House of Representatives



General Assembly

File No. 623

January Session, 2025

House Bill No. 7144

House of Representatives, April 9, 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 DISTRIBUTION OF FUNDS FROM THE REGIONAL PLANNING INCENTIVE ACCOUNT TO EACH REGIONAL COUNCIL OF GOVERNMENTS FOR THE HIRING OF CERTAIN PERSONNEL.

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

- Section 1. Section 4-66k of the general statutes is repealed and the
 following is substituted in lieu thereof (*Effective July 1, 2025*):
- 3 (a) There is established an account to be known as the "regional planning incentive account" which shall be a separate, nonlapsing 4 5 account within the General Fund. The account shall contain any moneys 6 required by law to be deposited in the account. Moneys in the account 7 shall be expended by the Secretary of the Office of Policy and 8 Management for the purposes of first providing funding to regional 9 planning organizations in accordance with the provisions of this section, 10 next providing grants for the support of regional election advisors 11 pursuant to section 9-229c and then providing grants under the regional

12 performance incentive program established pursuant to section 4-124s.

13 (b) (1) For the fiscal year ending June 30, 2014, funds from the regional 14 planning incentive account shall be distributed to each regional 15 planning organization, as defined in section 4-124i of the general 16 statutes, revision of 1958, revised to January 1, 2013, in the amount of 17 one hundred twenty-five thousand dollars. Any regional council of 18 governments that is comprised of any two or more regional planning 19 organizations that voluntarily consolidate on or before December 31, 20 2013, shall receive an additional payment in an amount equal to the 21 amount the regional planning organizations would have received if 22 such regional planning organizations had not voluntarily consolidated.

23 [(c)] (2) For the fiscal years ending June 30, 2015, to June 30, 2021, 24 inclusive, funds from the regional planning incentive account shall be 25 distributed to each regional council of governments formed pursuant to 26 section 4-124j, in the amount of one hundred twenty-five thousand 27 dollars plus fifty cents per capita, using population information from 28 the most recent federal decennial census. Any regional council of 29 governments that is comprised of any two or more regional planning 30 organizations, as defined in section 4-124i of the general statutes, 31 revision of 1958, revised to January 1, 2013, that voluntarily consolidated 32 on or before December 31, 2013, shall receive a payment in the amount 33 of one hundred twenty-five thousand dollars for each such regional 34 planning organization that voluntarily consolidated on or before said 35 date.

[(d) (1)] (3) For the fiscal years ending June 30, 2022, and June 30, 2023,
funds from the regional planning incentive account shall be distributed
to each regional council of governments formed pursuant to section 4124j, in the amount of one hundred eighty-five thousand five hundred
dollars plus sixty-eight cents per capita, using population information
from the most recent federal decennial census.

[(2)] (<u>4</u>) For the fiscal [year] <u>years</u> ending June 30, 2024, and [each
fiscal year thereafter] <u>June 30, 2025</u>, funds from the regional planning
incentive account shall be distributed to the regional [council] <u>councils</u>

45 of governments formed pursuant to section 4-124j, in the amount 46 totaling seven million dollars. Such funds shall be distributed under a 47 formula determined by the Secretary of the Office of Policy and 48 Management in consultation with the regional [council] councils of 49 governments, that includes (A) a base payment amount payable to each 50 such regional council, and (B) a per capita payment amount to each such 51 regional council based upon population data for each such regional 52 council from the most recent federal decennial census. [Such formula 53 shall be reviewed and updated every five years after the initial adoption 54 of such formula.]

55 (5) For the fiscal year ending June 30, 2026, and each fiscal year 56 thereafter, funds from the regional planning incentive account shall be 57 distributed to the regional councils of governments formed pursuant to section 4-124j as follows: (A) Each such regional council shall receive 58 59 four hundred thousand dollars, for the purpose of funding three 60 positions within each such council, including, but not limited to, a 61 regional building inspector position, to provide technical support for 62 the planning and development of additional housing in each such 63 council's region, and (B) an amount totaling seven million dollars shall 64 be distributed under a formula determined by the Secretary of the Office 65 of Policy and Management in consultation with the regional councils of 66 governments, that includes (i) a base payment amount payable to each 67 such regional council, and (ii) a per capita payment amount to each such 68 regional council based upon population data for each such regional 69 council from the most recent federal decennial census. Such formula 70 shall be reviewed and updated every five years after the initial adoption 71 of such formula.

[(3)] (c) Not later than July 1, 2021, and annually thereafter, each regional council of governments shall submit to the secretary a proposal for expenditure of the funds described in [subdivision (1) of this] subsection (b) of this section. Such proposal may include, but need not be limited to, a description of [(A)] (1) functions, activities or services currently performed by the state or municipalities that may be provided in a more efficient, cost-effective, responsive or higher quality manner 79 by such council, a regional educational service center or similar regional

80 entity; [(B)] (2) anticipated cost savings relating to the sharing of

81 government services, including, but not limited to, joint purchasing;

82 [(C)] (3) the standardization and alignment of various regions of the

83 state; or [(D)] (4) any other initiatives that may facilitate the delivery of

84 services to the public in a more efficient, cost-effective, responsive or

85 higher quality manner.

This act shall take effect as follows and shall amend the following sections:				
Section 1	July 1, 2025	4-66k		

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:

Agency Affected	Fund-Effect	FY 26 \$	FY 27 \$	
Policy & Mgmt., Off.	GF - Cost	\$3.6 million	\$3.6 million	
Note: GF=General Fund				

Municipal Impact: None

Explanation

The bill results in a cost of \$3.6 million to the Office of Policy and Management beginning in FY 26 to increase the regional service grant each Council of Government (COG) receives from the Regional Planning Incentive Account by \$400,000.¹

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

¹ There are nine regional councils of government in Connecticut.

OLR Bill Analysis

HB 7144

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SUMMARY

Beginning with the 2026 fiscal year, this bill increases by \$400,000 the regional services grant amount that each regional council of governments (COG) annually receives from the Regional Planning Incentive Account. Each COG must use this additional amount to fund three positions, including a regional building inspector to provide technical support for planning and developing housing. Under current law, the regional services grants to the nine COGs must total \$7 million each year, with each receiving a base amount and per-capita amount.

EFFECTIVE DATE: July 1, 2025

BACKGROUND

Regional Planning Incentive Account

The Regional Planning Incentive Account is a separate, nonlapsing General Fund account funded by 6.7% of the revenue generated by the room occupancy tax and 10.7% of the revenue generated by the rental car tax (CGS § 12-411(1)(J)).

Related Bill

SB 1186 (File 201), favorably reported by the Planning and Development Committee, primarily increases the per-capita portion of the regional services grant calculation if the consumer price index increases.

COMMITTEE ACTION

Planning and Development Committee

Joint Favorable

Yea 15 Nay 4 (03/21/2025)