and until a successor is elected. If a majority  
1016 is unable to agree upon a person to serve as administrative auditor, the  
1017 Secretary of the Office of Policy and Management shall appoint one  
1018 member from among the council's members. If the administrative  
1019 auditor ceases to serve as a member within the planning region during  
1020 the term for which elected or appointed, a successor shall be chosen in  
1021 the same manner as provided in this subsection for the original  
1022 selection, to serve for the unexpired term.

1023 (b) The administrative auditor shall utilize the staff and facilities of  
1024 the planning region. The planning region shall be reimbursed for the  
1025 marginal expenses incurred by its staff by contribution from each other  
1026 municipality in the planning region in an amount which bears the  
1027 same proportion of the total expenses as the population of such  
1028 municipality bears to the total population of the planning region. The  
1029 administrative auditor shall annually, on or before February first,  
1030 certify the amount of total expenses for the preceding calendar year,  
1031 and the share of each municipality, to the treasurer or other fiscal  
1032 officer of each municipality within the planning region. Payment shall  
1033 be made by the treasurer or other fiscal officer of each municipality to  
1034 the treasurer or other fiscal officer of the planning region on or before  
1035 the succeeding March first.

1036 Sec. 30. (NEW) (*Effective October 1, 2015, and applicable to assessment*  
1037 *years commencing on or after October 1, 2015*) The administrative auditor  
1038 of each planning region participating in the regional property tax base  
1039 revenue sharing system shall distribute the moneys remitted to such  
1040 auditor pursuant to section 27 of this act to each municipality on or  
1041 before March first, annually, in an amount which bears the same

1042 proportion as such municipality's municipal distribution index bears  
 1043 to the total of all municipal distribution indices within such planning  
 1044 region. The revenue distributed to a municipality under this section  
 1045 shall be used by a municipality in the same manner and for the same  
 1046 purposes as the proceeds from taxes on real property levied by the  
 1047 municipality.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2016</i>	New section
Sec. 2	<i>July 1, 2015</i>	12-19a(a)
Sec. 3	<i>July 1, 2015</i>	12-20a(a)
Sec. 4	<i>July 1, 2016</i>	12-19b
Sec. 5	<i>July 1, 2016</i>	12-19c
Sec. 6	<i>July 1, 2016</i>	12-20b
Sec. 7	<i>July 1, 2016</i>	12-63h(a)
Sec. 8	<i>July 1, 2016</i>	12-64(b)
Sec. 9	<i>July 1, 2016</i>	3-55j(a) to (d)
Sec. 10	<i>July 1, 2016</i>	4b-38(g)
Sec. 11	<i>July 1, 2016</i>	4b-39
Sec. 12	<i>July 1, 2016</i>	4b-46
Sec. 13	<i>July 1, 2016</i>	10a-90
Sec. 14	<i>July 1, 2016</i>	10a-91(b)
Sec. 15	<i>July 1, 2016</i>	15-101dd
Sec. 16	<i>July 1, 2016</i>	22-26jj(c)
Sec. 17	<i>July 1, 2016</i>	22-26oo(c)
Sec. 18	<i>July 1, 2016</i>	22a-282
Sec. 19	<i>July 1, 2016</i>	23-30
Sec. 20	<i>July 1, 2016</i>	32-610
Sec. 21	<i>July 1, 2016</i>	32-666(a) and (b)
Sec. 22	<i>July 1, 2016</i>	12-62m(a)
Sec. 23	<i>October 1, 2015, and applicable to assessment years commencing on or after October 1, 2015</i>	New section
Sec. 24	<i>October 1, 2015</i>	4-66l

