



General Assembly

Amendment

February Session, 2026

LCO No. 5764



Offered by:

SEN. HARDING, 30th Dist.
SEN. MARTIN, 31st Dist.
SEN. SAMPSON, 16th Dist.
SEN. CICARELLA, 34th Dist.
SEN. SOMERS, 18th Dist.
SEN. HWANG, 28th Dist.

SEN. BERTHEL, 32nd Dist.
SEN. FAZIO, 36th Dist.
SEN. GORDON, 35th Dist.
SEN. KISSEL, 7th Dist.
SEN. PERILLO J., 21st Dist.

To: Subst. Senate Bill No. 1

File No. 692

Cal. No. 423

(As Amended by Senate Amendment Schedule "A")

"AN ACT CONCERNING AFFORDABILITY."

1 Strike section 18 in its entirety and substitute the following in lieu
2 thereof:

3 "Sec. 18. (*Effective from passage*) Up to \$500,000 of the amount
4 appropriated in section 1 of public act 25-168, as amended by this act, to
5 the Department of Economic and Community Development, for
6 Various Grants, for the fiscal year ending June 30, 2026, shall not lapse
7 on June 30, 2026, and shall be transferred to the Department of
8 Administrative Services, for Other Expenses, and made available during
9 the fiscal year ending June 30, 2027."

10 Strike section 20 in its entirety and substitute the following in lieu

11 thereof:

12 "Sec. 20. (*Effective from passage*) Up to \$85,000 of the amount
13 appropriated in section 1 of public act 25-168, as amended by this act, to
14 the Department of Economic and Community Development, for
15 Various Grants, for the fiscal year ending June 30, 2026, for projects in
16 the town of Newington, shall not lapse on June 30, 2026, and shall be
17 transferred to the Department of Administrative Services, for Other
18 Expenses, and made available during the fiscal year ending June 30,
19 2027."

20 Strike sections 23 to 27, inclusive, in their entirety and substitute the
21 following in lieu thereof:

22 "Sec. 23. (*Effective from passage*) Up to \$250,000 of the amount
23 appropriated in section 1 of public act 25-168, as amended by this act, to
24 the Department of Energy and Environmental Protection, for Other
25 Expenses, for the fiscal year ending June 30, 2026, shall not lapse on June
26 30, 2026, and shall be transferred to the Department of Administrative
27 Services, for Other Expenses, and made available during the fiscal year
28 ending June 30, 2027.

29 Sec. 24. (*Effective from passage*) Up to \$1,000,000 of the amount
30 appropriated in section 1 of public act 25-168, as amended by this act, to
31 the Office of Policy and Management, for Other Expenses, for the fiscal
32 year ending June 30, 2026, shall not lapse on June 30, 2026, and shall be
33 transferred to the Department of Administrative Services, for Other
34 Expenses, and made available during the fiscal year ending June 30,
35 2027.

36 Sec. 25. (*Effective from passage*) Up to \$50,000 of the amount
37 appropriated in section 1 of public act 25-168, as amended by this act, to
38 the State Library, for Other Expenses, for the fiscal year ending June 30,
39 2026, shall not lapse on June 30, 2026, and shall be transferred to the
40 Department of Administrative Services, for Other Expenses, and made
41 available during the fiscal year ending June 30, 2027.

42 Sec. 26. (*Effective from passage*) Up to \$4,730,000 of the amount
43 appropriated in section 1 of public act 25-168, as amended by this act, to
44 the Department of Energy and Environmental Protection, for Other
45 Expenses, for the fiscal year ending June 30, 2026, shall not lapse on June
46 30, 2026, and shall be transferred to the Department of Administrative
47 Services, for Other Expenses, and made available during the fiscal year
48 ending June 30, 2027.

49 Sec. 27. (*Effective from passage*) (a) The sum of \$1,750,000 of the amount
50 appropriated in section 1 of public act 25-168, as amended by this act, to
51 the Judicial Department, for Legal Aid, for the fiscal year ending June
52 30, 2026, and made available for the Right to Counsel program, shall not
53 lapse on June 30, 2026, and such funds shall be transferred to the
54 Department of Administrative Services, for Other Expenses, and made
55 available during the fiscal year ending June 30, 2027.

