

General Assembly

January Session, 2025

Raised Bill No. 1242

Referred to Committee on TRANSPORTATION

Introduced by: (TRA)

AN ACT FUNDING SMALL HARBOR IMPROVEMENT PROJECTS.

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

Section 1. Section 102 of public act 21-111, as amended by section 82
 of public act 23-205, is amended to read as follows (*Effective July* 1, 2025):

3 (a) The State Bond Commission shall authorize the issuance of bonds 4 of the state, in accordance with the provisions of section 3-20 of the 5 general statutes, in principal amounts not exceeding in the aggregate twenty million dollars for the Connecticut Port Authority established 6 7 pursuant to section 15-31a of the general statutes. [The amount 8 authorized for the issuance and sale of such bonds in each of the 9 following fiscal years shall not exceed the following corresponding 10 amount for each such fiscal year, provided, to the extent the authority 11 does not provide for the use of all or a portion of such amount in any 12 such fiscal year, such amount not provided for shall be carried forward 13 and added to the authorized amount for the next succeeding fiscal year, 14 and, provided further, the costs of issuance and capitalized interest, if 15 any, may be added to the capped amount in each fiscal year, and each 16 of the authorized amounts shall be effective on July first of the fiscal year

17 indicated as follows:

T1	Fiscal Year Ending	Amount
T2	June Thirtieth	
T3	2022	\$5,000,000
T4	2023	5,000,000
Т5	2024	2,500,000
T6		
T7	2025	2,500,000
T8		
Т9	2026	5,000,000
T10	Total	\$20,000,000]

18 (b) [The State Bond Commission shall approve a memorandum of 19 understanding between the Connecticut Port Authority and the state, 20 acting by and through the Secretary of the Office of Policy and 21 Management and the Treasurer, providing for the issuance of said 22 bonds for the purposes of projects undertaken by the Connecticut Port 23 Authority regarding ports not located in the towns of New Haven, New 24 London or Bridgeport, including provisions regarding the extent to 25 which federal, private or other moneys then available or thereafter to be 26 made available for costs should be added to the proceeds of the bonds 27 authorized pursuant to this section for such projects. The memorandum 28 of understanding shall be deemed to satisfy the provisions of section 3-29 20 of the general statutes and the exercise of any right or power granted 30 thereby that is not inconsistent with the provisions of this section.] The 31 proceeds of the sale of such bonds, to the extent of the amount stated in 32 subsection (a) of this section, shall be deposited into the small harbor 33 improvement projects account, established pursuant to section 13b-55d 34 of the general statutes, as amended by this act.

(c) All provisions of section 3-20 of the general statutes, or the exercise
of any right or power granted thereby, that are not inconsistent with the

37 provisions of this section are hereby adopted and shall apply to all 38 bonds authorized by the State Bond Commission pursuant to this 39 section. Temporary notes in anticipation of the money to be derived 40 from the sale of any such bonds so authorized may be issued in 41 accordance with said section, and from time to time renewed. All bonds 42 issued pursuant to this section shall be general obligations of the state 43 and the full faith and credit of the state of Connecticut are pledged for 44 the payment of the principal of and interest on said bonds as the same 45 become due, and accordingly and as part of the contract of the state with 46 the holders of said bonds, appropriation of all amounts necessary for 47 punctual payment of such principal and interest is hereby made, and the Treasurer shall pay such principal and interest as the same become 48 49 due.

50 [(d) Subject to the amount of limitations of the capping provisions in 51 subsection (a) of this section, the principal amount of the bonds 52 authorized under this section shall be deemed to be an appropriation 53 and allocation of such amount, and such approval of such request shall 54 be deemed the allotment by the Governor of such capital outlays within 55 the meaning of section 4-85 of the general statutes.]

56 Sec. 2. Section 13b-55d of the general statutes is repealed and the 57 following is substituted in lieu thereof (*Effective July 1, 2025*):

(a) <u>As used in this section, "small harbor" means any harbor in the</u>
state not under the authority of the Connecticut Port Authority.

60 (b) The Connecticut Port Authority shall establish an account to be 61 known as the "small harbor improvement projects account". There shall 62 be deposited in the account: (1) The proceeds of notes, bonds or other 63 obligations issued by the state for the purpose of deposit therein and 64 used in accordance with the permissible uses thereof; (2) funds 65 appropriated by the General Assembly for the purpose of deposit 66 therein and used in accordance with the permissible uses thereof; and 67 (3) any other funds required or permitted by law to be deposited in the

account. The funds in said account shall be expended by the authority
for the purposes described in subsection [(b)] (c) of this section. [As used
in this section, "small harbor" means any harbor in the state not under
the authority of the Connecticut Port Authority.]

72 [(b)] (c) The small harbor improvement projects account may be used 73 (1) for federal and nonfederal dredging projects in small harbors to (A) 74 support, in full or in part, local and state matching requirements for such 75 projects; (B) cover the incremental costs associated with applicable 76 environmental regulatory requirements or management practices, 77 including beneficial use; and (C) cover part or all of the costs of such 78 projects in the absence of adequate federal funds; [and] (2) to fund 79 private maritime infrastructure projects in small harbors, provided all 80 applicable permits and authorizations are obtained before such private 81 maritime infrastructure projects receive any such funding; and (3) to 82 provide reimbursement for dredging projects that were approved by the 83 Connecticut Port Authority for funding or that commenced prior to the 84 disbursement of such funds due to time considerations that impacted 85 the flow of commerce at such small harbor. If the account is used for the 86 purpose described in subparagraph (C) of subdivision (1) of this 87 subsection, the authority shall pursue reimbursement to the account 88 from the federal government.

[(c)] (d) The authority shall adopt procedures in accordance with section 1-121 to implement the provisions of this section, including, but not limited to, a process for contracting for projects in small harbors under this section.

93 Sec. 3. Subsection (m) of section 32 of public act 15-1 of the June 94 special session is amended to read as follows (*Effective July 1, 2025*):

(m) For the Connecticut Port Authority: Grants-in-aid for
improvements to ports, harbors and marinas, including dredging and
navigational improvements, and reimbursement for dredging projects
at small harbors, as defined in section 13b-55d, as amended by this act,

- 99 not exceeding \$17,500,000, provided not less than \$5,000,000 shall be
- 100 made available to the ports, harbors and marinas in the state other than
- 101 the deep water ports in the cities of Bridgeport, New Haven and New
- 102 London.

This act shall take effect as follows and shall amend the following sections:			
Section 1	July 1, 2025	PA 21-111, Sec. 102	
Sec. 2	July 1, 2025	13b-55d	
Sec. 3	July 1, 2025	PA 15-1 of the June Sp.	
		Sess., Sec. 32(m)	

Statement of Purpose:

To provide funding for small harbor improvement projects and permit such funds to be used for the reimbursement of dredging projects at small harbors.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]