

**OFA BILL ANALYSIS**

SB 2016 (as amended by Senate "A" and "B")

**AN ACT CONCERNING GRANTS IN LIEU OF TAXES ON STATE-OWNED REAL PROPERTY**

**SUMMARY:** The bill as amended implements a provision in the budget. Senate "A" strikes the original bill and limits the PILOT grant payment to the amount appropriated rather than the statutory formula.

It also changes the date on which the Bradley Enterprise Fund reimburses the General Fund for its portion of the PILOT. This permits the PILOT account to be funded on a net basis. In the past the Bradley Enterprise Fund reimbursed the General Fund after the General Fund had made all the PILOT payments to towns.

In addition, Senate "A" transfers the administration of the Connecticut Housing Partnership program from the Office of Policy and Management to the Department of Housing.

Senate "B" allows municipalities to fix property tax assessments for a period of up to 3 years to the extent of 50% of the increased assessment if the cost of the improvements to be constructed is not less than \$100,000.

**EFFECTIVE DATE:** Sections 1 and 3 shall take effect July 1, 1992, Section 2 shall take effect July 1, 1993, Sections 4 and 5 take effect upon passage and shall be applicable to assessment years of municipalities commencing on or after 10/1/92.

**FURTHER EXPLANATION:**

STATE GRANT-IN-LIEU OF TAXES ON STATE OWNED PROPERTY - These payments are made in accordance with Sections 12-19a, 12-19b and 12-19c of the General Statutes. Eligible municipalities are reimbursed up to 20% of exempt taxes on state owned real property and 100% of the exempt taxes on prisons or jails.

**COMMITTEE ACTION**

Emergency Certification

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