

2852

FISCAL NOTE (Form 3)
(Office of Fiscal Analysis)
Analyst: *Cg* 5/27/92
tc
Version: 4

BILL NUMBER: SB 2016
FILE NUMBER:
AMENDMENTS: Senate "A" and "B"

TITLE: "AN ACT CONCERNING GRANTS IN LIEU OF TAXES ON STATE-OWNED REAL PROPERTY."

FAVORABLY REPORTED BY Emergency Certification

EFFECTIVE DATE: Various

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FISCAL IMPACT STATEMENT - BILL NUMBER SB 2016

STATE IMPACT Implements a Provision in the Budget (General Fund and Bradley Enterprise Fund), see below

MUNICIPAL IMPACT Revenue Loss, see below

STATE AGENCY(S) State Comptroller, Department of Housing, Office of Policy and Management

	Current FY	1992-93	1993-94
State Cost (savings)	:	:(2,227,631)	:
St Revenue (loss)	:	:	:
Net St Cost (savings)	:	:	:
Municipal Revenue	:	:(2,227,631)	:

EXPLANATION OF ESTIMATES:

STATE IMPACT: The bill as amended results in a state savings in the amount of \$2,227,631 reflected in SA 92-13, (the Appropriations Act) for fiscal year 1992-93. This savings results from limiting the PILOT grant payments to the amount appropriated rather than the statutory formula. The bill as amended requires the Bradley Enterprise Fund to reimburse the General Fund for its portion of the PILOT grant (\$1,137,258) before September 15th. This allows the PILOT account to be net funded because it will receive the Bradley Enterprise Fund reimbursement prior to the disbursement of the grant on September 30th. Currently, the General Fund is reimbursed after the grant payment is made. In addition, funds in the amount of \$1,015,000 have been included within SA 92-13 (the Appropriations Act) for

FY 1992-93 to be used by the Department of Housing for the administration of the Housing Partnership Program.

Senate "A" strikes the original bill and enacts the provisions mentioned above which implement a provision in the budget.

MUNICIPAL IMPACT: This bill as amended results in a municipal revenue loss of \$2,227,631 by limiting the PILOT grant payment to the amount appropriated.

In addition, since the amount of Housing Partnership funds which eligible municipalities would receive will not change, the passage of this bill is not expected to have a fiscal impact on those municipalities.

Senate "A" strikes the original bill and implements the provisions mentioned above.

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. The amendment also extends municipalities options to fix assessments of personal property located in manufacturing facilities. Since the legislation is enabling a fiscal impact cannot be determined.

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