



General Assembly

January Session, 2021

Bill No. 6513

LCO No. 3994



Referred to Committee on No Committee

Introduced by:

REP. RITTER M., 1st Dist.

SEN. LOONEY, 11th Dist.

REP. ROJAS, 9th Dist.

SEN. DUFF, 25th Dist.

AN ACT MITIGATING ADVERSE TAX CONSEQUENCES RESULTING FROM EMPLOYEES WORKING REMOTELY DURING COVID-19, AND CONCERNING THE REMOVAL OF LIENS ON THE PROPERTY OF PUBLIC ASSISTANCE BENEFICIARIES AND A THREE-TIERED GRANTS IN LIEU OF TAXES PROGRAM.

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

1 Section 1. (*Effective from passage*) (a) As used in this section,
2 "convenience of the employer rule" means a law or rule that is
3 substantially similar to that set forth in section 12-711 of the general
4 statutes, whether or not reciprocal, and "COVID-19" means the
5 respiratory disease designated by the World Health Organization on
6 February 11, 2020, as coronavirus 19, and any related mutation thereof
7 recognized by said organization as a communicable respiratory disease.

8 (b) Notwithstanding any provision of title 12 of the general statutes,
9 for the taxable year commencing January 1, 2020:

10 (1) Any resident who paid income tax to any other state that uses a
11 convenience of the employer rule shall be allowed a credit against such
12 resident's Connecticut income tax, for the tax paid to such other state on
13 income earned by such resident while working remotely from this state
14 for said taxable year, including while obligated by necessity to work
15 remotely from this state;

16 (2) Any resident who paid income tax to any other state that has
17 enacted a law or rule requiring a nonresident employee to pay
18 nonresident income tax to such other state on income earned while such
19 nonresident employee was working remotely from this state due to
20 COVID-19 if, immediately prior to March 11, 2020, such nonresident
21 employee was performing such work within such other state, shall be
22 allowed a credit against such resident's Connecticut income tax, for the
23 tax paid to such other state on income earned by such resident while
24 working remotely from this state for said taxable year; and

25 (3) The Department of Revenue Services shall not consider, in
26 determining whether an employer has nexus with this state for
27 purposes of the imposition of any Connecticut tax, the activities of an
28 employee who worked remotely from this state during said taxable year
29 solely due to COVID-19.

30 Sec. 2. Section 4a-13 of the general statutes is repealed and the
31 following is substituted in lieu thereof (*Effective July 1, 2021*):

32 The Commissioner of Administrative Services may accept mortgage
33 notes and mortgage deeds in payment of claims due for [welfare
34 assistance or] (1) institutional care, and (2) to the extent required under
35 federal law, medical assistance. The commissioner may accept such
36 mortgage notes and mortgage deeds on such terms and conditions as
37 the commissioner deems proper and reasonable, and such
38 encumbrances may be foreclosed in an action brought in a court of
39 competent jurisdiction by the commissioner on behalf of the state. Any
40 such encumbrance shall be released by the commissioner upon payment

41 of the amount by it secured.

42 Sec. 3. Section 17b-79 of the general statutes is repealed and the
43 following is substituted in lieu thereof (*Effective July 1, 2021*):

44 (a) As used in this section, "cash assistance" means payments made
45 to a beneficiary of the state supplement program, temporary family
46 assistance program or the state-administered general assistance
47 program. No person shall be deemed ineligible to receive an award
48 under the state supplement program, medical assistance program,
49 temporary family assistance program, state-administered general
50 assistance program or supplemental nutrition assistance program for
51 himself or herself or for any person for whose support he or she is liable
52 by reason of having an interest in real property, maintained as his or her
53 home, provided the equity in such property [shall] does not exceed the
54 limits established by the commissioner. The commissioner may place a
55 lien against any property to secure the claim of the state for all amounts
56 which it has paid or may thereafter pay to such person or in such
57 person's behalf [under any such program, or] (1) for cash assistance or
58 medical assistance, provided no such lien shall be placed on real
59 property unless required by federal law, or (2) to or on behalf of any
60 person for whose support he or she is liable, except for property
61 maintained as a home in aid to families of dependent children cases, in
62 which case such lien shall secure the state only for that portion of the
63 assistance grant awarded for amortization of a mortgage or other
64 encumbrance beginning with the fifth month after the original grant for
65 principal payment on any such encumbrance is made, and each
66 succeeding month of such grant thereafter. The claim of the state shall
67 be secured by filing a certificate in the land records of the town or towns
68 in which any such real estate is situated, describing such real estate. Any
69 such lien may, at any time during which the amount secured by such
70 lien remains unpaid, be foreclosed in an action brought in a court of
71 competent jurisdiction by the commissioner on behalf of the state. Any
72 real estate to which title has been taken by foreclosure under this section,
73 or which has been conveyed to the state in lieu of foreclosure, may be

