

Substitute Bill No. 7239

January Session, 2025

General Assembly

## AN ACT ESTABLISHING A PUBLIC SCHOOL DISTRICT REPAIR AND IMPROVEMENT PROJECT PROGRAM.

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

1 Section 1. (NEW) (*Effective July 1, 2025*) (a) As used in this section:

(1) "Public school operator" means any (A) local or regional board of
education, (B) regional educational service center, (C) interdistrict
magnet school operator described in section 10-264s of the general
statutes, (D) endowed academy approved pursuant to section 10-34 of
the general statutes, or (E) state charter school;

7 (2) "District repair and improvement project" means a capital 8 expenditure project, approved by a public school operator, for any of 9 the following: (A) The construction, renovation, repair or enlargement 10 of school buildings or school grounds, including parking lots, athletic 11 fields and playgrounds; (B) improvements to school facilities for 12 compliance with health, safety or code requirements; or (C) the 13 purchase, installation or maintenance of or improvements to fixed 14 school infrastructure, including, but not limited to, heating, ventilation 15 and air conditioning systems, plumbing, electrical systems and roofing;

(3) "Number of students enrolled" means the number of all studentsenrolled in a school or schools, as applicable, under the jurisdiction of a

18 public school operator on October first or the full school day19 immediately preceding such date;

20 (4) "Number of students eligible for free or reduced price meals or 21 free milk" means the number of students enrolled in a school or schools, 22 as applicable, under the jurisdiction of a public school operator on 23 October first or the full school day immediately preceding such date, in 24 families that meet the income eligibility guidelines established by the 25 federal Department of Agriculture for free or reduced price meals or free 26 milk under the National School Lunch Program, established pursuant 27 to P.L. 79-396; and

28 (5) "Total need students" means the sum of: (A) The number of 29 students enrolled for the school year; (B) thirty per cent of the number 30 of students eligible for free or reduced price meals or free milk; (C) 31 fifteen per cent of the number of students eligible for free or reduced 32 price meals or free milk in excess of the number of students eligible for 33 free or reduced price meals that is equal to sixty per cent of the total 34 number of resident students of the town for the school year; (D) twenty-35 five per cent of the number of students enrolled who are multilingual 36 learners, as defined in section 10-170 of the general statutes; and (E) 37 thirty per cent of the number of students enrolled who require special 38 education, as defined in section 10-76a of the general statutes.

39 (b) (1) There is established a public school district repair and 40 improvement project program to assist public school operators with the 41 costs of minor capital repairs, improvements and maintenance, mitigate 42 such operators' need for more costly and extensive renovations and 43 construction in the future and improve accessibility to safe and well-44 maintained school buildings and grounds for students and educators. 45 On February first of each year, not more than the amount as authorized 46 by the General Assembly for the fiscal year from the resources of the 47 district repair and improvement account established under subsection 48 (h) of this section shall be allocated to the Secretary of the Office of Policy 49 and Management, who shall allocate an amount to each public school 50 operator in accordance with the provisions of subsection (c) of this

51 section. The secretary shall credit all such allocated moneys to a 52 subaccount for each public school operator and make district repair and 53 improvement project grants from such subaccounts to such public 54 school operator pursuant to the provisions of this section. The secretary 55 shall maintain records indicating, for each public school operator's 56 subaccount, the amount credited to the subaccount each year, the 57 amount paid out in district repair and improvement project grants and 58 charged to the subaccount and the balance available for additional 59 district repair and improvement project grants.

60 (2) No amounts allocated under this section shall be used to satisfy a
61 local matching requirement for any state assistance program or for any
62 school building project under section 10-283 of the general statutes.

63 (c) (1) Each allocation under subsection (b) of this section shall be 64 made to a public school operator in accordance with the following 65 formula: (A) Fifty per cent of the amount shall be allocated pro rata on 66 the basis of the following ratio: The public school operator's total need 67 students enrolled in a school or schools, as applicable, under the 68 jurisdiction of the public school operator for the fiscal year prior to the 69 year in which the grant is to be paid to the total need students enrolled 70 in all such schools in the state for the fiscal year prior to the year in which 71 the grant is to be paid; (B) twenty per cent of the amount shall be 72 allocated equally among all public school operators; and (C) thirty per 73 cent of the amount shall be allocated pro rata on the basis of the 74 following ratio: The total number of students enrolled in a school or 75 schools, as applicable, under the jurisdiction of a public school operator 76 for the fiscal year prior to the year in which the grant is to be paid 77 multiplied by the inverse of the adjusted equalized net grand list per 78 capita of such public school operator, which shall be the numerator of 79 the fraction, and the sum of the resulting products for all the schools 80 under the jurisdiction of a public school operator, which shall be the 81 denominator of the fraction.

