



General Assembly

Raised Bill No. 466

February Session, 2016

LCO No. 3262



Referred to Committee on FINANCE, REVENUE AND BONDING

Introduced by:
(FIN)

AN ACT CONCERNING PROPERTY TAXES AND PAYMENTS IN LIEU OF PROPERTY TAXES.

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

1 Section 1. Section 4-66l of the 2016 supplement to the general
2 statutes is repealed and the following is substituted in lieu thereof
3 (*Effective from passage*):

4 (a) For the purposes of this section:

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

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

9 (3) "Municipality" means any town, city, consolidated town and city
10 or consolidated town and borough;

11 (4) "Municipal spending" means:

T1 Municipal Municipal
T2 spending for spending for
T3 the fiscal year - the fiscal year
T4 prior to the two years
T5 current fiscal prior to the
T6 year current year
T7 _____ X 100 = Municipal spending;
T8 Municipal spending for the fiscal
T9 year two years prior to the
T10 current year

12 (5) "Per capita distribution" means:

 [Town] Municipal
T11 population X Sales tax revenue = Per capita distribution;
T12 _____
T13 Total state population

13 (6) "Pro rata distribution" means:

T14 Municipal weighted
 mill rate
T15 calculation
T16 _____ X Sales tax revenue = Pro rata distribution;
T17 Sum of all municipal
T18 weighted mill rate
T19 calculations combined

14 (7) "Regional council of governments" means any such council
15 organized under the provisions of sections 4-124i to 4-124p, inclusive;

16 (8) ["Town population"] "Municipal population" means the number
17 of persons in a municipality according to the most recent estimate of
18 the Department of Public Health;

19 (9) "Total state population" means the number of persons in this
20 state according to the most recent estimate published by the
21 Department of Public Health;

22 (10) "Weighted mill rate" means a municipality's FY 15 mill rate
23 divided by the average of all municipalities' FY 15 mill rate;

24 (11) "Weighted mill rate calculation" means per capita distribution
25 multiplied by a municipality's weighted mill rate;

26 (12) "Sales tax revenue" means the moneys in the account remaining
27 for distribution pursuant to subdivision (7) of subsection (b) of this
28 section;

29 (13) "District" means any district, as defined in section 7-324; [and]

30 (14) "Secretary" means the Secretary of the Office of Policy and
31 Management; [.]

32 (15) For the fiscal year ending June 30, 2017, "mill rate cap" means 32
33 mills and for fiscal years ending on and after June 30, 2018, "mill rate
34 cap" means 29.36 mills;

35 (16) "Actual levy" means the amount of property taxes levied by a
36 municipality and any district located within such municipality on
37 motor vehicles for the assessment year commencing October 1, 2013,
38 including vehicles on the 2012 supplemental grand list;

39 (17) "Assessed value" means:

$$\begin{array}{l} \text{T20} \quad \underline{\text{Actual levy}} \\ \text{T21} \quad \underline{\hspace{4cm}} \quad \times 1,000 \quad = \underline{\text{Assessed value; and}} \\ \text{T22} \quad \underline{\text{Mill rate for the fiscal}} \end{array}$$

T23 year ending June 30, 2016

40 (18) "Levy that would have been received" means:

T24 Assessed value

T25 _____ X Mill rate cap = Levy that would have been

T26 1,000 received

41 (b) There is established an account to be known as the "municipal
42 revenue sharing account" which shall be a separate, nonlapsing
43 account within the General Fund. The account shall contain any
44 moneys required by law to be deposited in the account. The secretary
45 shall set aside and ensure availability of moneys in the account in the
46 following order of priority and shall transfer or disburse such moneys
47 as follows:

48 (1) Ten million dollars for the fiscal year ending June 30, 2016, shall
49 be transferred not later than April fifteenth for the purposes of grants
50 under section 10-262h;

51 (2) For the fiscal year ending June 30, 2017, and each fiscal year
52 thereafter, moneys sufficient to make motor vehicle property tax
53 grants payable to municipalities pursuant to subsection (c) of this
54 section shall be expended not later than August first annually by the
55 secretary;

56 (3) For the fiscal year ending June 30, 2017, and each fiscal year
57 thereafter, moneys sufficient to make the grants payable from the
58 select payment in lieu of taxes grant account established pursuant to
59 section 12-18c shall annually be transferred to the select payment in
60 lieu of taxes account in the Office of Policy and Management;