74 sold, transferred or conveyed for the state by the commissioner with the
75 approval of the Attorney General, and the commissioner may, in the
76 name of the state, execute deeds for such purpose. Such lien shall be
77 released by the commissioner upon payment of the amount secured by
78 such lien, or an amount equal to the value of the beneficiary's interest in
79 such property if the value of such interest is less than the amount
80 secured by such lien, at the commissioner's discretion, and with the
81 advice and consent of the Attorney General, upon a compromise of the
82 amount due to the state. At the discretion of the commissioner, the
83 beneficiary, or, in the case of a husband and wife living together, the
84 survivor of them, as long as he or she lives, or a dependent child or
85 children, may be permitted to occupy such real property.

86 (b) On and after July 1, 2021, the state shall not recover cash assistance
87 or medical assistance from a lien filed on any real property, unless the
88 state is required to recover such assistance under federal law. Any
89 certificate or lien filed under this section by or on behalf of the state on
90 such real property prior to July 1, 2021, shall be deemed released by the
91 state if the recovery of such assistance is not required under federal law.

92 Sec. 4. Section 17b-93 of the general statutes is repealed and the
93 following is substituted in lieu thereof (*Effective July 1, 2021*):

94 (a) If a beneficiary of aid under the state supplement program,
95 medical assistance program, aid to families with dependent children
96 program, temporary family assistance program or state-administered
97 general assistance program has or acquires property of any kind or
98 interest in any property, estate or claim of any kind, except moneys
99 received for the replacement of real or personal property, the state of
100 Connecticut shall have a claim, subject to subsections (b) and (c) of this
101 section which shall have priority over all other unsecured claims and
102 unrecorded encumbrances, against such beneficiary for the full amount
103 paid, subject to the provisions of section 17b-94, to the beneficiary or on
104 the beneficiary's behalf under said programs; provided no lien on real
105 property shall be applied to enforce the claim of the state which exceeds

106 the amount the state is required to recover under federal law, and, in
107 addition thereto, the parents of an aid to dependent children
108 beneficiary, a state-administered general assistance beneficiary or a
109 temporary family assistance beneficiary shall be liable to repay, subject
110 to the provisions of section 17b-94, to the state the full amount of any
111 such aid paid to or on behalf of either parent, his or her spouse, and his
112 or her dependent child or children, as defined in section 17b-75. The
113 state of Connecticut shall have a lien against property of any kind or
114 interest in any property, estate or claim of any kind of the parents of an
115 aid to dependent children, temporary family assistance or state
116 administered general assistance beneficiary, in addition and not in
117 substitution of [its] any other state claim, for amounts owing under any
118 order for support of any court or any family support magistrate,
119 including any arrearage under such order, provided household goods
120 and other personal property identified in section 52-352b, real property
121 pursuant to section 17b-79, as amended by this act, as long as such
122 property is used as a home for the beneficiary and money received for
123 the replacement of real or personal property, shall be exempt from such
124 lien.

125 (b) Any person who received cash benefits under the aid to families
126 with dependent children program, the temporary family assistance
127 program or the state-administered general assistance program, when
128 such person was under eighteen years of age, shall not be liable to repay
129 the state for such assistance.

