House of Representatives



General Assembly

File No. 33

January Session, 2025

House Bill No. 6833

House of Representatives, March 3, 2025

The Committee on Planning and Development reported through REP. KAVROS DEGRAW of the 17th Dist., Chairperson of the Committee on the part of the House, that the bill ought to pass.

AN ACT CONCERNING THE LEGISLATIVE COMMISSIONERS' RECOMMENDATIONS FOR TECHNICAL REVISIONS TO STATUTES RELATING TO PLANNING AND DEVELOPMENT.

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

Section 1. Subsection (a) of section 4-124s of the general statutes is
 repealed and the following is substituted in lieu thereof (*Effective July 1*,
 2025):

- 4 (a) For purposes of this section:
- 5 (1) "Regional council of governments" means any such council 6 organized under the provisions of sections 4-124i to 4-124p, inclusive;

7 (2) "Municipality" means a town, city or consolidated town and 8 borough;

9 (3) "Legislative body" means the board of selectmen, town council, 10 city council, board of [alderman] <u>aldermen</u>, board of directors, board of 11 representatives or board of the warden and burgesses of a municipality;

12 (4) "Secretary" means the Secretary of the Office of Policy and13 Management or the designee of the secretary;

(5) "Regional educational service center" has the same meaning asprovided in section 10-282; and

- (6) "Employee organization" means any lawful association, labor
 organization, federation or council having as a primary purpose the
 improvement of wages, hours and other conditions of employment.
- Sec. 2. Section 7-339hh of the general statutes is repealed and thefollowing is substituted in lieu thereof (*Effective July 1, 2025*):
- Costs authorized for payment from a district master plan fund,
 established pursuant to section 7-339gg, are limited to:
- 23 (1) Costs of improvements made within the tax increment district, 24 including, but not limited to, (A) capital costs, including, but not limited 25 to, (i) the acquisition or construction of land, improvements, 26 infrastructure, public ways, parks, buildings, structures, railings, street 27 furniture, signs, landscaping, plantings, benches, trash receptacles, 28 curbs, sidewalks, turnouts, recreational facilities, structured parking, 29 transportation improvements, pedestrian improvements and other 30 related improvements, fixtures and equipment for public use; [,] (ii) the 31 acquisition or construction of land, improvements, infrastructure, 32 buildings, structures, including facades and signage, fixtures and 33 equipment for industrial, commercial, residential, mixed-use or retail 34 use or transit-oriented development; [,] (iii) the demolition, alteration, 35 remodeling, repair or reconstruction of existing buildings, structures 36 and fixtures; (iv) environmental remediation; (v) site preparation and 37 finishing work; and (vi) all fees and expenses associated with the capital 38 cost of such improvements, including, but not limited to, licensing and 39 permitting expenses and planning, engineering, architectural, testing, 40 legal and accounting expenses; (B) financing costs, including, but not 41 limited to, closing costs, issuance costs, reserve funds and capitalized

42 interest; (C) real property assembly costs; (D) costs of technical and 43 marketing assistance programs; (E) professional service costs, 44 including, but not limited to, licensing, architectural, planning, 45 engineering, development and legal expenses; (F) maintenance and 46 operation costs; (G) administrative costs, including, but not limited to, 47 reasonable charges for the time spent by municipal employees, other 48 agencies or third-party entities in connection with the implementation 49 of a district master plan; and (H) organizational costs relating to the 50 planning and the establishment of the tax increment district, including, 51 but not limited to, the costs of conducting environmental impact and 52 other studies and the costs of informing the public about the creation of 53 tax increment districts and the implementation of the district master 54 plan;