61 (4) For the fiscal years ending June 30, 2017, June 30, 2018, and June
62 30, 2019, moneys sufficient to make the municipal revenue sharing

63 grants payable to municipalities pursuant to subsection (d) of this
64 section shall be expended not later than October thirty-first annually
65 by the secretary;

66 (5) Ten million dollars for the fiscal year ending June 30, 2017, shall
67 be transferred not later than April fifteenth for the purposes of grants
68 under section 10-262h;

69 (6) (A) For the fiscal year ending June 30, 2017, three million dollars
70 shall be expended by the secretary for the purposes of the regional
71 services grants pursuant to subsection (e) of this section to the regional
72 councils of governments, and (B) for the fiscal year ending June 30,
73 2018, and each fiscal year thereafter, seven million dollars shall be
74 expended for the purposes of the regional services grants pursuant to
75 subsection (e) of this section to the regional councils of governments;
76 and

77 (7) For the fiscal year ending June 30, 2020, and each fiscal year
78 thereafter, moneys in the account remaining shall be expended
79 annually by the secretary for the purposes of the municipal revenue
80 sharing grants established pursuant to subsection (f) of this section.
81 Any such moneys deposited in the account for municipal revenue
82 sharing grants between October first and June thirtieth shall be
83 distributed to municipalities on the following October first and any
84 such moneys deposited in the account between July first and
85 September thirtieth shall be distributed to municipalities on the
86 following January thirty-first. Any [town] municipality may apply to
87 the Office of Policy and Management on or after July first for early
88 disbursement of a portion of such grant. The Office of Policy and
89 Management may approve such an application if it finds that early
90 disbursement is required in order for a [town] municipality to meet its
91 cash flow needs. No early disbursement approved by said office may
92 be issued later than September thirtieth.

93 (c) (1) For the fiscal year ending June 30, 2017, motor vehicle

94 property tax grants to municipalities that impose mill rates greater
95 than 32 mills or that, when combined with the mill rate of any district
96 located within the municipality, impose mill rates greater than 32
97 mills, shall be made in an amount equal to the difference between the
98 [amount of property taxes levied by the municipality and any district
99 located within the municipality on motor vehicles for the assessment
100 year commencing October 1, 2013, and the amount such levy would
101 have been if the mill rate on motor vehicles for said assessment year
102 was 32 mills] actual levy and the levy that would have been received;
103 and (2) for the fiscal year ending June 30, 2018, and each fiscal year
104 thereafter, motor vehicle property tax grants to municipalities that
105 impose mill rates greater than 29.36 mills or that, when combined with
106 the mill rate of any district located within the municipality, impose
107 mill rates greater than 29.36 mills, shall be made in an amount equal to
108 the difference between the [amount of property taxes levied by the
109 municipality and any district located within the municipality on motor
110 vehicles for the assessment year commencing October 1, 2013, and the
111 amount such levy would have been if the mill rate on motor vehicles
112 for said assessment year was 29.36 mills] actual levy and the levy that
113 would have been received. Not later than fifteen calendar days after
114 receiving a property tax grant pursuant to this section, the
115 municipality shall disburse to any district located within the
116 municipality the amount of any such property tax grant that is
117 attributable to the district.

118 (d) (1) For the fiscal years ending June 30, 2017, June 30, 2018, and
119 June 30, 2019, each municipality shall receive a municipal revenue
120 sharing grant, except as provided in subdivision (2) of this subsection.
121 The total amount of the grant payable is as follows:

T27	Municipality	Grant Amounts
T28	Andover	96,020
T29	Ansonia	643,519
T30	Ashford	125,591
T31	Avon	539,387

