

General Assembly

January Session, 2025

## Substitute Bill No. 7208

## AN ACT CONCERNING REFERENDA ON THE SALE OF MUNICIPAL AUTHORITIES, DEPARTMENTS, AGENCIES OR ASSETS THEREOF OR THE PRIVATIZATION OF MUNICIPAL SERVICES OR FUNCTIONS.

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

1 Section 1. (NEW) (Effective July 1, 2025) (a) (1) Notwithstanding the 2 provisions of any special act, charter or home rule ordinance and except 3 as provided in subsection (b) of this section, in any municipality where 4 the legislative body has authorized, on or after July 1, 2025, such 5 municipality to enter into an agreement for (A) the sale of any municipal 6 authority, department or agency, or any asset of any such authority, 7 department or agency, or (B) the provision of services or the 8 performance of functions by a private company that are substantially 9 similar to and in lieu of services provided or functions performed by 10 municipal employees, a petition signed by five per cent or more of the 11 electors of such municipality, and complying with the provisions of 12 section 7-9 of the general statutes, may be filed with the municipal clerk, 13 not later than thirty days after the legislative body has granted such 14 authorization, proposing that such authorization be submitted to the 15 electors of the municipality at the next regular election. Until the 16 expiration of such thirty-day period and unless the municipal clerk 17 determines that such petition fails to satisfy the requirements of this 18 subdivision, the municipality shall not finalize entering into any

19 agreement described in this subdivision.

20 (2) If the municipal clerk determines that a petition described in 21 subdivision (1) of this subsection satisfies the requirements of said 22 subdivision, such municipal clerk shall notify the legislative body and 23 chief executive officer of such municipality that the necessary action has 24 been taken for submission to the electors and a referendum shall be held 25 at the next regular election, in accordance with the provisions of chapter 26 152 of the general statutes, on whether to approve of the legislative 27 body's authorization under subdivision (1) of this subsection.

28 (3) If a majority of the electors voting at the referendum held pursuant 29 to subdivision (2) of this subsection approve of the legislative body's 30 authorization under subdivision (1) of this subsection, the municipality 31 may proceed with entering into an agreement for the purposes of 32 subparagraph (A) or (B) of subdivision (1) of this subsection, as 33 applicable. If a majority of such electors do not so approve, the 34 municipality shall not so proceed and shall be prohibited from entering 35 into any agreement for such purposes, with respect to such municipal 36 authority, department, agency or any asset thereof or with respect to 37 such services provided or functions performed, for a period of five 38 years.

(b) In any municipality operating under a special act, charter or home rule ordinance pursuant to which less than five per cent of the electors of such municipality may file a petition to hold a referendum on a matter described in subdivision (1) of subsection (a) of this section, the provisions of such special act, charter or home rule ordinance shall prevail over the provisions of subsection (a) of this section.

This act shall take effect as follows and shall amend the following sections:

Section 1	July 1, 2025	New section

## Statement of Legislative Commissioners:

In Subsec. (a)(2), "under said subdivision (1)" was changed to "under subdivision (1) of this subsection" for consistency with standard drafting conventions; and in Subsec. (a)(3), "subparagraph (A) or (B), as applicable, of subdivision (1) of this subsection" was changed to "subparagraph (A) or (B) of subdivision (1) of this subsection, as applicable" for consistency with standard drafting conventions.

GAE Joint Favorable Subst.