130 (c) No claim, except a claim required to be made under federal law,
131 shall be made, or lien applied, against any payment made pursuant to
132 chapter 135, any payment made pursuant to section 47-88d or 47-287,
133 any moneys received as a settlement or award in a housing or
134 employment or public accommodation discrimination case or in any
135 action brought by a tenant or occupant or former tenant or occupant
136 against an owner or lessor of a residential premises or manufactured
137 mobile home park, any court-ordered retroactive rent abatement,
138 including any made pursuant to subsection (e) of section 47a-14h or

139 section 47a-4a, 47a-5 or 47a-57, or any security deposit refund pursuant
140 to subsection (d) of section 47a-21 paid to a beneficiary of assistance
141 under the state supplement program, medical assistance program, aid
142 to families with dependent children program, temporary family
143 assistance program or state-administered general assistance program or
144 paid to any person who has been supported wholly, or in part, by the
145 state, in accordance with section 17b-223, in a humane institution.

146 (d) Notwithstanding any provision of the general statutes, whenever
147 funds are collected pursuant to this section or section 17b-94, and the
148 person who otherwise would have been entitled to such funds is subject
149 to a court-ordered current or arrearage child support payment
150 obligation in a IV-D support case, such funds shall first be paid to the
151 state for reimbursement of Medicaid funds granted to such person for
152 medical expenses incurred for injuries related to a legal claim by such
153 person which was the subject of the state's lien and such funds shall then
154 be paid to the Office of Child Support Services for distribution pursuant
155 to the federally mandated child support distribution system
156 implemented pursuant to subsection (j) of section 17b-179. The
157 remainder, if any, shall be paid to the state for payment of previously
158 provided assistance through the state supplement program, medical
159 assistance program, aid to families with dependent children program,
160 temporary family assistance program or state-administered general
161 assistance program.

162 (e) The Commissioner of Social Services shall adopt regulations, in
163 accordance with chapter 54, establishing criteria and procedures for
164 adjustment of the claim of the state of Connecticut under subsection (a)
165 of this section. The purpose of any such adjustment shall be to
166 encourage the positive involvement of noncustodial parents in the lives
167 of their children and to encourage noncustodial parents to begin making
168 regular support payments.

169 (f) On and after July 1, 2021, the state shall not recover cash assistance
170 or medical assistance from a lien filed on any real property, unless the

171 state is required to recover such assistance under federal law. Any lien
172 on real property filed under this section by or on behalf of the state on
173 such property, estate or claim of any kind prior to July 1, 2021, shall be
174 deemed released by the state if the recovery of such assistance is not
175 required under federal law. As used in this subsection, "cash assistance"
176 means payments made to a beneficiary of the aid to families with
177 dependent children program, the state-administered general assistance
178 program, the state supplement program or the temporary family
179 assistance program.Sec. 5. Section 12-18b of the general statutes is
180 repealed and the following is substituted in lieu thereof (*Effective July 1,*
181 *2021*):

182 (a) For the purposes of this section:

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

185 (2) "District" [means any district, as defined] has the same meaning
186 as provided in section 7-324;

187 [(3) "Qualified college and hospital property" means college and
188 hospital property described in subparagraph (B) of subdivision (2) of
189 subsection (b) of this section;

190 (4) "Qualified state, municipal or tribal property" means state,
191 municipal or tribal property described in subparagraphs (A) to (G),
192 inclusive, of subdivision (1) of subsection (b) of this section;]

193 (3) "Equalized net grand list per capita" means the grand list of a
194 municipality upon which taxes were levied for the general expenses of
195 such municipality three years prior to the fiscal year in which a grant
196 under this section is to be paid, equalized in accordance with the
197 provisions of section 10-261a and divided by the total population of such
198 municipality;

199 [(5)] (4) "Municipality" means any town, city, borough, consolidated

200 town and city and consolidated town and borough;

201 [(6) "Select college and hospital property" means college and hospital
202 property described in subparagraph (A) of subdivision (2) of subsection
203 (b) of this section;

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

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

208 [(9)] (5) "State, municipal or tribal property" means all real property
209 described in subsection (a) of section 12-19a;

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

215 (11) "Tier two districts or municipalities" means the next twenty-five
216 districts or municipalities after tier one districts or municipalities with
217 the highest percentage of tax exempt property on the list of
218 municipalities prepared by the Secretary of the Office of Policy and
219 Management pursuant to subsection (c) of this section and having a mill
220 rate of twenty-five mills or more;

221 (12) "Tier three districts or municipalities" means all districts and
222 municipalities not included in tier one districts or municipalities or tier
223 two districts or municipalities;