56 (b) Up to \$2,500,000 of the amount appropriated in section 1 of public
57 act 25-168, as amended by this act, to the Judicial Department, for Legal
58 Aid, for the fiscal year ending June 30, 2027, and made available for the
59 Right to Counsel program, shall not lapse on June 30, 2027, and such
60 funds shall be transferred to the Department of Administrative Services,
61 for Other Expenses, and made available during the fiscal year ending
62 June 30, 2028."

63 Strike sections 29 to 51, inclusive, in their entirety and substitute the
64 following in lieu thereof:

65 "Sec. 29. (*Effective from passage*) Up to \$200,000 of the unexpended
66 balance of funds appropriated in section 1 of public act 25-168, as
67 amended by this act, to the Department of Economic and Community
68 Development, for Various Grants, for the fiscal year ending June 30,
69 2026, shall not lapse on June 30, 2026, and shall be transferred to the
70 Department of Administrative Services, for Other Expenses, and made
71 available during the fiscal year ending June 30, 2027.

72 Sec. 30. (*Effective from passage*) Up to \$200,000 of the unexpended

73 balance of funds appropriated in section 1 of public act 25-168, as
74 amended by this act, to the Department of Economic and Community
75 Development, for Various Grants, for the fiscal year ending June 30,
76 2026, shall not lapse on June 30, 2026, and shall be transferred to the
77 Department of Administrative Services, for Other Expenses, and made
78 available during the fiscal year ending June 30, 2027.

79 Sec. 31. (*Effective from passage*) Up to \$200,000 of the unexpended
80 balance of funds appropriated in section 1 of public act 25-168, as
81 amended by this act, to the Department of Economic and Community
82 Development, for Various Grants, for the fiscal year ending June 30,
83 2026, shall not lapse on June 30, 2026, and shall be transferred to the
84 Department of Administrative Services, for Other Expenses, and made
85 available during the fiscal year ending June 30, 2027.

86 Sec. 32. (*Effective from passage*) Up to \$90,000 of the unexpended
87 balance of funds appropriated in section 1 of public act 25-168, as
88 amended by this act, to the Department of Economic and Community
89 Development, for Various Grants, for the fiscal year ending June 30,
90 2026, shall not lapse on June 30, 2026, and shall be transferred to the
91 Department of Administrative Services, for Other Expenses, and made
92 available during the fiscal year ending June 30, 2027.

93 Sec. 33. (*Effective from passage*) Up to \$90,000 of the unexpended
94 balance of funds appropriated in section 1 of public act 25-168, as
95 amended by this act, to the Department of Economic and Community
96 Development, for Various Grants, for the fiscal year ending June 30,
97 2026, shall not lapse on June 30, 2026, and shall be transferred to the
98 Department of Administrative Services, for Other Expenses, and made
99 available during the fiscal year ending June 30, 2027.

100 Sec. 34. (*Effective from passage*) Up to \$90,000 of the unexpended
101 balance of funds appropriated in section 1 of public act 25-168, as
102 amended by this act, to the Department of Economic and Community
103 Development, for Various Grants, for the fiscal year ending June 30,
104 2026, shall not lapse on June 30, 2026, and shall be transferred to the

105 Department of Administrative Services, for Other Expenses, and made
106 available during the fiscal year ending June 30, 2027.

107 Sec. 35. (*Effective from passage*) Up to \$90,000 of the unexpended
108 balance of funds appropriated in section 1 of public act 25-168, as
109 amended by this act, to the Department of Economic and Community
110 Development, for Various Grants, for the fiscal year ending June 30,
111 2026, shall not lapse on June 30, 2026, and shall be transferred to the
112 Department of Administrative Services, for Other Expenses, and made
113 available during the fiscal year ending June 30, 2027.

114 Sec. 36. (*Effective from passage*) Up to \$250,000 of the unexpended
115 balance of funds appropriated in section 1 of public act 25-168, as
116 amended by this act, to the Department of Economic and Community
117 Development, for Various Grants, for the fiscal year ending June 30,
118 2026, shall not lapse on June 30, 2026, and shall be transferred to the
119 Department of Administrative Services, for Other Expenses, and made
120 available during the fiscal year ending June 30, 2027.

121 Sec. 37. (*Effective from passage*) Up to \$525,000 of the unexpended
122 balance of funds appropriated in section 1 of public act 25-168, as
123 amended by this act, to the Department of Economic and Community
124 Development, for Various Grants, for the fiscal year ending June 30,
125 2026, shall not lapse on June 30, 2026, and shall be transferred to the
126 Department of Administrative Services, for Other Expenses, and made
127 available during the fiscal year ending June 30, 2027.