55 (2) Costs of improvements that are made outside the tax increment 56 district but are directly related to or are made necessary by the 57 establishment or operation of the tax increment district, including, but 58 not limited to, (A) that portion of the costs reasonably related to the 59 construction, alteration or expansion of any facilities not located within 60 the tax increment district that are required due to improvements or 61 activities within the tax increment district, including, but not limited to, 62 roadways, traffic signalization, easements, sewage treatment plants, 63 water treatment plants or other environmental protection devices, storm 64 or sanitary sewer lines, water lines, electrical lines, improvements to fire 65 stations, and street signs; (B) costs of public safety and public school 66 improvements made necessary by the establishment of the tax 67 increment district; and (C) costs of funding to mitigate any adverse 68 impact of the tax increment district upon the municipality and its 69 constituents;

(3) Costs related to economic development, environmental
improvements or employment training associated with the tax
increment district, including, but not limited to, (A) economic
development programs or events related to the tax increment district;
(B) environmental improvement projects developed by the municipality
related to the tax increment district; (C) the establishment of permanent

economic development revolving loan funds, investment funds and
grants; and (D) services and equipment necessary for employment skills
development and training, including scholarships to in-state
educational institutions for jobs created or retained in the tax increment
district; and

81 (4) Costs of improvements that are made outside the tax increment 82 district for the renovation or rehabilitation of a housing development 83 that is a set-aside development, as defined in subsection (a) of section 8-84 30g, for which development the deed covenants or restrictions that preserve such development as a set-aside development will expire in 85 86 not more than three years, provided the costs of such improvements are 87 paid pursuant to an agreement between the municipality and the owner 88 of such development in which the owner agrees to renew such deed 89 covenants or restrictions for not less than forty years.

90 Sec. 3. Section 7-393 of the general statutes is repealed and the 91 following is substituted in lieu thereof (*Effective July 1, 2025*):

92 Upon the completion of an audit, the independent auditor shall file 93 certified copies of the audit report [with] (1) with the appointing 94 authority, (2) in the case of a town, city or borough, with the clerk of 95 such town, city or borough, (3) in the case of a regional school district, 96 with the clerks of the towns, cities or boroughs in which such regional 97 school district is located and with the board of education, (4) in the case 98 of an audited agency, with the clerks of the towns, cities or boroughs in 99 which such audited agency is located, and (5) in each case, with the 100 Secretary of the Office of Policy and Management. Such copies shall be 101 filed within six months from the end of the fiscal year of the 102 municipality, regional school district or audited agency, but the 103 secretary may grant an extension of not more than thirty days, provided 104 the auditor making the audit and the chief executive officer of the 105 municipality, regional school district or audited agency shall jointly 106 submit a request in writing to the secretary stating the reasons for such 107 extension at least thirty days prior to the end of such six-month period. 108 If the reason for the extension relates to deficiencies in the accounting

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109 system of the municipality, regional school district or audited agency, 110 the request must be accompanied by a corrective action plan. The 111 secretary may, after a hearing with the auditor and officials of the 112 municipality, regional school district or audited agency, grant an 113 additional extension if conditions warrant, provided such extension 114 shall not exceed six months from the date the auditor was required to 115 file such copies. Said auditor shall preserve all of his or her working 116 papers employed in the preparation of any such audit until the 117 expiration of five years from the date of filing a certified copy of the 118 audit with the secretary and such working papers shall be available, 119 upon written request and upon reasonable notice from the secretary, 120 during such time for inspection by the secretary or his authorized 121 representative, at the office or place of business of the auditor, during 122 usual business hours. Any municipality, regional school district, 123 audited agency or auditor who fails to have the audit report filed on its 124 behalf within six months from the end of the fiscal year or within the 125 time granted by the secretary shall be referred by the secretary to the 126 Municipal Finance Advisory Commission established pursuant to 127 section 7-394b, assessed a civil penalty of not less than one thousand 128 dollars but not more than fifty thousand dollars or both, except that the 129 secretary may waive such penalties if, in the secretary's opinion, there 130 appears to be reasonable cause for not having completed or provided 131 the required audit report, provided an official of the municipality, 132 regional school district or audited agency or the auditor submits a 133 written request for such waiver. The secretary may impose any civil 134 penalty assessed pursuant to this section against a municipality, 135 regional school district or audited agency in the form of a reduction in 136 the amount of one or more grants awarded by the secretary, including, 137 but not limited to, any grant payable pursuant to section 12-18b.