82 (2) For the purposes of this subsection, the adjusted equalized net 83 grand list per capita of a public school operator shall be determined as 84 follows:

(A) For a local board of education, the adjusted equalized net grand
list per capita shall be the same as the adjusted equalized net grand list
per capita, as defined in section 10-261 of the general statutes, of the
town of such board;

(B) For a regional board of education, a regional educational service center, an interdistrict magnet school operator described in section 10-264s of the general statutes or an endowed academy, the adjusted equalized net grand list per capita shall be determined by such entity's rank under section 10-285a of the general statutes, where the adjusted equalized net grand list per capita shall be the same as the adjusted equalized net grand list per capita of a town with the same ranking; and

96 (C) For a charter school, the adjusted equalized net grand list per 97 capita shall be the same as the adjusted equalized net grand list per 98 capita, as defined in section 10-261 of the general statutes, of the town 99 in which such charter school is located.

(d) On March first of each year, the Secretary of the Office of Policy
and Management shall notify each public school operator of the amount
allocated to such public school operator pursuant to subsections (b) and
(c) of this section and shall post on said office's Internet web site such
allocation amounts and the calculations for all public school operators.

(e) Allocated moneys credited to the subaccount of a public school
operator in accordance with subsection (b) of this section shall be issued
as a grant by the secretary to the public school operator not later than
June thirtieth of each fiscal year. Such public school operator shall use
such grants for reimbursement and costs associated with district repair
and improvement projects.

(f) Not later than September 1, 2027, and annually thereafter, each
public school operator issued a grant pursuant to subsection (e) of this
section in the preceding fiscal year shall submit a report to the Secretary
of the Office of Policy and Management, in a form and manner

115 prescribed by the secretary, describing each district repair and 116 improvement project for which amounts were expended in such fiscal 117 year and the amounts expended for each such project. Such report shall 118 include a certification by the public school operator that (1) the district 119 repair and improvement project was approved by the public school 120 operator or a board, council or other body responsible for overseeing 121 such project, and (2) no grant money allocated under this section to such 122 public school operator for such fiscal year was used to satisfy a local 123 matching requirement for any state assistance program or for any school 124 building project under section 10-283 of the general statutes. The 125 secretary shall post all reports submitted pursuant to this subsection on 126 said office's Internet web site.

127 (g) Each public school operator receiving a district repair and 128 improvement project grant under this section shall retain, for a period 129 of not less than three years following the completion of such project, 130 detailed accounting records of all expenses incurred relative to the 131 district repair and improvement project for which a grant is received. If 132 the Secretary of the Office of Policy and Management determines that 133 such records are not maintained or a review of such records indicates 134 that such grant, or any portion thereof, was used for other than its 135 intended purpose, the secretary shall provide written notification to the 136 public school operator of such finding. Upon issuing a finding under 137 this section, the secretary may require the public school operator to 138 promptly pay to the state an amount equal to the amount of the grant or 139 may cause the amount of any future grant made under this section to be 140 reduced by such amount.

(h) There is established an account to be known as the "district repair
and improvement account", which shall be a separate, nonlapsing
account. The account shall contain any moneys required by law to be
deposited in the account. Moneys in the account shall be expended by
the Secretary of the Office of Policy and Management for the purposes
of this section.

147 (i) For the purposes described in subsections (b) and (c) of this section,

the State Bond Commission shall have the power from time to time to
authorize the issuance of bonds of the state in one or more series and in
principal amounts not exceeding in the aggregate sixty million dollars,
provided thirty million dollars of said authorization shall be effective
July 1, 2026.

(j) The proceeds of the sale of such bonds, to the extent of the amount stated in subsection (i) of this section, shall be used by the Office of Policy and Management for the purposes of subsections (b) and (c) of this section.

157 (k) All provisions of section 3-20 of the general statutes, or the 158 exercise of any right or power granted thereby, that are not inconsistent 159 with the provisions of this section are hereby adopted and shall apply 160 to all bonds authorized by the State Bond Commission pursuant to this 161 section. Temporary notes in anticipation of the money to be derived 162 from the sale of any such bonds so authorized may be issued in 163 accordance with section 3-20 of the general statutes and from time to 164 time renewed. Such bonds shall mature at such time or times not 165 exceeding twenty years from their respective dates as may be provided 166 in or pursuant to the resolution or resolutions of the State Bond Commission authorizing such bonds. None of such bonds shall be 167 authorized except upon a finding by the State Bond Commission that 168 169 there has been filed with it a request for such authorization that is signed 170 by or on behalf of the Secretary of the Office of Policy and Management 171 and states such terms and conditions as said commission, in its 172 discretion, may require. Such bonds issued pursuant to this section shall 173 be general obligations of the state and the full faith and credit of the state 174 of Connecticut are pledged for the payment of the principal of and 175 interest on such bonds as the same become due, and accordingly and as 176 part of the contract of the state with the holders of such bonds, 177 appropriation of all amounts necessary for punctual payment of such 178 principal and interest is hereby made, and the State Treasurer shall pay 179 such principal and interest as the same become due.

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

Section 1	July 1, 2025	New section

**FIN** Joint Favorable Subst.