

General Assembly

January Session, 2025

Bill No. 1553

LCO No. 7127

Referred to Committee on NO COMMITTEE

Introduced by: SEN. LOONEY, 11<sup>th</sup> Dist. REP. RITTER, 1<sup>st</sup> Dist. SEN. DUFF, 25<sup>th</sup> Dist. REP. ROJAS, 9<sup>th</sup> Dist.

## AN ACT EXCLUDING APRIL 20, 2025, FROM THE PERIOD OF EARLY VOTING PRIOR TO THE DAY OF A SPECIAL ELECTION AND SUSPENDING THE MUNICIPAL REVENUE SHARING ACCOUNT SPENDING CAP.

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

Section 1. Subdivision (3) of subsection (a) of section 9-163aa of the
 general statutes is repealed and the following is substituted in lieu
 thereof (*Effective from passage*):

(3) (A) Any eligible elector may vote prior to the day of a special
election, in accordance with the provisions of this section, during a
period of early voting at each special election held on or after April 1,
2024.

8 (B) Subject to the provisions of subdivision (4) of this subsection, any 9 eligible elector may vote prior to the day of a presidential preference 10 primary, in accordance with the provisions of this section, during a 11 period of early voting at each presidential preference primary held on 12 or after April 1, 2024.

<ol> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> </ol>	(C) The period of early voting under subparagraph (A) or (B) of this subdivision shall (i) notwithstanding the provisions of section 9-2, commence on the fifth day prior to and conclude on the second day prior to such special election or such presidential preference primary, except that such commencing and concluding days shall be adjusted to exclude from such period [March 31, 2024] <u>April 20, 2025</u> , and any legal holiday designated, appointed or recommended under section 1-4, and (ii) consist of four total days between and inclusive of such commencement and conclusion, as may be adjusted pursuant to subparagraph (C)(i) <u>of this subdivision</u> , and at such times as provided in subdivision (2) of subsection (c) of section 9-174.		
25	following is substituted in lieu thereof ( <i>Effective October 1, 2025</i> ):		
26	(a) For the purposes of this section:		
27 28	(1) "FY 15 mill rate" means the mill rate a municipality used during the fiscal year ending June 30, 2015;		
29 30	(2) "Mill rate" means, unless otherwise specified, the mill rate a municipality uses to calculate tax bills for motor vehicles;		
31 32	(3) "Municipality" means any town, city, consolidated town and city or consolidated town and borough;		
33	(4) "Municipal spending" means:		
T1	Municipal Municipal		
T2	spending for spending for the fiscal year – the fiscal year		
T3	prior to the two years		
Τ4 Τ5	current fiscal prior to the		
T5 T6	year current year		
10			

Τ7	X 100 = Municipal spending;			
T8	Municipal spending for the fiscal			
Т9	year two years prior to the			
T10	current year			
34	"Municipal spending" does not include expenditures for debt service,			
35	special education, implementation of court orders or arbitration awards,			
36	expenditures associated with a major disaster or emergency declaration			
37	by the President of the United States, a disaster emergency declaration			
38	issued by the Governor pursuant to chapter 517 or any disbursement			
39	made to a district pursuant to subsection (c) or (e) of this section,			
40	budgeting for an audited deficit, nonrecurring grants, capital			
41	expenditures or payments on unfunded pension liabilities.			
42	(5) "Per capita distribution" means:			
T11	Municipal population			
T12	X Sales tax revenue = Per capita distribution;			
T13	Total state population			
43	(6) "Pro rata distribution" means:			
T14	Municipal weighted			
T15	mill rate			
T16	calculation			
T17	X Sales tax revenue = Pro rata distribution;			
T18	Sum of all municipal			
T19	weighted mill rate			
T20	calculations combined			
44	(7) "Regional council of governments" means any such council			
45	organized under the provisions of sections 4-124i to 4-124p, inclusive;			
46	(8) "Municipal population" means the number of persons in a			
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47 municipality according to the most recent estimate of the Department of48 Public Health:

(9) "Total state population" means the number of persons in this state
according to the most recent estimate published by the Department of
Public Health;

52 (10) "Weighted mill rate" means a municipality's FY 15 mill rate 53 divided by the average of all municipalities' FY 15 mill rate;

54 (11) "Weighted mill rate calculation" means per capita distribution
55 multiplied by a municipality's weighted mill rate;

56 (12) "Sales tax revenue" means the moneys in the account remaining 57 for distribution pursuant to subdivision (3) of subsection (b) of this 58 section;

59 (13) "District" means any district, as defined in section 7-324; [and]

60 (14) "Secretary" means the Secretary of the Office of Policy and 61 Management<u>;</u>

62 (15) "Adopted budget expenditures" means any expenditure from a
 63 municipality's general fund or any nonbudgeted funds; and

64 (16) "Capital expenditure" means a nonrecurring capital expenditure
 65 of one hundred thousand dollars or more.