Sec. 4. Subdivision (2) of subsection (a) of section 7-576e of the general
statutes is repealed and the following is substituted in lieu thereof
(*Effective July 1, 2025*):

(2) The Municipal Accountability Review Board may designate a tierIII municipality as a tier IV municipality based on a finding by the board

that the fiscal condition of such municipality warrants such a 143 144 designation based upon an evaluation of the following criteria: (A) The 145 balance in the municipal reserve fund; (B) the short and long-term liabilities of the municipality, including, but not limited to, the 146 147 municipality's ability to meet minimum funding levels required by law, contract or court order; (C) the initial budgeted revenue for the 148 municipality for the past five fiscal years as compared to the actual 149 150 revenue received by the municipality for such fiscal years; (D) budget 151 projections for the following five fiscal years; (E) the economic outlook 152 for the municipality; (F) the municipality's access to capital markets; and 153 (G) evidence of unsound or irregular financial practices in relation to 154 commonly accepted standards in municipal finance that the board 155 believes may materially affect the municipality's financial condition. For 156 the purpose of determining whether to make a finding pursuant to this 157 subdivision, the membership of the board shall additionally include the 158 chief elected official of such municipality, the treasurer of such 159 municipality and a member of the legislative body of such municipality, 160 as selected by such body. In conducting a vote on any such 161 determination, the treasurer of such municipality shall be a [non-voting] 162 nonvoting member of the board. The board shall submit such finding 163 and recommended designation to the secretary, who shall provide for a 164 thirty-day notice and public comment period related to such finding 165 and recommendation. Following the public notice and comment period, 166 the secretary shall forward the board's finding and recommended 167 designation and a report regarding the comments received in this regard 168 to the Governor. Following the receipt of such documentation from the 169 secretary, the Governor may approve or disapprove the board's 170 recommended designation.

171 Sec. 5. Section 7-576i of the general statutes is repealed and the 172 following is substituted in lieu thereof (*Effective July 1, 2025*):

(a) Any designated tier II, III [,] or IV municipality shall be eligible to
receive funding from the Municipal Restructuring Fund, which fund
shall be nonlapsing. A designated tier II, III or IV municipality seeking
such funds shall submit, for approval by the Secretary of the Office of

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177 Policy and Management, a plan detailing its overall restructuring plan, 178 including local actions to be taken and its proposed use of such funds. 179 Notwithstanding section 10-262j, a municipality may, as part of such 180 plan and in consultation with its local board of education, submit a 181 proposed reduction in the minimum budget requirement related to its education budget. The secretary shall consult with the Commissioner of 182 183 Education in approving or rejecting such proposed reduction. The 184 secretary shall consult with the Municipal Accountability Review Board 185 in making distribution decisions and attaching appropriate conditions 186 thereto, including the timing of any such distributions and whether such 187 funds shall be distributed in the form of a municipal restructuring fund 188 loan subject to repayment by the municipality. The distribution of such 189 assistance funds shall be based on the relative fiscal needs of the 190 requesting municipalities. The secretary may approve all, none or a 191 portion of the funds requested by a municipality. In attaching 192 conditions to such funding, the secretary shall consider the impact of 193 such conditions on the ability of a municipality to meet legal and other 194 obligations. The board shall monitor and report to the secretary on the 195 use of such funds and adherence to the conditions attached thereto. The 196 secretary shall develop and issue guidance on the (1) administration of 197 the Municipal Restructuring Fund, (2) criteria for participation by municipalities and requirements for plan submission, and (3) 198 prioritization for the awarding of assistance funds pursuant to this 199 200 section. Any municipality that receives funding from the Municipal 201 Restructuring Fund, in addition to the other responsibilities and 202 authority given to the board with respect to designated tiers II, III and 203 IV municipalities, shall be required to receive board approval of its 204 annual budgets.