224 (13) "Tier one municipalities" means the ten municipalities with the
225 highest percentage of tax exempt property on the list of municipalities
226 prepared by the Secretary of the Office of Policy and Management
227 pursuant to subsection (c) of this section and having a mill rate of
228 twenty-five mills or more;

229 (14) "Tier two municipalities" means the next twenty-five
230 municipalities after tier one municipalities with the highest percentage
231 of tax exempt property on the list of municipalities prepared by the
232 Secretary of the Office of Policy and Management pursuant to
233 subsection (c) of this section and having a mill rate of twenty-five mills
234 or more;

235 (15) "Tier three municipalities" means all municipalities not included
236 in tier one municipalities or tier two municipalities; and

237 (16) "Mill rate" means the mill rate on real property and personal
238 property other than motor vehicles]

239 (6) "Tier one municipality" means a municipality with an equalized
240 net grand list per capita of less than one hundred thousand dollars;

241 (7) "Tier two municipality" means a municipality with an equalized
242 net grand list per capita of one hundred thousand dollars to less than
243 two hundred thousand dollars; and

244 (8) "Tier three municipality" means a municipality with an equalized
245 net grand list per capita of greater than two hundred thousand dollars.

246 (b) Notwithstanding the provisions of sections 12-19a and 12-20a, all
247 funds appropriated for state grants in lieu of taxes shall be payable to
248 municipalities and districts pursuant to the provisions of this section.
249 On or before January first, annually, the Secretary of the Office of Policy
250 and Management shall determine the amount due, as a state grant in
251 lieu of taxes, to each municipality and district in this state wherein
252 college and hospital property is located and to each municipality in this
253 state wherein state, municipal or tribal property, except that which was
254 acquired and used for highways and bridges, but not excepting
255 property acquired and used for highway administration or maintenance
256 purposes, is located.

257 (1) The grant payable to any municipality for state, municipal or tribal

258 property under the provisions of this section in the fiscal year ending
259 June 30, 2017, and each fiscal year thereafter, shall be equal to the total
260 of:

261 (A) One hundred per cent of the property taxes that would have been
262 paid with respect to any facility designated by the Commissioner of
263 Correction, on or before August first of each year, to be a correctional
264 facility administered under the auspices of the Department of
265 Correction or a juvenile detention center under direction of the
266 Department of Children and Families that was used for incarcerative
267 purposes during the preceding fiscal year. If a list containing the name
268 and location of such designated facilities and information concerning
269 their use for purposes of incarceration during the preceding fiscal year
270 is not available from the Secretary of the State on August first of any
271 year, the Commissioner of Correction shall, on said date, certify to the
272 Secretary of the Office of Policy and Management a list containing such
273 information;

274 (B) One hundred per cent of the property taxes that would have been
275 paid with respect to that portion of the John Dempsey Hospital located
276 at The University of Connecticut Health Center in Farmington that is
277 used as a permanent medical ward for prisoners under the custody of
278 the Department of Correction. Nothing in this section shall be construed
279 as designating any portion of The University of Connecticut Health
280 Center John Dempsey Hospital as a correctional facility;

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

285 (D) Subject to the provisions of subsection (c) of section 12-19a, sixty-
286 five per cent of the property taxes that would have been paid with
287 respect to the buildings and grounds comprising Connecticut Valley
288 Hospital and Whiting Forensic Hospital in Middletown;

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

293 (F) Forty-five per cent of the property taxes that would have been
294 paid with respect to all municipally owned airports; except for the
295 exemption applicable to such property, on the assessment list in such
296 municipality for the assessment date two years prior to the
297 commencement of the state fiscal year in which such grant is payable.
298 The grant provided pursuant to this section for any municipally owned
299 airport shall be paid to any municipality in which the airport is located,
300 except that the grant applicable to Sikorsky Airport shall be paid one-
301 half to the town of Stratford and one-half to the city of Bridgeport;

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

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

312 (2) [(A)] The grant payable to any municipality or district for college
313 and hospital property under the provisions of this section in the fiscal
314 year ending June 30, 2017, and each fiscal year thereafter, shall be equal
315 to the total of seventy-seven per cent of the property taxes that, except
316 for any exemption applicable to any college and hospital property under
317 the provisions of section 12-81, would have been paid with respect to
318 college and hospital property on the assessment list in such municipality
319 or district for the assessment date two years prior to the commencement

320 of the state fiscal year in which such grant is payable. [; and]

321 [(B) Notwithstanding the provisions of subparagraph (A) of this
322 subdivision, the grant payable to any municipality or district with
323 respect to a campus of the United States Department of Veterans Affairs
324 Connecticut Healthcare Systems shall be one hundred per cent.]