T32	Barkhamsted	109,867
T33	Beacon Falls	177,547
T34	Berlin	1,213,548
T35	Bethany	164,574
T36	Bethel	565,146
T37	Bethlehem	61,554
T38	Bloomfield	631,150
T39	Bolton	153,231
T40	Bozrah	77,420
T41	Branford	821,080
T42	Bridgeport	9,758,441
T43	Bridgewater	22,557
T44	Bristol	1,836,944
T45	Brookfield	494,620
T46	Brooklyn	149,576
T47	Burlington	278,524
T48	Canaan	21,294
T49	Canterbury	84,475
T50	Canton	303,842
T51	Chaplin	69,906
T52	Cheshire	855,170
T53	Chester	83,109
T54	Clinton	386,660
T55	Colchester	475,551
T56	Colebrook	42,744
T57	Columbia	160,179
T58	Cornwall	16,221
T59	Coventry	364,100
T60	Cromwell	415,938
T61	Danbury	2,993,644
T62	Darien	246,849
T63	Deep River	134,627
T64	Derby	400,912
T65	Durham	215,949

T66	East Granby	152,904
T67	East Haddam	268,344
T68	East Hampton	378,798
T69	East Hartford	2,036,894
T70	East Haven	854,319
T71	East Lyme	350,852
T72	East Windsor	334,616
T73	Eastford	33,194
T74	Easton	223,430
T75	Ellington	463,112
T76	Enfield	1,312,766
T77	Essex	107,345
T78	Fairfield	1,144,842
T79	Farmington	482,637
T80	Franklin	37,871
T81	Glastonbury	1,086,151
T82	Goshen	43,596
T83	Granby	352,440
T84	Greenwich	527,695
T85	Griswold	350,840
T86	Groton	623,548
T87	Guilford	657,644
T88	Haddam	245,344
T89	Hamden	2,155,661
T90	Hampton	54,801
T91	Hartford	1,498,643
T92	Hartland	40,254
T93	Harwinton	164,081
T94	Hebron	300,369
T95	Kent	38,590
T96	Killingly	505,562
T97	Killingworth	122,744
T98	Lebanon	214,717
T99	Ledyard	442,811

T100	Lisbon	65,371
T101	Litchfield	244,464
T102	Lyme	31,470
T103	Madison	536,777
T104	Manchester	1,971,540
T105	Mansfield	756,128
T106	Marlborough	188,665
T107	Meriden	1,893,412
T108	Middlebury	222,109
T109	Middlefield	131,529
T110	Middletown	1,388,602
T111	Milford	2,707,412
T112	Monroe	581,867
T113	Montville	578,318
T114	Morris	40,463
T115	Naugatuck	1,251,980
T116	New Britain	3,131,893
T117	New Canaan	241,985
T118	New Fairfield	414,970
T119	New Hartford	202,014
T120	New Haven	114,863
T121	New London	917,228
T122	New Milford	814,597
T123	Newington	937,100
T124	Newtown	824,747
T125	Norfolk	28,993
T126	North Branford	421,072
T127	North Canaan	95,081
T128	North Haven	702,295
T129	North Stonington	155,222
T130	Norwalk	4,896,511
T131	Norwich	1,362,971
T132	Old Lyme	115,080
T133	Old Saybrook	146,146

T134	Orange	409,337
T135	Oxford	246,859
T136	Plainfield	446,742
T137	Plainville	522,783
T138	Plymouth	367,902
T139	Pomfret	78,101
T140	Portland	277,409
T141	Preston	84,835
T142	Prospect	283,717
T143	Putnam	109,975
T144	Redding	273,185
T145	Ridgefield	738,233
T146	Rocky Hill	584,244
T147	Roxbury	23,029
T148	Salem	123,244
T149	Salisbury	29,897
T150	Scotland	52,109
T151	Seymour	494,298
T152	Sharon	28,022
T153	Shelton	1,016,326
T154	Sherman	56,139
T155	Simsbury	775,368
T156	Somers	203,969
T157	South Windsor	804,258
T158	Southbury	582,601
T159	Southington	1,280,877
T160	Sprague	128,769
T161	Stafford	349,930
T162	Stamford	3,414,955
T163	Sterling	110,893
T164	Stonington	292,053
T165	Stratford	1,627,064
T166	Suffield	463,170
T167	Thomaston	228,716

