



General Assembly

January Session, 2025

***Raised Bill No. 7005***

LCO No. 4978



Referred to Committee on PLANNING AND DEVELOPMENT

Introduced by:  
(PD)

***AN ACT CONCERNING THE DESIGNATION OF CERTAIN MUNICIPALITIES REFERRED TO THE MUNICIPAL FINANCE ADVISORY COMMISSION AS TIER I MUNICIPALITIES.***

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

1 Section 1. Section 7-576a of the general statutes is repealed and the  
2 following is substituted in lieu thereof (*Effective July 1, 2025*):

3 The Municipal Finance Advisory Commission (1) shall designate any  
4 municipality with a population of less than twenty-five thousand, as  
5 determined by the most recent decennial census, referred to said  
6 commission pursuant to subsection (d) of section 7-395 as a tier I  
7 municipality, and (2) may designate any municipality with a population  
8 of twenty-five thousand or more, as determined by the most recent  
9 decennial census, referred to said commission pursuant to subsection  
10 (d) of section 7-395 as a tier I municipality, based on an evaluation of  
11 such municipality's financial condition and financial practices. The chief  
12 elected official of any municipality that does not meet the conditions  
13 identified under subsection (d) of section 7-395 may apply to the  
14 Municipal Finance Advisory Commission for designation as a tier I

15 municipality, provided such official [(1)] (A) expects that such  
16 municipality will meet one or more such conditions in the following  
17 twenty-four month period, and [(2)] (B) submits a report to the  
18 Municipal Finance Advisory Commission, in a form and manner  
19 prescribed by the commission, that confirms that such condition or  
20 conditions will be met in such period. [Each decision to designate a  
21 municipality as a tier I municipality pursuant to this section shall be  
22 based on an evaluation of such municipality's financial condition and  
23 financial practices.] In addition to the requirements of section 7-394b,  
24 each municipality designated as a tier I municipality shall prepare and  
25 present a five-year financial plan to the Municipal Finance Advisory  
26 Commission for its review and approval.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2025</i>	7-576a

**Statement of Purpose:**

To require the Municipal Finance Advisory Commission to designate any municipality referred to said commission that has a population of less than twenty-five thousand as a tier I municipality.

*[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.]*