128 Sec. 38. (*Effective from passage*) Up to \$500,000 of the unexpended
129 balance of funds appropriated in section 1 of public act 25-168, as
130 amended by this act, to the Department of Emergency Services and
131 Public Protection, for Other Expenses, for the fiscal year ending June 30,
132 2026, shall not lapse on June 30, 2026, and shall be transferred to the
133 Department of Administrative Services, for Other Expenses, and made
134 available during the fiscal year ending June 30, 2027.

135 Sec. 39. (*Effective from passage*) Up to \$200,000 of the unexpended

136 balance of funds appropriated in section 1 of public act 25-168, as
137 amended by this act, to the Department of Economic and Community
138 Development, for Various Grants, for the fiscal year ending June 30,
139 2026, shall not lapse on June 30, 2026, and shall be transferred to the
140 Department of Administrative Services, for Other Expenses, and made
141 available during the fiscal year ending June 30, 2027.

142 Sec. 40. (*Effective from passage*) Up to \$450,000 of the unexpended
143 balance of funds appropriated in section 1 of public act 25-168, as
144 amended by this act, to the Department of Education, for Other
145 Expenses, for the fiscal year ending June 30, 2026, shall not lapse on June
146 30, 2026, and shall be transferred to the Department of Administrative
147 Services, for Other Expenses, and made available during the fiscal year
148 ending June 30, 2027.

149 Sec. 41. (*Effective from passage*) Up to \$1,150,000 of the unexpended
150 balance of funds appropriated in section 1 of public act 25-168, as
151 amended by this act, to the Department of Economic and Community
152 Development, for Various Grants, for the fiscal year ending June 30,
153 2026, shall not lapse on June 30, 2026, and shall be transferred to the
154 Department of Administrative Services, for Other Expenses, and made
155 available during the fiscal year ending June 30, 2027.

156 Sec. 42. (*Effective from passage*) Up to \$600,000 of the unexpended
157 balance of funds appropriated in section 1 of public act 25-168, as
158 amended by this act, to the Department of Economic and Community
159 Development, for Various Grants, for the fiscal year ending June 30,
160 2026, shall not lapse on June 30, 2026, and shall be transferred to the
161 Department of Administrative Services, for Other Expenses, and made
162 available during the fiscal year ending June 30, 2027.

163 Sec. 43. (*Effective from passage*) Up to \$100,000 of the unexpended
164 balance of funds appropriated in section 1 of public act 25-168, as
165 amended by this act, to the Judicial Department, for Youth Services
166 Prevention, for the fiscal year ending June 30, 2026, shall not lapse on
167 June 30, 2026, and shall be transferred to the Department of

168 Administrative Services, for Other Expenses, and made available during
169 the fiscal year ending June 30, 2027.

170 Sec. 44. (*Effective from passage*) Up to \$20,000 of the unexpended
171 balance of funds appropriated in section 1 of public act 25-168, as
172 amended by this act, to the Judicial Department, for Other Expenses, for
173 the fiscal year ending June 30, 2026, shall not lapse on June 30, 2026, and
174 shall be transferred to the Department of Administrative Services, for
175 Other Expenses, and made available during the fiscal year ending June
176 30, 2027.

177 Sec. 45. (*Effective from passage*) Up to \$1,000,000 of the unexpended
178 balance of funds appropriated in section 1 of public act 25-168, as
179 amended by this act, to the Department of Economic and Community
180 Development, for Various Grants, for the fiscal year ending June 30,
181 2026, shall not lapse on June 30, 2026, and shall be transferred to the
182 Department of Administrative Services, for Other Expenses, and made
183 available during the fiscal year ending June 30, 2027.

184 Sec. 46. (*Effective from passage*) Up to \$250,000 of the unexpended
185 balance of funds appropriated in section 1 of public act 25-168, as
186 amended by this act, to the Department of Economic and Community
187 Development, for Various Grants, for the fiscal year ending June 30,
188 2026, shall not lapse on June 30, 2026, and shall be transferred to the
189 Department of Administrative Services, for Other Expenses, and made
190 available during the fiscal year ending June 30, 2027.