T168	Thompson	164,939
T169	Tolland	437,559
T170	Torrington	1,133,394
T171	Trumbull	1,072,878
T172	Union	24,878
T173	Vernon	922,743
T174	Voluntown	48,818
T175	Wallingford	1,324,296
T176	Warren	15,842
T177	Washington	36,701
T178	Waterbury	5,595,448
T179	Waterford	372,956
T180	Watertown	652,100
T181	West Hartford	2,075,223
T182	West Haven	1,614,877
T183	Westbrook	116,023
T184	Weston	304,282
T185	Westport	377,722
T186	Wethersfield	1,353,493
T187	Willington	174,995
T188	Wilton	547,338
T189	Winchester	323,087
T190	Windham	739,671
T191	Windsor	854,935
T192	Windsor Locks	368,853
T193	Wolcott	490,659
T194	Woodbridge	274,418
T195	Woodbury	288,147
T196	Woodstock	140,648

122 (2) A municipality may opt out, for up to two years, of receiving a
123 municipal revenue sharing grant pursuant to this subsection, provided
124 the chief elected official of such municipality has notified the secretary

125 in writing, on a form prescribed by said secretary, of such
126 municipality's election to opt out of receiving such grant.

127 (e) For the fiscal year ending June 30, 2017, and each fiscal year
128 thereafter, each regional council of governments shall receive a
129 regional services grant, the amount of which will be based on a
130 formula to be determined by the secretary, provided thirty-five per
131 cent of such grant moneys are awarded to regional councils of
132 governments for the purpose of assisting regional education service
133 centers in merging their human resource, finance or technology
134 services with such services provided by municipalities within the
135 region. No such council shall receive a grant for the fiscal year ending
136 June 30, 2018, or any fiscal year thereafter, unless the secretary
137 approves a spending plan for such grant moneys submitted by such
138 council to the secretary on or before July 1, 2017, and annually
139 thereafter. The regional councils of governments shall use such grants
140 for planning purposes and to achieve efficiencies in the delivery of
141 municipal services by regionalizing such services, including, but not
142 limited to, region-wide consolidation of such services. Such efficiencies
143 shall not diminish the quality of such services. A unanimous vote of
144 the representatives of such council shall be required for approval of
145 any expenditure from such grant. On or before October 1, 2017, and
146 biennially thereafter, each such council shall submit a report, in
147 accordance with section 11-4a, to the joint standing committees of the
148 General Assembly having cognizance of matters relating to planning
149 and development and finance, revenue and bonding. Such report shall
150 summarize the expenditure of such grants and provide
151 recommendations concerning the expansion, reduction or modification
152 of such grants.

153 (f) For the fiscal year ending June 30, 2020, and each fiscal year
154 thereafter, each municipality shall receive a municipal revenue sharing
155 grant as follows, except as provided in subdivision (3) of this
156 subsection:

157 (1) (A) A municipality having a mill rate at or above twenty-five
158 shall receive the per capita distribution or pro rata distribution,
159 whichever is higher for such municipality.

160 (B) Such grants shall be increased by a percentage calculated as
161 follows:

T197	Sum of per capita distribution amount
T198	for all municipalities having a mill rate
T199	below twenty-five - pro rata distribution
T200	amount for all municipalities
T201	having a mill rate below twenty-five
T202	_____
T203	Sum of all grants to municipalities
T204	calculated pursuant to subparagraph (A)
T205	of subdivision (1) of this subsection.

162 (C) Notwithstanding the provisions of subparagraphs (A) and (B) of
163 this subdivision, Hartford shall receive not more than 5.2 per cent of
164 the municipal revenue sharing grants distributed pursuant to this
165 subsection; Bridgeport shall receive not more than 4.5 per cent of the
166 municipal revenue sharing grants distributed pursuant to this
167 subsection; New Haven shall receive not more than 2.0 per cent of the
168 municipal revenue sharing grants distributed pursuant to this
169 subsection and Stamford shall receive not more than 2.8 per cent of the
170 equalization grants distributed pursuant to this subsection. Any excess
171 funds remaining after such reductions in payments to Hartford,
172 Bridgeport, New Haven and Stamford shall be distributed to all other
173 municipalities having a mill rate at or above twenty-five on a pro rata
174 basis according to the payment they receive pursuant to this
175 subdivision; and

176 (2) A municipality having a mill rate below twenty-five shall receive
177 the per capita distribution or pro rata distribution, whichever is less for

178 such municipality.

179 (3) A municipality may opt out, for up to two years, of receiving a
180 municipal revenue sharing grant pursuant to this subsection, provided
181 the chief elected official of such municipality has notified the secretary
182 in writing, on a form prescribed by said secretary, of such
183 municipality's election to opt out of receiving such grant.