(b) The secretary may distribute funds from the Municipal
Restructuring Fund to a third party on behalf of a designated tier II, tier
III or tier IV municipality. Funds received by a municipality pursuant to
this section may be used, in part, to pay an arbitrator selected pursuant
to clause (v) of subdivision (3) of subsection (a) of section 7-576e.

210 (c) Notwithstanding the provisions of subsection (a) of this section,

in making distributions from the Municipal Restructuring Fund, the
board shall give immediate consideration to any municipality that shall
default on debt obligations by January 1, 2018, without an immediate
distribution of such funds.

Sec. 6. Subdivision (3) of subsection (c) of section 7-622 of the general
statutes is repealed and the following is substituted in lieu thereof
(*Effective July 1, 2025*):

218 (3) If the administrator determines that an applicant requesting 219 assistance to pay for repairs to real property is eligible, (A) a licensed 220 home inspector or insurance adjuster with whom the Office of the 221 Comptroller has executed a contract for services, or (B) at such eligible 222 applicant's option, a licensed home inspector or insurance adjuster with 223 experience assessing flood damage who is approved by the 224 administrator and hired by such eligible applicant, shall evaluate the 225 damage to the applicant's property and provide a report concerning 226 such damage to the administrator. Such report shall be in a form and 227 manner prescribed by the administrator, and shall include, but need not 228 be limited to, a description of the damage to such eligible applicant's 229 property and the estimated cost to repair such damage. Not later than 230 thirty days after the receipt of such report, the administrator may award 231 a grant, in accordance with a formula established by the Comptroller, to 232 the eligible applicant, or at the administrator's discretion, provide such 233 grant to a contractor or vendor selected by the applicant to repair such 234 damage. Such formula shall include a reduction in the amount of any 235 such grant equal to any payments received by the applicant pursuant to 236 any claim made against a property and casualty insurance policy held 237 by such applicant for such damage.

Sec. 7. Subsection (b) of section 8-216a of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective July 1*,
2025):

(b) Any modification, amendment [,] or replacement of a contract
already in existence on or before October 1, 1973, shall not be subject to
the provisions of subsection (a) of this section without the mutual

consent of the parties thereto.

Sec. 8. Subsection (a) of section 12-170d of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective July 1*,
2025):

248 (a) Beginning with the calendar year 1973 and for each calendar year 249 thereafter, any renter of real property, or of a mobile manufactured 250 home, as defined in section 12-63a, which such renter occupies as his or 251 her home, who meets the qualifications set forth in this section, shall be 252 entitled to receive in the following year in the form of direct payment 253 from the state, a grant in refund of utility and rent bills actually paid by 254 or for such renter on such real property or mobile manufactured home 255 to the extent set forth in section 12-170e. Such grant by the state shall be 256 made upon receipt by the state of a certificate of grant with a copy of the 257 application therefor attached, as provided in section 12-170f. If the rental 258 quarters are occupied by more than one person, it shall be assumed for 259 the purposes of this section and sections 12-170e and 12-170f that each 260 of such persons pays his or her proportionate share of the rental and 261 utility expenses levied thereon and grants shall be calculated on that 262 portion of utility and rent bills paid that are applicable to the person 263 making application for grant under said sections. For purposes of this 264 section and sections 12-170e and 12-170f, a married couple shall 265 constitute one tenant, and a resident of cooperative housing shall be a 266 renter. To qualify for such payment by the state, the renter shall meet 267 qualification requirements in accordance with each of the following 268 subdivisions: (1) (A) At the close of the calendar year for which a grant 269 is claimed be sixty-five years of age or over, or his or her spouse who is 270 residing with such renter shall be sixty-five years of age or over, at the 271 close of such year, or be fifty years of age or over and the surviving 272 spouse of a renter who at the time of his or her death had qualified and 273 was entitled to tax relief under this chapter, provided such spouse was 274 domiciled with such renter at the time of his or her death, or (B) at the 275 close of the calendar year for which a grant is claimed be under age 276 sixty-five and eligible in accordance with applicable federal regulations, 277 to receive permanent total disability benefits under Social Security, or if