191 Sec. 47. (*Effective from passage*) The sum of \$500,000 appropriated in
192 section 1 of public act 25-168, as amended by this act, to Connecticut
193 State Colleges and Universities, for Charter Oak State College, for the
194 fiscal year ending June 30, 2026, shall not lapse on June 30, 2026, and
195 shall be transferred to the Department of Administrative Services, for
196 Other Expenses, and made available during the fiscal year ending June
197 30, 2027.

198 Sec. 48. (*Effective from passage*) Up to \$150,000 of the unexpended

199 balance of funds appropriated in section 1 of public act 25-168, as
200 amended by this act, to the Department of Economic and Community
201 Development, for Various Grants, for the fiscal year ending June 30,
202 2026, shall not lapse on June 30, 2026, and shall be transferred to the
203 Department of Administrative Services, for Other Expenses, and made
204 available during the fiscal year ending June 30, 2027.

205 Sec. 49. (*Effective from passage*) Up to \$1,500,000 of the unexpended
206 balance of funds appropriated in section 1 of public act 25-168, as
207 amended by this act, to the Department of Social Services, for Other
208 Expenses, for the fiscal year ending June 30, 2026, shall not lapse on June
209 30, 2026, and shall be transferred to the Department of Administrative
210 Services, for Other Expenses, and made available during the fiscal year
211 ending June 30, 2027.

212 Sec. 50. (*Effective from passage*) Up to \$90,000 of the unexpended
213 balance of funds appropriated in section 1 of public act 25-168, as
214 amended by this act, to the Department of Economic and Community
215 Development, for Various Grants, for the fiscal year ending June 30,
216 2026, shall not lapse on June 30, 2026, and shall be transferred to the
217 Department of Administrative Services, for Other Expenses, and made
218 available during the fiscal year ending June 30, 2027.

219 Sec. 51. (*Effective from passage*) Up to \$25,000 of the unexpended
220 balance of funds appropriated in section 1 of public act 25-168, as
221 amended by this act, to the Department of Education, for Other
222 Expenses, for the fiscal year ending June 30, 2026, shall not lapse on June
223 30, 2026, and shall be transferred to the Department of Administrative
224 Services, for Other Expenses, and made available during the fiscal year
225 ending June 30, 2027."

226 Strike section 54 in its entirety and substitute the following in lieu
227 thereof:

228 "Sec. 54. (*Effective from passage*) In addition to payments due to
229 municipalities and districts under subsection (e) of section 4-66p of the

230 general statutes, for the fiscal year ending June 30, 2027, each
231 municipality listed below shall receive the following supplemental
232 revenue sharing grant from the General Fund:

| T1 | Grantee | Grant Amount |
|----|---------|--------------|
| T2 | | |
| T3 | Vernon | 500,000" |

233 Strike section 258 in its entirety and substitute the following in lieu
234 thereof:

235 "Sec. 258. (*Effective from passage*) Not later than June 30, 2026, the
236 Comptroller shall transfer five hundred thirty-three million dollars of
237 the resources of the General Fund for the fiscal year ending June 30,
238 2026, to be accounted for as revenue of the General Fund for the fiscal
239 year ending June 30, 2027."

240 Strike sections 390 and 391 in their entirety and substitute the
241 following in lieu thereof:

242 "Sec. 390. (*Effective from passage*) (a) The sum of \$178,000,000 is
243 appropriated to the Department of Education, for Supplemental
244 Education, for the fiscal year ending June 30, 2027, shall be made
245 available in said fiscal year and expended as follows:

246 (1) \$162,200,000 of such amount shall be used to supplement the
247 amount appropriated in section 1 of public act 25-168, as amended by
248 this act, to the Department of Education, for Education Equalization
249 Grants, and shall be distributed as supplemental education aid grants
250 by the Department of Education in accordance with the provisions of
251 section 391 of this act and as follows:

| T4 | | Grant for Fiscal |
|----|---------|------------------|
| T5 | | Year |
| T6 | Town | 2027 |
| T7 | Andover | 40,096 |