184 (g) Except as provided in subsection (c) of this section, a
185 municipality may disburse any municipal revenue sharing grant funds
186 to a district within such municipality.

187 (h) (1) For the fiscal year ending June 30, 2018, and each fiscal year
188 thereafter, the amount of the grant payable to a municipality in any
189 year in accordance with subsection (d) or (f) of this section shall be
190 reduced, except as provided in subdivision (2) of this subsection, if
191 such municipality increases its [general] adopted budget expenditures
192 for such fiscal year above a cap equal to the amount of [general]
193 adopted budget expenditures authorized for the previous fiscal year
194 by 2.5 per cent or more or the rate of inflation, whichever is greater.
195 Such reduction shall be in an amount equal to fifty cents for every
196 dollar expended over the cap set forth in this subsection. For the
197 purposes of this section, (A) "municipal spending" does not include
198 expenditures for debt service, special education, implementation of
199 court orders or arbitration awards, expenditures associated with a
200 major disaster or emergency declaration by the President of the United
201 States or a disaster emergency declaration issued by the Governor
202 pursuant to chapter 517, [or] any disbursement made to a district
203 pursuant to subsection (c) or (g) of this section, budgeting for an
204 audited deficit, nonrecurring grants, capital expenditures or payments
205 on unfunded pension liabilities, (B) "adopted budget expenditures"
206 includes expenditures from a municipality's general fund and
207 expenditures from any nonbudgeted funds, and (C) "capital
208 expenditure" means a nonrecurring capital expenditure of one
209 hundred thousand dollars or more. Each municipality shall annually

210 certify to the secretary, on a form prescribed by said secretary, whether
211 such municipality has exceeded the cap set forth in this subsection and
212 if so the amount by which the cap was exceeded.

213 (2) For the fiscal year ending June 30, 2018, and each fiscal year
214 thereafter, the amount of the grant payable to a municipality in any
215 year in accordance with subsection (d) or (f) of this section shall not be
216 reduced in the case of a municipality whose adopted budget
217 expenditures exceed the cap set forth in subdivision (1) of this
218 subsection by an amount proportionate to any increase to its municipal
219 population from the previous fiscal year, as determined by the
220 secretary.

221 (i) For the fiscal year ending June 30, 2020, and each fiscal year
222 thereafter, the amount of the grant payable to a municipality in any
223 year in accordance with subsection (f) of this section shall be reduced
224 proportionately in the event that the total of such grants in such year
225 exceeds the amount available for such grants in the municipal revenue
226 sharing account established pursuant to subsection (b) of this section.

227 Sec. 2. Section 12-18b of the 2016 supplement to the general statutes
228 is repealed and the following is substituted in lieu thereof (*Effective*
229 *from passage*):

230 (a) For purposes of this section:

231 (1) "College and hospital property" means all real property
232 described in subsection (a) of section 12-20a;

233 (2) "District" means any district, as defined in section 7-324;

234 (3) "Qualified college and hospital property" means college and
235 hospital property described in subparagraph (B) of subdivision (2) of
236 subsection (b) of this section;

237 (4) "Qualified state, municipal or tribal property" means state,
238 municipal or tribal property described in subparagraphs (A) to (G),

239 inclusive, of subdivision (1) of subsection (b) of this section;

240 (5) "Municipality" means any town, city, borough, consolidated
241 town and city and consolidated town and borough;

242 (6) "Select college and hospital property" means college and hospital
243 property described in subparagraph (A) of subdivision (2) of
244 subsection (b) of this section;

245 (7) "Select payment in lieu of taxes account" means the account
246 established pursuant to section 12-18c;

247 (8) "Select state property" means state property described in
248 subparagraph (H) of subdivision (1) of subsection (b) of this section;

249 (9) "State, municipal or tribal property" means all real property
250 described in subsection (a) of section 12-19a;

251 (10) "Tier one districts or municipalities" means the ten districts or
252 municipalities with the highest percentage of tax exempt property on
253 the list of municipalities prepared by the Secretary of the Office of
254 Policy and Management pursuant to subsection (c) of this section and
255 having a mill rate of twenty-five mills or more;