(b) There is established an account to be known as the "municipal
revenue sharing account" which shall be a separate, nonlapsing account
within the General Fund. The account shall contain any moneys
required by law to be deposited in the account. The secretary shall set
aside and ensure availability of moneys in the account in the following
order of priority and shall transfer or disburse such moneys as follows:

(1) For the fiscal years ending June 30, 2022, and June 30, 2023,moneys sufficient to make motor vehicle property tax grants payable to

municipalities pursuant to subsection (c) of this section shall be
expended not later than August first annually by the secretary;

(2) For the fiscal years ending June 30, 2022, and June 30, 2023,
moneys sufficient to make the grants payable pursuant to subsection (d)
of section 12-18b, subdivisions (1) and (3) of subsection (e) of section 1218b, subsection (b) of section 12-19b and subsections (b) and (c) of
section 12-20b shall be expended by the secretary; and

81 (3) For the fiscal years ending June 30, 2022, and June 30, 2023, 82 moneys in the account remaining shall be expended annually by the 83 secretary for the purposes of the municipal revenue sharing grants 84 established pursuant to subsection (d) of this section. Any such moneys 85 deposited in the account for municipal revenue sharing grants, 86 including moneys accrued to the account during each fiscal year but 87 received after the end of such fiscal year, shall be distributed to 88 municipalities not later than October first following the end of each 89 fiscal year. Any municipality may apply to the Office of Policy and 90 Management on or after July first for early disbursement of a portion of 91 such grant. The Office of Policy and Management may approve such an 92 application if it finds that early disbursement is required in order for a 93 municipality to meet its cash flow needs. No early disbursement 94 approved by said office may be issued later than September thirtieth.

95 (c) (1) For the fiscal year ending June 30, 2022, motor vehicle property 96 tax grants to municipalities that impose mill rates on real property and 97 personal property other than motor vehicles greater than 45 mills or 98 that, when combined with the mill rate of any district located within the 99 municipality, impose mill rates greater than 45 mills, shall be made in 100 an amount equal to the difference between the amount of property taxes 101 levied by the municipality and any district located within the 102 municipality on motor vehicles for the assessment year commencing 103 October 1, 2017, and the amount such levy would have been if the mill 104 rate on motor vehicles for said assessment year was equal to the mill 105 rate imposed by such municipality and any district located within the

106 municipality on real property and personal property other than motor107 vehicles.

(2) Not later than fifteen calendar days after receiving a property tax
grant pursuant to this section, the municipality shall disburse to any
district located within the municipality the amount of any such property
tax grant that is attributable to the district.

(3) For the fiscal year ending June 30, 2023, and each fiscal yearthereafter, motor vehicle property tax grants shall be made to:

114 (A) Municipalities that imposed mill rates greater than 32.46 mills on 115 real property and personal property other than motor vehicles for the 116 preceding fiscal year, in an amount equal to the difference between (i) 117 the amount of property taxes the municipality would have levied on 118 motor vehicles for the preceding fiscal year if the mill rate imposed on 119 motor vehicles for such year was 32.46 mills, and (ii) the amount of 120 property taxes the municipality would have levied on motor vehicles 121 for the preceding fiscal year if the mill rate imposed on motor vehicles 122 for such year was equal to the mill rate imposed on real property and 123 personal property other than motor vehicles for such year; and

124 (B) Districts that imposed mill rates that, when combined with the 125 mill rate of the municipality in which the district is located, were greater 126 than 32.46 mills on real property and personal property other than 127 motor vehicles for the preceding fiscal year, in an amount equal to the 128 difference between (i) the amount of property taxes the district would 129 have levied on motor vehicles for the preceding fiscal year if the mill 130 rate imposed on motor vehicles for such year, when combined with the 131 mill rate imposed on motor vehicles for such year by the municipality 132 in which the district is located, was 32.46 mills, and (ii) the amount of 133 property taxes the district would have levied on motor vehicles for the 134 preceding fiscal year if the mill rate imposed on motor vehicles for such 135 year, when combined with the mill rate imposed on motor vehicles for 136 such year by the municipality in which the district is located, was equal