| | | |
|-----|---------------|------------|
| T8 | Ansonia | 939,494 |
| T9 | Ashford | 69,181 |
| T10 | Avon | 173,326 |
| T11 | Barkhamsted | 29,885 |
| T12 | Beacon Falls | 253,476 |
| T13 | Berlin | 581,191 |
| T14 | Bethany | 35,291 |
| T15 | Bethel | 200,953 |
| T16 | Bethlehem | 105,234 |
| T17 | Bloomfield | 160,957 |
| T18 | Bolton | 53,664 |
| T19 | Bozrah | 23,802 |
| T20 | Branford | 75,457 |
| T21 | Bridgeport | 15,015,199 |
| T22 | Bridgewater | 4,415 |
| T23 | Bristol | 4,528,816 |
| T24 | Brookfield | 27,584 |
| T25 | Brooklyn | 139,394 |
| T26 | Burlington | 280,369 |
| T27 | Canaan | 2,515 |
| T28 | Canterbury | 80,097 |
| T29 | Canton | 81,370 |
| T30 | Chaplin | 33,043 |
| T31 | Cheshire | 849,486 |
| T32 | Chester | 125,301 |
| T33 | Clinton | 103,842 |
| T34 | Colchester | 240,804 |
| T35 | Colebrook | 8,078 |
| T36 | Columbia | 46,324 |
| T37 | Cornwall | 644 |
| T38 | Coventry | 159,058 |
| T39 | Cromwell | 520,405 |
| T40 | Danbury | 2,952,103 |
| T41 | Darien | 60,986 |
| T42 | Deep River | 33,522 |
| T43 | Derby | 219,809 |
| T44 | Durham | 65,865 |
| T45 | East Granby | 255,098 |
| T46 | East Haddam | 71,119 |
| T47 | East Hampton | 139,219 |
| T48 | East Hartford | 6,938,531 |

| | | |
|-----|--------------|------------|
| T49 | East Haven | 541,052 |
| T50 | East Lyme | 121,530 |
| T51 | East Windsor | 113,382 |
| T52 | Eastford | 18,944 |
| T53 | Easton | 8,972 |
| T54 | Ellington | 206,833 |
| T55 | Enfield | 1,019,672 |
| T56 | Essex | 4,311 |
| T57 | Fairfield | 122,691 |
| T58 | Farmington | 74,160 |
| T59 | Franklin | 14,725 |
| T60 | Glastonbury | 134,346 |
| T61 | Goshen | 8,065 |
| T62 | Granby | 655,539 |
| T63 | Greenwich | 110,062 |
| T64 | Griswold | 735,679 |
| T65 | Groton | 500,801 |
| T66 | Guilford | 35,322 |
| T67 | Haddam | 153,075 |
| T68 | Hamden | 2,227,363 |
| T69 | Hampton | 21,168 |
| T70 | Hartford | 20,530,197 |
| T71 | Hartland | 21,434 |
| T72 | Harwinton | 253,904 |
| T73 | Hebron | 119,954 |
| T74 | Kent | 1,532 |
| T75 | Killingly | 311,488 |
| T76 | Killingworth | 44,145 |
| T77 | Lebanon | 91,572 |
| T78 | Ledyard | 240,652 |
| T79 | Lisbon | 57,990 |
| T80 | Litchfield | 123,294 |
| T81 | Lyme | 6,428 |
| T82 | Madison | 7,909 |
| T83 | Manchester | 5,247,464 |
| T84 | Mansfield | 262,244 |
| T85 | Marlborough | 59,042 |
| T86 | Meriden | 7,755,320 |
| T87 | Middlebury | 54,899 |
| T88 | Middlefield | 42,007 |
| T89 | Middletown | 2,656,038 |

| | | |
|------|------------------|------------|
| T90 | Milford | 193,465 |
| T91 | Monroe | 105,459 |
| T92 | Montville | 256,057 |
| T93 | Morris | 6,225 |
| T94 | Naugatuck | 1,438,012 |
| T95 | New Britain | 13,292,120 |
| T96 | New Canaan | 59,493 |
| T97 | New Fairfield | 69,622 |
| T98 | New Hartford | 172,353 |
| T99 | New Haven | 7,652,745 |
| T100 | New London | 1,926,108 |
| T101 | New Milford | 232,906 |
| T102 | Newington | 928,230 |
| T103 | Newtown | 89,914 |
| T104 | Norfolk | 1,108 |
| T105 | North Branford | 146,627 |
| T106 | North Canaan | 138,210 |
| T107 | North Haven | 87,989 |
| T108 | North Stonington | 53,206 |
| T109 | Norwalk | 1,959,389 |
| T110 | Norwich | 5,913,205 |
| T111 | Old Lyme | 29,897 |
| T112 | Old Saybrook | 12,132 |
| T113 | Orange | 20,310 |
| T114 | Oxford | 73,540 |
| T115 | Plainfield | 307,289 |
| T116 | Plainville | 745,435 |
| T117 | Plymouth | 196,042 |
| T118 | Pomfret | 53,420 |
| T119 | Portland | 527,951 |
| T120 | Preston | 59,050 |
| T121 | Prospect | 116,728 |
| T122 | Putnam | 166,806 |
| T123 | Redding | 19,287 |
| T124 | Ridgefield | 19,656 |
| T125 | Rocky Hill | 1,259,142 |
| T126 | Roxbury | 4,951 |
| T127 | Salem | 50,502 |
| T128 | Salisbury | 1,447 |
| T129 | Scotland | 25,493 |
| T130 | Seymour | 238,227 |