325 (c) The Secretary of the Office of Policy and Management shall list
326 municipalities, boroughs and districts based on the [percentage of real
327 property on the 2012] equalized net grand list per capita. [of each
328 municipality that is exempt from property tax under any provision of
329 the general statutes other than that property described in subparagraph
330 (A) of subdivision (1) of subsection (b) of this section.] Boroughs and
331 districts shall have the same [ranking] equalized net grand list per capita
332 as the town, city, consolidated town and city or consolidated town and
333 borough in which such borough or district is located.

334 [(d) For the fiscal year ending June 30, 2017, if the total of grants
335 payable to each municipality and district in accordance with the
336 provisions of subsection (b) of this section exceeds the amount
337 appropriated for the purposes of said subsection (b) for said fiscal year:
338 (1) The amount of the grant payable to each municipality for state,
339 municipal or tribal property and to each municipality or district for
340 college and hospital property shall be reduced proportionately,
341 provided the percentage of the property taxes payable to a municipality
342 or district with respect to such property shall not be lower than the
343 percentage paid to the municipality or district for such property for the
344 fiscal year ending June 30, 2015; and (2) certain municipalities and
345 districts shall receive an additional payment in lieu of taxes grant
346 payable from the Municipal Revenue Sharing Fund established in
347 section 4-66p. The total amount of the grant payment is as follows:

T1	Municipality/District	Grant Amount
T2		
T3	Ansonia	19,652
T4	Bridgeport	3,095,669

T5	Chaplin	10,692
T6	Danbury	593,619
T7	Deep River	1,876
T8	Derby	132,817
T9	East Granby	9,474
T10	East Hartford	205,669
T11	Hamden	593,967
T12	Hartford	11,883,205
T13	Killingly	44,593
T14	Ledyard	2,881
T15	Litchfield	13,303
T16	Mansfield	2,516,331
T17	Meriden	248,303
T18	Middletown	695,770
T19	Montville	25,080
T20	New Britain	1,995,060
T21	New Haven	14,584,940
T22	New London	1,297,919
T23	Newington	169,211
T24	North Canaan	4,203
T25	Norwich	248,588
T26	Plainfield	15,417
T27	Simsbury	20,731
T28	Stafford	41,189
T29	Stamford	528,332
T30	Suffield	51,434
T31	Wallingford	58,914
T32	Waterbury	3,141,669
T33	West Hartford	202,308
T34	West Haven	324,832
T35	Windham	1,193,950
T36	Windsor	9,241
T37	Windsor Locks	31,122
T38	Borough of Danielson (Killingly)	2,135
T39	Borough of Litchfield	137
T40	Middletown: South Fire District	1,121
T41	Plainfield - Plainfield Fire District	296
T42	West Haven First Center (D1)	1,136
T43	West Haven: Allingtown FD (D3)	50,751
T44	West Haven: West Shore FD (D2)	33,544

348 (e) (1) For the fiscal years ending June 30, 2018, and June 30, 2019, if
349 the total of grants payable to each municipality and district in
350 accordance with the provisions of subsection (b) of this section exceeds
351 the amount appropriated for the purposes of said subsection (b) for said
352 fiscal years: (A) The amount of the grant payable to each municipality
353 for state, municipal or tribal property and to each municipality or
354 district for college and hospital property shall be reduced
355 proportionately, provided the percentage of the property taxes payable
356 to a municipality or district with respect to such property shall not be
357 lower than the percentage paid to the municipality or district for such
358 property for the fiscal year ending June 30, 2015; and (B) certain
359 municipalities and districts shall receive an additional payment in lieu
360 of taxes grant payable from the select payment in lieu of taxes account.
361 The total amount of the grant payment is as follows:

T45	Municipality/District	Grant Amount
T46	Ansonia	20,543
T47	Bridgeport	3,236,058
T48	Chaplin	11,177
T49	Danbury	620,540
T50	Deep River	1,961
T51	Derby	138,841
T52	East Granby	9,904
T53	East Hartford	214,997
T54	Hamden	620,903
T55	Hartford	12,422,113
T56	Killingly	46,615
T57	Ledyard	3,012
T58	Litchfield	13,907
T59	Mansfield	2,630,447
T60	Meriden	259,564
T61	Middletown	727,324
T62	Montville	26,217
T63	New Britain	2,085,537
T64	New Haven	15,246,372
T65	New London	1,356,780
T66	Newington	176,884
T67	North Canaan	4,393

T68	Norwich	259,862
T69	Plainfield	16,116
T70	Simsbury	21,671
T71	Stafford	43,057
T72	Stamford	552,292
T73	Suffield	53,767
T74	Wallingford	61,586
T75	Waterbury	3,284,145
T76	West Hartford	211,483
T77	West Haven	339,563
T78	Windham	1,248,096
T79	Windsor	9,660
T80	Windsor Locks	32,533
T81	Borough of Danielson (Killingly)	2,232
T82	Borough of Litchfield	143
T83	Middletown: South Fire District	1,172
T84	Plainfield - Plainfield Fire District	309
T85	West Haven First Center (D1)	1,187
T86	West Haven: Allingtown FD (D3)	53,053
T87	West Haven: West Shore FD (D2)	35,065

362 (2) For the fiscal year ending June 30, 2020, and each fiscal year
363 thereafter, if the total of grants payable to each municipality and district
364 in accordance with the provisions of subsection (b) of this section
365 exceeds the amount appropriated for the purposes of said subsection (b)
366 for said fiscal years:

367 (A) The amount of the grant payable to each municipality for
368 qualified state, municipal or tribal property and to each municipality or
369 district for qualified college and hospital property shall be reduced
370 proportionately, provided the percentage of the property taxes payable
371 to a municipality or district with respect to such property shall not be
372 lower than the percentage paid to the municipality or district for such
373 property for the fiscal year ending June 30, 2015;

374 (B) The amount of the grant payable to each municipality or district
375 for select college and hospital property shall be reduced as follows: (i)
376 Tier one districts or municipalities shall each receive a grant in lieu of

377 taxes equal to forty-two per cent of the property taxes that, except for
378 any exemption applicable to any college and hospital property under
379 the provisions of section 12-81, would have been paid to such
380 municipality or district with respect to select college and hospital
381 property; (ii) tier two districts or municipalities shall each receive a
382 grant in lieu of taxes equal to thirty-seven per cent of the property taxes
383 that, except for any exemption applicable to any college and hospital
384 property under the provisions of section 12-81, would have been paid
385 to such municipality or district with respect to select college and
386 hospital property; and (iii) tier three districts or municipalities shall each
387 receive a grant in lieu of taxes equal to thirty-two per cent of the
388 property taxes that, except for any exemption applicable to any college
389 and hospital property under the provisions of section 12-81, would have
390 been paid to such municipality or district with respect to select college
391 and hospital property. Grants in excess of thirty-two per cent of the
392 property taxes that, except for any exemption applicable to any college
393 and hospital property under the provisions of section 12-81, would have
394 been paid to tier one districts or municipalities and to tier two districts
395 or municipalities with respect to select college and hospital property
396 shall be payable from the select payment in lieu of taxes account; and

397 (C) The amount of the grant payable to each municipality for select
398 state property shall be reduced as follows: (i) Tier one municipalities
399 shall each receive a grant in lieu of taxes equal to thirty-two per cent of
400 the property taxes that, except for any exemption applicable to any state
401 property under the provisions of section 12-81, would have been paid
402 to such municipality with respect to select state property; (ii) tier two
403 municipalities shall each receive a grant in lieu of taxes equal to twenty-
404 eight per cent of the property taxes that, except for any exemption
405 applicable to any state property under the provisions of section 12-81,
406 would have been paid to such municipality with respect to select state
407 property; and (iii) tier three municipalities shall each receive a grant in
408 lieu of taxes equal to twenty-four per cent of the property taxes that,
409 except for any exemption applicable to any state property under the

410 provisions of section 12-81, would have been paid to such municipality
411 with respect to select state property. Grants in excess of twenty-four per
412 cent of the property taxes that, except for any exemption applicable to
413 any state property under the provisions of section 12-81, would have
414 been paid to tier one municipalities and to tier two municipalities with
415 respect to select state property shall be payable from the select payment
416 in lieu of taxes account.

