



General Assembly

January Session, 2025

***Raised Bill No. 7122***

LCO No. 5350



Referred to Committee on VETERANS' AND MILITARY  
AFFAIRS

Introduced by:  
(VA)

***AN ACT EXCLUDING VETERANS' DISABILITY PAYMENTS FROM  
QUALIFYING INCOME WHEN DETERMINING CERTAIN PROPERTY  
TAX RELIEF.***

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

1 Section 1. Subsection (a) of section 12-81kk of the general statutes is  
2 repealed and the following is substituted in lieu thereof (*Effective October*  
3 *1, 2025*):

4 (a) Any municipality, by vote of its legislative body or, in a  
5 municipality where the legislative body is a town meeting, by vote of  
6 the board of selectmen, may provide that any veteran, as defined in  
7 section 27-103, whose federal adjusted gross income, exclusive of any  
8 veterans' disability payments, is fifty thousand one hundred dollars or  
9 less shall be entitled to an exemption from the tax imposed under this  
10 chapter on any dwelling owned and occupied by such veteran as such  
11 veteran's primary residence, in an amount equal to ten per cent of the  
12 assessed value of such primary residence.

13 Sec. 2. Subdivision (1) of subsection (b) of section 12-170aa of the

14 general statutes is repealed and the following is substituted in lieu  
15 thereof (*Effective October 1, 2025*):

16 (b) (1) The program established by this section shall provide for a  
17 reduction in property tax, except in the case of benefits payable as a  
18 grant under certain circumstances in accordance with provisions in  
19 subsection (j) of this section, applicable to the assessed value of certain  
20 real property, determined in accordance with subsection (c) of this  
21 section, for any (A) owner of real property, including any owner of real  
22 property held in trust for such owner, provided such owner or such  
23 owner and such owner's spouse are the grantor and beneficiary of such  
24 trust, (B) tenant for life or tenant for a term of years liable for property  
25 tax under section 12-48, or (C) resident of a multiple-dwelling complex  
26 under certain contractual conditions as provided in subsection (j) of this  
27 section, who (i) at the close of the preceding calendar year has attained  
28 age sixty-five or over, or whose spouse domiciled with such  
29 homeowner, has attained age sixty-five or over at the close of the  
30 preceding calendar year, or is fifty years of age or over and the surviving  
31 spouse of a homeowner who at the time of such homeowner's death had  
32 qualified and was entitled to tax relief under this section, provided such  
33 spouse was domiciled with such homeowner at the time of such  
34 homeowner's death, or (ii) at the close of the preceding calendar year  
35 has not attained age sixty-five and is eligible in accordance with  
36 applicable federal regulations to receive permanent total disability  
37 benefits under Social Security, or has not been engaged in employment  
38 covered by Social Security and accordingly has not qualified for benefits  
39 thereunder but who has become qualified for permanent total disability  
40 benefits under any federal, state or local government retirement or  
41 disability plan, including the Railroad Retirement Act and any  
42 government-related teacher's retirement plan, determined by the  
43 Secretary of the Office of Policy and Management to contain  
44 requirements in respect to qualification for such permanent total  
45 disability benefits that are comparable to such requirements under  
46 Social Security; and in addition to qualification under clause (i) or (ii) of  
47 this subdivision, whose taxable and nontaxable income, the total of

48 which shall hereinafter be called "qualifying income", in the tax year of  
 49 such homeowner ending immediately preceding the date of application  
 50 for benefits under the program in this section, was not in excess of  
 51 sixteen thousand two hundred dollars, if unmarried, or twenty  
 52 thousand dollars, jointly with spouse if married, subject to adjustments  
 53 in accordance with subdivision (2) of this subsection, evidence of which  
 54 income shall be required in the form of a signed affidavit to be submitted  
 55 to the assessor in the municipality in which application for benefits  
 56 under this section is filed. Such affidavit may be filed electronically, in  
 57 a manner prescribed by the assessor. The amount of any Medicaid  
 58 payments, and the amount of any veterans' disability payments, made  
 59 on behalf of such homeowner or the spouse of such homeowner shall  
 60 not constitute income. The amount of tax reduction provided under this  
 61 section, determined in accordance with and subject to the variable  
 62 factors in the schedule of amounts of tax reduction in subsection (c) of  
 63 this section, shall be allowed only with respect to a residential dwelling  
 64 owned by such qualified homeowner and used as such homeowner's  
 65 primary place of residence. If title to real property or a tenancy interest  
 66 liable for real property taxes is recorded in the name of such qualified  
 67 homeowner or his spouse making a claim and qualifying under this  
 68 section and any other person or persons, the claimant hereunder shall  
 69 be entitled to pay his fractional share of the tax on such property  
 70 calculated in accordance with the provisions of this section, and such  
 71 other person or persons shall pay his or their fractional share of the tax  
 72 without regard for the provisions of this section, unless also qualified  
 73 hereunder. For the purposes of this section, a "mobile manufactured  
 74 home", as defined in section 12-63a, or a dwelling on leased land,  
 75 including but not limited to a modular home, shall be deemed to be real  
 76 property and the word "taxes" shall not include special assessments,  
 77 interest and lien fees.

78 Sec. 3. Section 12-81l of the general statutes is repealed and the  
 79 following is substituted in lieu thereof (*Effective October 1, 2025*):

80 Whenever used in sections 12-81f, 12-81g, 12-81i, 12-81j, 12-81ii and  
 81 12-81jj, "qualifying income" means, with respect to any person making

82 application for exemption from property tax as provided under any of  
 83 said sections, such person's total adjusted gross income as determined  
 84 for purposes of the federal income tax plus any other income not  
 85 included in such adjusted gross income, individually if unmarried, or  
 86 jointly with spouse if married, during the calendar year ending  
 87 immediately preceding the filing of a claim for any such exemption, but  
 88 does not include veterans' disability payments. For purposes of  
 89 determining eligibility for any of such exemptions, such qualifying  
 90 income may not exceed fourteen thousand dollars, if unmarried, or  
 91 sixteen thousand dollars, jointly with spouse, if married, provided in no  
 92 event shall such maximum amounts of qualifying income with respect  
 93 to any such person be less than the maximum amount of such qualifying  
 94 income in the case of a married or unmarried person, whichever is  
 95 applicable, under subsection (b) of section 12-170aa, as amended by this  
 96 act, and in the event that such maximum qualifying income under this  
 97 section is less than the comparable amount under said subsection (b) of  
 98 section 12-170aa, as amended by this act, for any assessment year, such  
 99 amount under this section shall be made equivalent to that under said  
 100 subsection (b) of section 12-170aa, as amended by this act, for purposes  
 101 of determining eligibility under this section for such assessment year.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>October 1, 2025</i>	12-81kk(a)
Sec. 2	<i>October 1, 2025</i>	12-170aa(b)(1)
Sec. 3	<i>October 1, 2025</i>	12-81l

**VA**            *Joint Favorable*

**PD**            *Joint Favorable*