| | | |
|------|---------------|------------|
| T131 | Sharon | 600 |
| T132 | Shelton | 317,310 |
| T133 | Sherman | 38,467 |
| T134 | Simsbury | 165,475 |
| T135 | Somers | 113,853 |
| T136 | South Windsor | 228,162 |
| T137 | Southbury | 732,698 |
| T138 | Southington | 416,967 |
| T139 | Sprague | 66,065 |
| T140 | Stafford | 191,030 |
| T141 | Stamford | 1,441,637 |
| T142 | Sterling | 63,492 |
| T143 | Stonington | 21,460 |
| T144 | Stratford | 1,119,920 |
| T145 | Suffield | 699,245 |
| T146 | Thomaston | 109,625 |
| T147 | Thompson | 150,694 |
| T148 | Tolland | 182,111 |
| T149 | Torrington | 2,752,854 |
| T150 | Trumbull | 68,341 |
| T151 | Union | 38,171 |
| T152 | Vernon | 3,276,608 |
| T153 | Voluntown | 42,345 |
| T154 | Wallingford | 425,723 |
| T155 | Warren | 3,475 |
| T156 | Washington | 7,401 |
| T157 | Waterbury | 14,775,836 |
| T158 | Waterford | 15,582 |
| T159 | Watertown | 1,454,776 |
| T160 | West Hartford | 2,824,592 |
| T161 | West Haven | 4,946,153 |
| T162 | Westbrook | 3,846 |
| T163 | Weston | 5,276 |
| T164 | Westport | 81,474 |
| T165 | Wethersfield | 1,009,684 |
| T166 | Willington | 69,132 |
| T167 | Wilton | 25,737 |
| T168 | Winchester | 160,499 |
| T169 | Windham | 3,759,271 |
| T170 | Windsor | 242,608 |
| T171 | Windsor Locks | 214,929 |

| | | |
|------|------------|---------|
| T172 | Wolcott | 247,743 |
| T173 | Woodbridge | 26,948 |
| T174 | Woodbury | 250,602 |
| T175 | Woodstock | 99,811 |

252 (2) \$5,550,000 of such amount shall be used to supplement the
253 amount appropriated in section 1 of public act 25-168, as amended by
254 this act, to the Department of Education, for Magnet Schools, and shall
255 be expended by the Department of Education for the purpose of
256 increasing the per student grant amount to operators of interdistrict
257 magnet school programs that are not local or regional boards of
258 education in accordance with the provisions of section 10-264~~l~~ of the
259 general statutes;

260 (3) \$2,750,000 of such amount shall be used to supplement the
261 amount appropriated in section 1 of public act 25-168, as amended by
262 this act, to the Department of Education, for Magnet Schools, and shall
263 be expended by the Department of Education for the purpose of
264 increasing the per student grant amount to local and regional boards of
265 education that operate interdistrict magnet school programs in
266 accordance with the provisions of section 10-264~~l~~ of the general statutes;

267 (4) \$8,700,000 of such amount shall be used to supplement the
268 amount appropriated in section 1 of public act 25-168, as amended by
269 this act, to the Department of Education, for Charter Schools, and shall
270 be expended by the Department of Education for the purpose of
271 providing grants to charter schools in accordance with the provisions of
272 section 10-66~~ee~~ of the general statutes;

273 (5) \$800,000 of such amount shall be used to supplement the amount
274 appropriated in section 1 of public act 25-168, as amended by this act, to
275 the Department of Education, for Vocational Agriculture, and shall be
276 expended by the Department of Education for the purpose of providing
277 grants to local or regional boards of education that operate an
278 agricultural science and technology education center approved by the
279 State Board of Education in accordance with the provisions of section

280 10-65 of the general statutes; and

281 (6) \$3,000,000 of such amount shall be used by the Department of
282 Education for administrative costs related to the distribution of
283 supplemental education grants to local and regional boards of education
284 and implementation of the oversight activities described in section 388
285 of this act.

