

OFFICE OF FISCAL ANALYSIS

Legislative Office Building, Room 5200
Hartford, CT 06106 ◊ (860) 240-0200
<http://www.cga.ct.gov/ofa>

sHB-5027

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.

AMENDMENT

LCO No.: 9745

File Copy No.: 66

House Calendar No.: 85

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 22 \$	FY 23 \$
Department of Revenue Services	GF - Cost	None	Less than 100,000
Department of Revenue Services	GF - Revenue Loss	None	None
Treasurer	GF - Potential Cost	See Below	See Below

Note: GF=General Fund

Municipal Impact: None

Explanation

The amendment strikes the underlying bill and associated fiscal impact.

The amendment, which establishes a first-time homebuyer savings account program and associated income tax deduction, results in: 1) a General Fund revenue loss of less than \$150,000 in FY 24 and less than \$75,000 in FY 25. The revenue loss would grow in FY 26 and beyond subject to program utilization rates.

The amendment also results in a one-time cost to the Department of

Primary Analyst: CW
Contributing Analyst(s):

6/2/21
)

Revenue Services of less than \$100,000 for form preparation and printing/ mailing costs, as well as updates to the online Taxpayer Service Center and internal Integrated Tax Administration System in FY 23 only.

Finally, the amendment results in a potential cost to the Office of the State Treasurer to extent that the fund established in Section 4 receives revenues. To the extent funds are deposited into the newly established "Financial Literacy Trust Fund," the Treasurer would expend such funds for financial literacy programs.

The preceding Fiscal Impact statement is prepared for the benefit of the members of the General Assembly, solely for the purposes of information, summarization and explanation and does not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.