137 to the mill rate imposed by the district on real property and personal 138 property other than motor vehicles for such year. 139 (d) For the fiscal year ending June 30, 2020, and each fiscal year 140 thereafter, each municipality shall receive a municipal revenue sharing 141 grant as follows: 142 (1) (A) A municipality having a mill rate at or above twenty-five shall 143 receive the per capita distribution or pro rata distribution, whichever is 144 higher for such municipality. 145 (B) Such grants shall be increased by a percentage calculated as 146 follows: Sum of per capita distribution amount T21 for all municipalities having a mill rate T22 below twenty-five – pro rata distribution T23 amount for all municipalities T24 having a mill rate below twenty-five T25 T26 Sum of all grants to municipalities T27 calculated pursuant to subparagraph (A) T28 of subdivision (1) of this subsection. T29

147 (C) Notwithstanding the provisions of subparagraphs (A) and (B) of 148 this subdivision, Hartford shall receive not more than 5.2 per cent of the 149 municipal revenue sharing grants distributed pursuant to this 150 subsection; Bridgeport shall receive not more than 4.5 per cent of the 151 municipal revenue sharing grants distributed pursuant to this 152 subsection; New Haven shall receive not more than 2.0 per cent of the 153 municipal revenue sharing grants distributed pursuant to this 154 subsection and Stamford shall receive not more than 2.8 per cent of the 155 equalization grants distributed pursuant to this subsection. Any excess 156 funds remaining after such reductions in payments to Hartford, 157 Bridgeport, New Haven and Stamford shall be distributed to all other

municipalities having a mill rate at or above twenty-five on a pro rata
basis according to the payment they receive pursuant to this
subdivision; and

(2) A municipality having a mill rate below twenty-five shall receive
the per capita distribution or pro rata distribution, whichever is less for
such municipality.

(3) For the purposes of this subsection, "mill rate" means the mill ratefor real property and personal property other than motor vehicles.

(e) Except as provided in subsection (c) of this section, a municipality
may disburse any municipal revenue sharing grant funds to a district
within such municipality.

169 (f) (1) Except as provided in [subdivision (2)] <u>subdivisions (2) and (3)</u> 170 of this subsection, for the fiscal year ending June 30, 2018, and each fiscal 171 year thereafter, the amount of the grant payable to a municipality in any 172 year in accordance with subsection (d) of this section shall be reduced if 173 such municipality increases its adopted budget expenditures for such 174 fiscal year above a cap equal to the amount of adopted budget 175 expenditures authorized for the previous fiscal year by 2.5 per cent or 176 more or the rate of inflation, whichever is greater. Such reduction shall 177 be in an amount equal to fifty cents for every dollar expended over the 178 cap set forth in this subsection. [For the purposes of this section, (A) 179 "municipal spending" does not include expenditures for debt service, 180 special education, implementation of court orders or arbitration awards, 181 expenditures associated with a major disaster or emergency declaration 182 by the President of the United States, a disaster emergency declaration 183 issued by the Governor pursuant to chapter 517 or any disbursement 184 made to a district pursuant to subsection (c) or (e) of this section, 185 budgeting for an audited deficit, nonrecurring grants, capital 186 expenditures or payments on unfunded pension liabilities, (B) "adopted 187 budget expenditures" includes expenditures from a municipality's 188 general fund and expenditures from any nonbudgeted funds, and (C)

189 "capital expenditure" means a nonrecurring capital expenditure of one 190 hundred thousand dollars or more.] Each municipality shall annually 191 certify to the secretary, on a form prescribed by [said] the secretary, 192 whether such municipality has exceeded the cap set forth in this 193 subsection, and if so, the amount by which the cap was exceeded by 194 such municipality, except that in any fiscal year for which the secretary 195 publishes a list of payments made to municipalities by state agencies on 196 the Internet web site of the Office of Policy and Management, such 197 certification shall not be required.

(2) For the fiscal year ending June 30, 2018, and each fiscal year
thereafter, the amount of the grant payable to a municipality in any year
in accordance with subsection (d) of this section shall not be reduced in
the case of a municipality whose adopted budget expenditures exceed
the cap set forth in subdivision (1) of this subsection by an amount
proportionate to any increase to its municipal population from the
previous fiscal year, as determined by the secretary.

(3) For the fiscal year ending June 30, 2026, the amount of the grant
payable to a municipality in accordance with subsection (d) of this
section shall not be reduced in the case of a municipality whose adopted
budget expenditures exceed the cap set forth in subdivision (1) of this
subsection.

(g) For the fiscal years ending June 30, 2020, to June 30, 2023,
inclusive, the amount of the grant payable to a municipality in any year
in accordance with subsection (d) of this section shall be reduced
proportionately [in the event that] <u>if</u> the total of such grants in such year
exceeds the amount available for such grants in the municipal revenue
sharing account established pursuant to subsection (b) of this section.

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

Section 1	from passage	9-163aa(a)(3)
Sec. 2	October 1, 2025	4-66l