256 (11) "Tier two districts or municipalities" means the next twenty-five
257 districts or municipalities after tier one districts or municipalities with
258 the highest percentage of tax exempt property on the list of
259 municipalities prepared by the Secretary of the Office of Policy and
260 Management pursuant to subsection (c) of this section and having a
261 mill rate of twenty-five mills or more;

262 (12) "Tier three districts or municipalities" means all districts and
263 municipalities not included in tier one districts or municipalities or tier
264 two districts or municipalities;

265 (13) "Tier one municipalities" means the ten municipalities with the
266 highest percentage of tax exempt property on the list of municipalities

267 prepared by the Secretary of the Office of Policy and Management
268 pursuant to subsection (c) of this section and having a mill rate of
269 twenty-five mills or more;

270 (14) "Tier two municipalities" means the next twenty-five
271 municipalities after tier one municipalities with the highest percentage
272 of tax exempt property on the list of municipalities prepared by the
273 Secretary of the Office of Policy and Management pursuant to
274 subsection (c) of this section and having a mill rate of twenty-five mills
275 or more; and

276 (15) "Tier three municipalities" means all municipalities not
277 included in tier one municipalities or tier two municipalities.

278 (b) Notwithstanding the provisions of sections 12-19a and 12-20a, all
279 funds appropriated for state grants in lieu of taxes shall be payable to
280 municipalities and districts pursuant to the provisions of this section.
281 On or before January first, annually, the Secretary of the Office of
282 Policy and Management shall determine the amount due, as a state
283 grant in lieu of taxes, to each municipality and district in this state
284 wherein college and hospital property is located and to each
285 municipality in this state wherein state, municipal or tribal property,
286 except that which was acquired and used for highways and bridges,
287 but not excepting property acquired and used for highway
288 administration or maintenance purposes, is located.

289 (1) The grant payable to any municipality for state, municipal or
290 tribal property under the provisions of this section in the fiscal year
291 ending June 30, 2017, and each fiscal year thereafter shall be equal to
292 the total of:

293 (A) One hundred per cent of the property taxes that would have
294 been paid with respect to any facility designated by the Commissioner
295 of Correction, on or before August first of each year, to be a
296 correctional facility administered under the auspices of the
297 Department of Correction or a juvenile detention center under

298 direction of the Department of Children and Families that was used for
299 incarcerative purposes during the preceding fiscal year. If a list
300 containing the name and location of such designated facilities and
301 information concerning their use for purposes of incarceration during
302 the preceding fiscal year is not available from the Secretary of the State
303 on August first of any year, the Commissioner of Correction shall, on
304 said date, certify to the Secretary of the Office of Policy and
305 Management a list containing such information;

306 (B) One hundred per cent of the property taxes that would have
307 been paid with respect to that portion of the John Dempsey Hospital
308 located at The University of Connecticut Health Center in Farmington
309 that is used as a permanent medical ward for prisoners under the
310 custody of the Department of Correction. Nothing in this section shall
311 be construed as designating any portion of The University of
312 Connecticut Health Center John Dempsey Hospital as a correctional
313 facility;

314 (C) One hundred per cent of the property taxes that would have
315 been paid on any land designated within the 1983 Settlement
316 boundary and taken into trust by the federal government for the
317 Mashantucket Pequot Tribal Nation on or after June 8, 1999;

318 (D) Subject to the provisions of subsection (c) of section 12-19a,
319 sixty-five per cent of the property taxes that would have been paid
320 with respect to the buildings and grounds comprising Connecticut
321 Valley Hospital in Middletown;

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

326 (F) Forty-five per cent of the property taxes that would have been
327 paid with respect to all municipally owned airports; except for the
328 exemption applicable to such property, on the assessment list in such

329 municipality for the assessment date two years prior to the
330 commencement of the state fiscal year in which such grant is payable.
331 The grant provided pursuant to this section for any municipally
332 owned airport shall be paid to any municipality in which the airport is
333 located, except that the grant applicable to Sikorsky Airport shall be
334 paid one-half to the town of Stratford and one-half to the city of
335 Bridgeport;