286 (b) The funds appropriated in subsection (a) of this section to the
287 Department of Education, for Supplemental Education, for the fiscal
288 year ending June 30, 2026, shall not lapse and shall be available to the
289 Department of Education for the same purpose for the fiscal year ending
290 June 30, 2027.

291 *Sec. 391. (Effective from passage)* (a) For the fiscal year ending June 30,
292 2027, each town shall be paid a supplemental education aid grant equal
293 to the amount prescribed in section 390 of this act. The amount due each
294 town shall be paid by the Comptroller, upon certification of the
295 Commissioner of Education, to the treasurer of each town not later than
296 June thirtieth of said fiscal year. All aid distributed to a town pursuant
297 to the provisions of this subdivision shall be expended for educational
298 purposes only and shall be expended upon the authorization of the local
299 or regional board of education. Such grant shall not be used to supplant
300 local funding for educational purposes.

301 (b) Such grant shall not be considered part of the budgeted
302 appropriation for education for the town for purposes of calculating the
303 minimum budget requirement for the town pursuant to section 10-262j
304 of the general statutes."

305 Strike sections 464 and 465 in their entirety and renumber the
306 remaining sections and internal references accordingly

307 After the last section, add the following and renumber sections and
308 internal references accordingly:

309 "Sec. 501. *(Effective July 1, 2026)* Notwithstanding the provisions of

310 sections 3 and 4 of special act 26-1, for the fiscal year ending June 30,
311 2027, the Secretary of the Office of Policy and Management shall transfer
312 the sum of \$330,811,954 from the Federal Cuts Response Fund,
313 established pursuant to section 1 of special act 26-1, to the General Fund.

314 Sec. 502. (*Effective July 1, 2026*) (a) The total amount appropriated
315 from the General Fund in section 1 of public act 25-168, as amended by
316 this act, is reduced by \$153,000,000 for the fiscal year ending June 30,
317 2027, to reflect historical staffing levels. The Secretary of the Office of
318 Policy and Management shall make reductions in allotments for
319 executive branch expenditures from the General Fund, for Personal
320 Services, to achieve said reduction.

321 (b) The total amount appropriated from the General Fund in section
322 1 of public act 25-168, as amended by this act, is reduced by \$50,000,000
323 for the fiscal year ending June 30, 2027, for purposes of a hiring freeze
324 relative to noncritical positions. The Secretary of the Office of Policy and
325 Management shall make reductions in allotments for executive branch
326 expenditures from the General Fund, for Personal Services, to achieve
327 said reduction.

328 Sec. 503. (*Effective July 1, 2026*) The amounts appropriated to the
329 following agencies in section 1 of public act 25-168, as amended by this
330 act, are reduced by the following amounts for the fiscal year ending June
331 30, 2027:

| | | |
|------|----------------------------------|-----------|
| T176 | GENERAL FUND | 2026-2027 |
| T177 | | |
| T178 | OFFICE OF LEGISLATIVE MANAGEMENT | |
| T179 | Personal Services | 3,000,000 |
| T180 | Other Expenses | 2,000,000 |
| T181 | | |
| T182 | DEPARTMENT OF REVENUE SERVICES | |
| T183 | Personal Services | 1,500,000 |
| T184 | | |
| T185 | OFFICE OF POLICY AND MANAGEMENT | |
| T186 | Various Municipal Grants | 714,000 |

