

OFFICE OF FISCAL ANALYSIS

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ADDENDUM

To Fiscal Note on
sHB-5027, File No. 66

AN ACT REQUIRING THE BANKING COMMISSIONER TO ESTABLISH A FIRST-TIME HOMEBUYER SAVINGS ACCOUNT PROGRAM AND ESTABLISHING A TAX DEDUCTION FOR CONTRIBUTIONS TO FIRST-TIME HOMEBUYER SAVINGS ACCOUNTS.

The fiscal note indicates that up to 18,190 participants could be eligible for the program established in the bill. Participation information from a similar program in Iowa indicates that the actual utilization rate in Connecticut, adjusted for population, would be approximately 250 taxpayers each year in the first two years of the program. Using the allowable deduction amounts under the bill, this level of utilization would result in a revenue loss of less than \$150,000 in each of FY 22 and FY 23.

Source: Iowa Department of Revenue