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

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

346 (2) (A) The grant payable to any municipality or district for college
347 and hospital property under the provisions of this section in the fiscal
348 year ending June 30, 2017, and each fiscal year thereafter shall be equal
349 to the total of seventy-seven per cent of the property taxes that, except
350 for any exemption applicable to any institution of higher education or
351 general hospital facility under the provisions of section 12-81, would
352 have been paid with respect to college and hospital property on the
353 assessment list in such municipality or district for the assessment date
354 two years prior to the commencement of the state fiscal year in which
355 such grant is payable; and

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

360 (c) The Secretary of the Office of Policy and Management shall list
361 municipalities, boroughs and districts based on the percentage of real
362 property on the 2012 grand list of each municipality that is exempt
363 from property tax under any provision of the general statutes other
364 than that property described in subparagraph (A) of subdivision (1) of
365 subsection (b) of this section. Boroughs and districts shall have the
366 same ranking as the town, city, consolidated town and city or
367 consolidated town and borough in which such borough or district is
368 located.

369 (d) For the fiscal [year] years ending June 30, 2017, June 30, 2018,
370 and June 30, 2019, in the event that the total of grants payable to each
371 municipality and district in accordance with the provisions of
372 subsection (b) of this section exceeds the amount appropriated for the
373 purposes of said subsection (b) for [said] the applicable fiscal year: (1)
374 The amount of the grant payable to each municipality for state,
375 municipal or tribal property and to each municipality or district for
376 college and hospital property shall be reduced proportionately,
377 provided the percentage of the property taxes payable to a
378 municipality or district with respect to such property shall not be
379 lower than the percentage paid to the municipality or district for such
380 property for the fiscal year ending June 30, 2015; and (2) certain
381 municipalities and districts shall receive an additional payment in lieu
382 of taxes grant payable from the select payment in lieu of taxes account.
383 The total amount of the grant payment is as follows:

T206	Municipality/District	Grant Amount
T207	Ansonia	20,543
T208	Bridgeport	3,236,058
T209	Chaplin	11,177
T210	Danbury	620,540
T211	Deep River	1,961
T212	Derby	138,841
T213	East Granby	9,904

T214	East Hartford	214,997
T215	Hamden	620,903
T216	Hartford	12,422,113
T217	Killingly	46,615
T218	Ledyard	3,012
T219	Litchfield	13,907
T220	Mansfield	2,630,447
T221	Meriden	259,564
T222	Middletown	727,324
T223	Montville	26,217
T224	New Britain	2,085,537
T225	New Haven	15,246,372
T226	New London	1,356,780
T227	Newington	176,884
T228	North Canaan	4,393
T229	Norwich	259,862
T230	Plainfield	16,116
T231	Simsbury	21,671
T232	Stafford	43,057
T233	Stamford	552,292
T234	Suffield	53,767
T235	Wallingford	61,586
T236	Waterbury	3,284,145
T237	West Hartford	211,483
T238	West Haven	339,563
T239	Windham	1,248,096
T240	Windsor	9,660
T241	Windsor Locks	32,533
T242	Borough of Danielson (Killingly)	2,232
T243	Borough of Litchfield	143
T244	Middletown: South Fire District	1,172
T245	Plainfield - Plainfield Fire District	309
T246	West Haven First Center (D1)	1,187
T247	West Haven: Allingtown FD (D3)	53,053

T248 West Haven: West Shore FD (D2)

35,065

384 (e) (1) For the fiscal year ending June 30, [2018] 2020, and each fiscal
385 year thereafter, in the event that the total of grants payable to each
386 municipality and district in accordance with the provisions of
387 subsection (b) of this section exceeds the amount appropriated for the
388 purposes of said subsection (b) for said fiscal years:

389 (A) The amount of the grant payable to each municipality for
390 qualified state, municipal or tribal property and to each municipality
391 or district for qualified college and hospital property shall be reduced
392 proportionately, provided the percentage of the property taxes payable
393 to a municipality or district with respect to such property shall not be
394 lower than the percentage paid to the municipality or district for such
395 property for the fiscal year ending June 30, 2015;

