

OFFICE OF FISCAL ANALYSIS

Legislative Office Building, Room 5200

Hartford, CT 06106 ◊ (860) 240-0200

<http://www.cga.ct.gov/ofa>

HB-5969

AN ACT ESTABLISHING A COLLAPSING FOUNDATIONS LOAN PROGRAM TO PROVIDE LOW-INTEREST LOANS TO CERTAIN PROPERTY OWNERS.

As Amended by House "A" (LCO 9488)

House Calendar No.: 160

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 20 \$	FY 21 \$
Resources of the General Fund	GF - Potential Cost	See Below	See Below

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill results in a potential cost to the General Fund of up \$2 million associated with guaranteeing loans made by eligible financial institutions to qualified borrowers that have received assistance from the captive insurance company established under 38a-91vv of the general statutes. The bill requires the State Comptroller to pay out claims from the resources of the General Fund to honor loan guarantees up to an aggregate of \$2 million.

House "A" strikes the underlying bill and its associated fiscal impact and results in the impact described above.

The Out Years

The bill may result future year costs to pay out claims until the \$2 million cap is reached.

Primary Analyst: RJW
Contributing Analyst(s):

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