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FISCAL NOTE(Form 1)
(Office of Fiscal Analysis)
Analyst: F 4/1/92
tc
Version:

BILL NUMBER: HB 5933
FILE NUMBER:
AMENDMENTS:

TITLE: "AN ACT CONCERNING THE GUARANTEE BY THE STATE OF CERTAIN OBLIGATIONS OF THE TOWN AND CITY OF WEST HAVEN"

FAVORABLY REPORTED BY Emergency Certification

EFFECTIVE DATE: Upon Passage

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FISCAL IMPACT STATEMENT - BILL NUMBER HB 5933

STATE IMPACT	See explanation below
MUNICIPAL IMPACT	Significant Impact on West Haven, see explanation below
STATE AGENCY(S)	Office of Policy and Management

EXPLANATION OF ESTIMATES:

STATE IMPACT: The bill could result in a potential cost to the state if the city of West Haven defaults on the obligations issued pursuant to the act.

There are no administrative costs to the Office of Policy and Management for the West Haven Finance Planning and Assistance Board as the city will fully reimburse the state for all expenses incurred by its activities.

MUNICIPAL IMPACT: The bill imposes constraints on the city's budget practices. The fiscal impact of this provision cannot be determined as it may result in a combination of lower spending and higher taxes.

The bill would result in a cost of approximately \$185,000 for personnel and related expenses to the City of West Haven for expenditures incurred by the West Haven Finance Planning and Assistance Board, established in the Office of Policy and Management.

Without the Legislation, the city would be unable to meet its obligations and this could result in bankruptcy for the city as well as a reduction in the ability of all other municipalities to access the financial markets.