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

443 lieu of taxes account.]

444 (d) For the fiscal year ending June 30, 2022, and each fiscal year
445 thereafter:

446 (1) The amount of the grant paid to a municipality or district pursuant
447 to the provisions of this subsection shall not be lower than the amount
448 of the payment in lieu of taxes grant received by such municipality or
449 district for the fiscal year ending June 30, 2021.

450 (2) If the total of grants payable to each municipality and district in
451 accordance with the provisions of subsection (b) this section exceeds the
452 amount appropriated for the purposes of said subsection for a fiscal
453 year:

454 (A) Each tier one municipality shall receive fifty per cent of the grant
455 amount payable to such municipality as calculated under subsection (b)
456 of this section;

457 (B) Each tier two municipality shall receive forty per cent of the grant
458 amount payable to such municipality as calculated under subsection (b)
459 of this section; and

460 (C) Each tier three municipality shall receive thirty per cent of the
461 grant amount payable to such municipality as calculated under
462 subsection (b) of this section.

463 (3) Each municipality designated as an alliance district pursuant to
464 section 10-262u shall be classified as a tier one municipality.

465 (4) Each district shall receive the same percentage of the grant amount
466 payable to the municipality in which it is located.

467 (5) (A) If the total of grants payable to each municipality and district
468 in accordance with the provisions of subsection (b) of this section
469 exceeds the amount appropriated for the purposes of said subsection,
470 but such appropriated amount exceeds the amount required for grants

471 payable to each municipality and district in accordance with the
472 provisions of subdivisions (1) to (4), inclusive, of this subsection, the
473 amount of the grant payable to each municipality and district shall be
474 increased proportionately.

475 (B) If the total of grants payable to each municipality and district in
476 accordance with the provisions of subdivisions (1) to (4), inclusive, of
477 this subsection exceeds the amount appropriated for the purposes of
478 said subdivisions, the amount of the grant payable to each municipality
479 and district shall be reduced proportionately.

480 [(f)] (e) Notwithstanding the provisions of subsections (a) to (d),
481 inclusive, of this section; [, for]

482 (1) The grant payable to any municipality or district with respect to a
483 campus of the United States Department of Veterans Affairs
484 Connecticut Healthcare Systems shall be one hundred per cent;

485 (2) For any municipality receiving payments under section 15-120ss,
486 property located in such municipality at Bradley International Airport
487 shall not be included in the calculation of any state grant in lieu of taxes
488 pursuant to this section; and

489 (3) The city of Bridgeport shall be due fifteen million dollars, on or
490 before the thirtieth day of September, annually, which amount shall be
491 (A) paid from the annual appropriation, from the General Fund, for
492 reimbursement to towns for loss of taxes on private tax-exempt
493 property, and (B) in addition to the amount due such city pursuant to
494 the provisions of subsections (b) or (d) of this section.

495 [(g)] (f) For purposes of this section, any real property [which] that is
496 owned by the John Dempsey Hospital Finance Corporation established
497 pursuant to the provisions of sections 10a-250 to 10a-263, inclusive, or
498 by one or more subsidiary corporations established pursuant to
499 subdivision (13) of section 10a-254 and [which] that is free from taxation
500 pursuant to the provisions of section 10a-259 shall be deemed to be state-

501 owned real property.

502 [(h) The Office of Policy and Management shall report, in accordance
503 with the provisions of section 11-4a, to the joint standing committee of
504 the General Assembly having cognizance of matters relating to finance,
505 revenue and bonding, on or before July 1, 2017, and on or before July
506 first annually thereafter until July 1, 2020, with regard to the grants
507 distributed in accordance with this section, and shall include in such
508 reports any recommendations for changes in the grants.]