278 such renter has not been engaged in employment covered by Social 279 Security and accordingly has not qualified for Social Security benefits 280 but has become qualified for permanent total disability benefits under 281 any federal, state or local government retirement or disability plan, 282 including the Railroad Retirement Act and any government-related 283 teacher's retirement plan, determined by the Secretary of the Office of 284 Policy and Management to contain requirements in respect to 285 qualification for such permanent total disability benefits which are 286 comparable to such requirements under Social Security; (2) shall reside 287 within this state and shall have resided within this state for at least one 288 year or such renter's spouse who is domiciled with such renter shall 289 have resided within this state for at least one year and shall reside within 290 this state at the time of filing the claim and shall have resided within this 291 state for the period for which claim is made; (3) shall have taxable and 292 nontaxable income, the total of which shall hereinafter be called 293 "qualifying income", during the calendar year preceding the filing of 294 such renter's claim in an amount of not more than twenty thousand 295 dollars, jointly with spouse, if married, and not more than sixteen 296 thousand two hundred dollars if unmarried, provided such maximum 297 amounts of qualifying income shall be subject to adjustment in 298 accordance with subdivision (2) of subsection (a) of section 12-170e, and 299 provided the amount of any Medicaid payments made on behalf of the 300 renter or the spouse of the renter shall not constitute income; and (4) 301 shall not have received financial aid or subsidy from federal, state, 302 county or municipal funds, excluding Social Security receipts, 303 emergency energy assistance under any state program, emergency 304 energy assistance under any federal program, emergency energy 305 assistance under any local program, payments received under the 306 federal Supplemental Security Income Program, payments derived 307 from previous employment, veterans and veterans disability benefits 308 and subsidized housing accommodations, during the calendar year for 309 which a grant is claimed, for payment, directly or indirectly, of rent, 310 electricity, gas, water and fuel applicable to the rented residence. 311 Notwithstanding the provisions of subdivision (4) of this subsection, a 312 renter who receives cash assistance from the Department of Social

Services in the calendar year prior to that in which such renter files an 313 314 application for a grant may be entitled to receive such grant provided 315 the amount of the cash assistance received shall be deducted from the 316 amount of such grant and the difference between the amount of the cash 317 assistance and the amount of the grant is equal to or greater than ten 318 dollars. Funds attributable to such reductions shall be transferred 319 annually from the appropriation to the Office of Policy and Management, for tax relief for elderly renters, to the Department of 320 321 Social Services, to the appropriate accounts, following the issuance of 322 such grants. Notwithstanding the provisions of subsection (b) of section 323 12-170aa, the owner of a mobile manufactured home may elect to 324 receive benefits under section 12-170e in lieu of benefits under said 325 section 12-170aa.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2025	4-124s(a)
Sec. 2	July 1, 2025	7-339hh
Sec. 3	July 1, 2025	7-393
Sec. 4	July 1, 2025	7-576e(a)(2)
Sec. 5	July 1, 2025	7-576i
Sec. 6	July 1, 2025	7-622(c)(3)
Sec. 7	July 1, 2025	8-216a(b)
Sec. 8	July 1, 2025	12-170d(a)

PD Joint Favorable

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note

State Impact: None

Municipal Impact: None

Explanation

The bill, which makes technical changes, does not result in a fiscal impact to the state or municipalities.

The Out Years

State Impact: None

Municipal Impact: None

OLR Bill Analysis

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AN ACT CONCERNING THE LEGISLATIVE COMMISSIONERS' RECOMMENDATIONS FOR TECHNICAL REVISIONS TO STATUTES RELATING TO PLANNING AND DEVELOPMENT.

SUMMARY

This bill makes technical changes to various planning and development-related statutes.

EFFECTIVE DATE: July 1, 2025

COMMITTEE ACTION

Planning and Development Committee

Joint Favorable Yea 18 Nay 0 (02/14/2025)