396 (B) The amount of the grant payable to each municipality or district
397 for select college and hospital property shall be reduced as follows: (i)
398 Tier one districts or municipalities shall each receive a grant in lieu of
399 taxes equal to forty-two per cent of the property taxes that would have
400 been paid to such municipality or district on select college and hospital
401 property; (ii) tier two districts or municipalities shall each receive a
402 grant in lieu of taxes equal to thirty-seven per cent of the property
403 taxes that would have been paid to such municipality or district on
404 select college and hospital property; and (iii) tier three districts or
405 municipalities shall each receive a grant in lieu of taxes equal to thirty-
406 two per cent of the property taxes that would have been paid to such
407 municipality or district on select college and hospital property. Grants
408 in excess of thirty-two per cent of the property taxes that would have
409 been paid to tier one districts or municipalities and to tier two districts
410 or municipalities on select college and hospital property shall be
411 payable from the select payment in lieu of taxes account; and

412 (C) The amount of the grant payable to each municipality for select

413 state property shall be reduced as follows: (i) Tier one municipalities
414 shall each receive a grant in lieu of taxes equal to thirty-two per cent of
415 the property taxes that would have been paid to such municipality for
416 select state property; (ii) tier two municipalities shall each receive a
417 grant in lieu of taxes equal to twenty-eight per cent of the property
418 taxes that would have been paid to such municipality for select state
419 property; and (iii) tier three municipalities shall each receive a grant in
420 lieu of taxes equal to twenty-four per cent of the property taxes that
421 would have been paid to such municipality for select state property.
422 Grants in excess of twenty-four per cent of the property taxes that
423 would have been paid to tier one municipalities and to tier two
424 municipalities on select state property shall be payable from the select
425 payment in lieu of taxes account.

426 (2) In the event that the total of grants payable to each municipality
427 and district in accordance with the provisions of subsection (b) of this
428 section and subdivision (1) of this subsection exceeds the amount
429 appropriated for the purposes of said subsection and the amount
430 available in the select payment in lieu of taxes account in any fiscal
431 year, the amount of the grant payable to each municipality for state,
432 municipal or tribal property and to each municipality or district for
433 college and hospital property shall be reduced proportionately,
434 provided (A) the grant payable to tier one districts or municipalities
435 for select college and hospital property shall be ten percentage points
436 more than the grant payable to tier three districts or municipalities for
437 such property, (B) the grant payable to tier two districts or
438 municipalities for select college and hospital property shall be five
439 percentage points more than the grant payable to tier three districts or
440 municipalities for such property, (C) the grant payable to tier one
441 municipalities for select state property shall be eight percentage points
442 more than the grant payable to tier three municipalities for such
443 property, and (D) the grant payable to tier two municipalities for select
444 state property shall be four percentage points more than the grant
445 payable to tier three municipalities for such property. Grants to tier

446 one municipalities or districts and grants to tier two municipalities or
447 districts in excess of grants paid to tier three municipalities or districts
448 that would have been paid on select college and hospital property shall
449 be payable from the select payment in lieu of taxes account. Grants to
450 tier one municipalities and grants to tier two municipalities in excess
451 of grants paid to tier three municipalities that would have been paid
452 on select state property shall be payable from the select payment in
453 lieu of taxes account.

454 (f) Notwithstanding the provisions of subsections (a) to (d),
455 inclusive, of this section, for any municipality receiving payments
456 under section 15-120ss, property located in such municipality at
457 Bradley International Airport shall not be included in the calculation of
458 any state grant in lieu of taxes pursuant to this section.

459 (g) For purposes of this section, any real property which is owned
460 by the John Dempsey Hospital Finance Corporation established
461 pursuant to the provisions of sections 10a-250 to 10a-263, inclusive, or
462 by one or more subsidiary corporations established pursuant to
463 subdivision (13) of section 10a-254 and which is free from taxation
464 pursuant to the provisions of section 10a-259 shall be deemed to be
465 state-owned real property.

466 (h) The Office of Policy and Management shall report, in accordance
467 with the provisions of section 11-4a, to the joint standing committee of
468 the General Assembly having cognizance of matters relating to finance,
469 revenue and bonding, on or before July 1, 2017, and on or before July
470 first annually thereafter until July 1, 2020, with regard to the grants
471 distributed in accordance with this section, and shall include in such
472 reports any recommendations for changes in the grants.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	4-66l
Sec. 2	<i>from passage</i>	12-18b

Statement of Purpose:

To amend the motor vehicle property tax grant calculation, to modify the spending cap for eligibility for such grants, to revise the fiscal years during which certain PILOT grant calculations are applied and to modify the requirements for grants to regional councils of governments.

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