509 Sec. 6. Subsection (b) of section 4-66l of the general statutes is repealed
510 and the following is substituted in lieu thereof (*Effective July 1, 2021*):

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

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

520 (2) For the fiscal year ending June 30, 2018, and each fiscal year
521 thereafter, moneys sufficient to make motor vehicle property tax grants
522 payable to municipalities pursuant to subsection (c) of this section shall
523 be expended not later than August first annually by the secretary;

524 (3) For the fiscal year ending June 30, [2018] 2022, and each fiscal year
525 thereafter, moneys sufficient to make the grants payable [from the select
526 payment in lieu of taxes grant account established pursuant to section
527 12-18c shall annually be transferred to the select payment in lieu of taxes
528 account in the Office of Policy and Management] pursuant to subsection
529 (d) of section 12-18b, as amended by this act, shall be expended by the
530 secretary;

531 (4) For the fiscal years ending June 30, 2018, and June 30, 2019,
532 moneys sufficient to make the municipal revenue sharing grants
533 payable to municipalities pursuant to subdivision (2) of subsection (d)
534 of this section shall be expended not later than October thirty-first
535 annually by the secretary;

536 (5) For the fiscal year ending June 30, 2018, and each fiscal year
537 thereafter, seven million dollars shall be expended for the purposes of
538 the regional services grants pursuant to subsection (e) of this section to
539 the regional councils of governments;

540 (6) For the fiscal year ending June 30, 2018, and each fiscal year
541 thereafter, moneys may be expended for the purpose of supplemental
542 motor vehicle property tax grants pursuant to subsection (c) of this
543 section; and

544 (7) For the fiscal year ending June 30, 2020, and each fiscal year
545 thereafter, moneys in the account remaining shall be expended annually
546 by the secretary for the purposes of the municipal revenue sharing
547 grants established pursuant to subsection (f) of this section. Any such
548 moneys deposited in the account for municipal revenue sharing grants
549 between October first and June thirtieth shall be distributed to
550 municipalities on the following October first and any such moneys
551 deposited in the account between July first and September thirtieth shall
552 be distributed to municipalities on the following January thirty-first.
553 Any municipality may apply to the Office of Policy and Management
554 on or after July first for early disbursement of a portion of such grant.
555 The Office of Policy and Management may approve such an application
556 if it finds that early disbursement is required in order for a municipality
557 to meet its cash flow needs. No early disbursement approved by said
558 office may be issued later than September thirtieth.

559 Sec. 7. Section 15-31g of the general statutes is repealed and the
560 following is substituted in lieu thereof (*Effective July 1, 2021*):

561 The exercise of the powers granted by sections 15-31a to 15-31i,

562 inclusive, shall be in all respects for the benefit of the people of the state,
563 for the increase of their commerce, welfare and prosperity, and as the
564 improvement of their infrastructure, navigability and transportation
565 systems by the authority or its agent shall constitute the performance of
566 an essential public function, neither the authority nor its agent shall be
567 required to pay any taxes or assessments, including mortgage recording
568 taxes, upon or with respect to any property acquired or used by the
569 authority or its agent under the provisions of sections 15-31a to 15-31i,
570 inclusive, or upon the income therefrom. [On and before June 30, 2018,
571 property] Property and facilities owned by the authority shall be
572 deemed to be state-owned real property for purposes of [sections 12-19a
573 and 12-19b] section 12-18b, as amended by this act, and the state shall
574 make grants in lieu of taxes with respect to such property and facilities
575 to the municipality in which such property and facilities are located as
576 provided by [said sections 12-19a and 12-19b] section 12-18b, as
577 amended by this act.

578 Sec. 8. Section 12-18c of the general statutes is repealed. (*Effective July*
579 *1, 2021*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	New section
Sec. 2	<i>July 1, 2021</i>	4a-13
Sec. 3	<i>July 1, 2021</i>	17b-79
Sec. 4	<i>July 1, 2021</i>	17b-93
Sec. 5	<i>July 1, 2021</i>	12-18b
Sec. 6	<i>July 1, 2021</i>	4-661(b)
Sec. 7	<i>July 1, 2021</i>	15-31g
Sec. 8	<i>July 1, 2021</i>	Repealer section