

## PART V. MUNICIPAL AID

The FY 19 Revised Budget decreased municipal aid by approximately \$18.6 million from Original FY 19 levels. This includes a reduction of approximately \$40 million in Teachers' Retirement Board contributions. Without this reduction, municipal aid increased by approximately \$21.4 million.

Significant changes in municipal aid include:

- \$15.7 million for additional Car Tax grant funding. This funding ensures that municipalities are reimbursed based on their estimated current mill rates for the revenue loss experienced as a result of the mill rate cap on motor vehicles. The cap on motor vehicle mill rates remains unchanged at 45.
- \$3.3 million in funding for districts that enrolled students displaced by 2017 Caribbean hurricanes, in the Education Cost Sharing and Bilingual Education accounts.

The following table summarizes Revised FY 19 funding for municipal aid:

### REVISED FY 19 MUNICIPAL AID SYNOPSIS

Fund/Agency	FY 18 Post Holdbacks	FY 19 Orig	FY 19 Final	FY 19 Final - FY 19 Orig	FY 19 Final - FY 18 Post Holdbacks
<b>Appropriated Funds</b>					
<b>Office of Policy and Management</b>					
State Property PILOT	50,306,436	56,045,788	56,045,788	-	5,739,352
College & Hospital PILOT	98,377,557	105,889,432	105,889,432	-	7,511,875
Reimbursement Property Tax - Disability Exemption	364,713	374,065	364,713	(9,352)	-
Distressed Municipalities	-	-	-	-	-
Property Tax Relief Elderly Circuit Breaker	-	-	-	-	-
Property Tax Relief Elderly Freeze Program	65,000	65,000	65,000	-	-
Property Tax Relief for Veterans	2,708,107	2,777,546	2,708,107	(69,439)	-
Municipal Revenue Sharing (Supplemental PILOT)	35,221,814	36,819,135	36,819,135	-	1,597,321

Fund/Agency	FY 18 Post Holdbacks	FY 19 Orig	FY 19 Final	FY 19 Final - FY 19 Orig	FY 19 Final - FY 18 Post Holdbacks
Municipal Restructuring	27,300,000	28,000,000	27,300,000	(700,000)	-
Municipal Transition	30,944,314	15,000,000	30,700,000	15,700,000	(244,314)
Municipal Stabilization Grant	55,481,355	37,753,335	37,753,335	-	(17,728,020)
Pequot Grants	57,649,850	49,942,796	49,942,796	-	(7,707,054)
<b>State Department of Education</b>					
Vocational Agriculture	9,972,874	10,228,589	13,759,589	3,531,000	3,786,715
Adult Education	19,874,361	20,383,960	20,383,960	-	509,599
Health and Welfare Services Pupils Private Schools	3,438,415	3,526,579	3,438,415	(88,164)	-
Education Equalization Grants	1,928,243,995	2,017,131,405	2,016,728,682	(402,723)	88,484,687
Bilingual Education	2,777,112	2,848,320	3,177,112	328,792	400,000
Priority School Districts	37,150,868	38,103,454	37,150,868	(952,586)	-
Young Parents Program	71,657	106,159	71,657	(34,502)	-
Interdistrict Cooperation	1,537,500	3,050,000	1,537,500	(1,512,500)	-
School Breakfast Program	2,158,900	2,158,900	2,158,900	-	-
Excess Cost - Student Based	138,979,288	142,119,782	140,619,782	(1,500,000)	1,640,494
Youth Service Bureaus	2,533,524	2,598,486	2,598,486	-	64,962
Open Choice Program	37,138,373	40,090,639	39,138,373	(952,266)	2,000,000
Magnet Schools	309,509,936	326,508,158	326,508,158	-	16,998,222
After School Program	4,602,678	4,720,695	4,720,695	-	118,017
<b>Teachers' Retirement Board</b>					
Retirement Contributions	1,271,033,000	1,332,368,000	1,292,314,000	(40,054,000)	21,281,000
Retirees Health Service Cost	14,554,500	14,575,250	14,575,250	-	20,750
Municipal Retiree Health Insurance Costs	4,644,673	4,644,673	4,644,673	-	-
<b>Other Appropriated Aid</b>					
Housing/Homeless Services- Municipality	575,226	586,965	575,226	(11,739)	-
Local and District Departments of Health	4,144,588	4,144,588	4,144,588	-	-

Fund/Agency	FY 18 Post Holdbacks	FY 19 Orig	FY 19 Final	FY 19 Final - FY 19 Orig	FY 19 Final - FY 18 Post Holdbacks
School Based Health Clinics	10,618,232	11,039,012	10,743,232	(295,780)	125,000
Human Resource Development-Hispanic Programs - Municipality	-	4,120	-	(4,120)	-
Teen Pregnancy Prevention - Municipality	98,281	100,287	98,281	(2,006)	-
Connecticard Payments	703,638	781,820	703,638	(78,182)	-
Municipal Restructuring (Debt Service)	20,000,000	20,000,000	20,000,000	-	-
<b>Total Appropriated Funds</b>	<b>4,182,780,765</b>	<b>4,334,486,938</b>	<b>4,307,379,371</b>	<b>(27,107,567)</b>	<b>124,598,606</b>
<b>Bond Funds</b>					
Town Aid Road	60,000,000	60,000,000	60,000,000	-	-
LoCIP <sup>1</sup>	54,999,918	34,999,926	34,999,926	-	(19,999,992)
Grants for Municipal Projects	60,000,000	60,000,000	60,000,000	-	-
<b>Total Bond Funds</b>	<b>174,999,918</b>	<b>154,999,926</b>	<b>154,999,926</b>	<b>-</b>	<b>(19,999,992)</b>
<b>GROSS TOTAL</b>	<b>4,357,780,683</b>	<b>4,489,486,864</b>	<b>4,462,379,297</b>	<b>(27,107,567)</b>	<b>104,598,614</b>
Municipal Aid Lapse	-	(8,500,000)	-	8,500,000	-
<b>NET TOTAL</b>	<b>4,357,780,683</b>	<b>4,480,986,864</b>	<b>4,462,379,297</b>	<b>(18,607,567)</b>	<b>104,598,614</b>

<sup>1</sup>The revised FY 17 budget included \$30 million for LoCIP. However, due to a cap on authorizations for LoCIP, funding for the program was not allocated in FY 17. Additional LoCIP funding is provided in FY 18 to offset the FY 17 revenue loss to municipalities that resulted from the authorization cap.