Amendment

| | | |
|------|--|------------|
| T187 | America250 | 250,000 |
| T188 | Other Expenses | 750,000 |
| T189 | | |
| T190 | DEPARTMENT OF ADMINISTRATIVE SERVICES | |
| T191 | Personal Services | 1,500,000 |
| T192 | Other Expenses | 15,731,302 |
| T193 | State Insurance and Risk Mgmt Operations | 4,500,000 |
| T194 | | |
| T195 | ATTORNEY GENERAL | |
| T196 | Personal Services | 4,100,000 |
| T197 | | |
| T198 | DEPARTMENT OF EMERGENCY SERVICES AND PUBLIC PROTECTION | |
| T199 | Personal Services | 200,000 |
| T200 | | |
| T201 | DEPARTMENT OF CONSUMER PROTECTION | |
| T202 | Personal Services | 750,000 |
| T203 | | |
| T204 | LABOR DEPARTMENT | |
| T205 | Various Grants | 2,000,000 |
| T206 | | |
| T207 | COMMISSION ON HUMAN RIGHTS AND OPPORTUNITIES | |
| T208 | Personal Services | 250,000 |
| T209 | | |
| T210 | DEPARTMENT OF ENERGY AND ENVIRONMENTAL PROTECTION | |
| T211 | Various Grants | 330,000 |
| T212 | | |
| T213 | DEPARTMENT OF ECONOMIC AND COMMUNITY DEVELOPMENT | |
| T214 | Various Grants | 7,870,000 |
| T215 | Capital Region Development Authority | 10,800,000 |
| T216 | | |
| T217 | DEPARTMENT OF PUBLIC HEALTH | |
| T218 | Personal Services | 900,000 |
| T219 | | |
| T220 | DEPARTMENT OF SOCIAL SERVICES | |
| T221 | Community Services | 150,000 |

Amendment

| | | |
|------|--|-------------|
| T222 | Human Services Infrastructure Community Action Program | 2,400,000 |
| T223 | Medicaid | 55,200,000 |
| T224 | | |
| T225 | DEPARTMENT OF AGING AND DISABILITY SERVICES | |
| T226 | Programs for Senior Citizens | 400,000 |
| T227 | | |
| T228 | DEPARTMENT OF EDUCATION | |
| T229 | Various Grants | 66,000 |
| T230 | | |
| T231 | OFFICE OF HIGHER EDUCATION | |
| T232 | Various Grants | 2,000,000 |
| T233 | Debt-Free Community College | 2,300,000 |
| T234 | | |
| T235 | UNIVERSITY OF CONNECTICUT | |
| T236 | Various Grants | 1,000,000 |
| T237 | Student Success Software | 800,000 |
| T238 | | |
| T239 | CONNECTICUT STATE COLLEGES AND UNIVERSITIES | |
| T240 | Various Grants | 500,000 |
| T241 | | |
| T242 | JUDICIAL DEPARTMENT | |
| T243 | Personal Services | 200,000 |
| T244 | Other Expenses | 100,000 |
| T245 | Various Grants | 1,000,000 |
| T246 | | |
| T247 | STATE COMPTROLLER - FRINGE BENEFITS | |
| T248 | Employers Social Security Tax | 7,000,000 |
| T249 | Other Post Employment Benefits | 8,000,000 |
| T250 | | |
| T251 | RESERVE FOR SALARY ADJUSTMENTS | |
| T252 | Reserve For Salary Adjustments | 46,251,369 |
| T253 | | |
| T254 | TOTAL - GENERAL FUND | 184,512,671 |

332 Sec. 504. (Effective July 1, 2026) The amounts appropriated to the
333 following agencies in section 1 of public act 25-168, as amended by this
334 act, are increased by the following amounts for the fiscal year ending

335 June 30, 2027:

| | | |
|------|---------------------------|------------|
| T255 | GENERAL FUND | 2026-2027 |
| T256 | | |
| T257 | OFFICE OF EARLY CHILDHOOD | |
| T258 | Early Care and Education | 36,000,000 |
| T259 | | |
| T260 | TOTAL - GENERAL FUND | 36,000,000 |

336 Sec. 505. (*Effective July 1, 2026*) The amounts appropriated for the
337 fiscal year ending June 30, 2027, in section 2 of public act 25-168, as
338 amended by this act, regarding the SPECIAL TRANSPORTATION
339 FUND are amended to read as follows:

| | | | |
|------|-------------------------------------|-------------|----------|
| T261 | | 2026-2027 | |
| T262 | REGULATION AND PROTECTION | | |
| T263 | | | |
| T264 | DEPARTMENT OF MOTOR VEHICLES | | |
| T265 | DMV Modernization | [3,000,000] | <u>0</u> |
| T266 | | | |
| T267 | TOTAL - SPECIAL TRANSPORTATION FUND | [3,000,000] | <u>0</u> |

340 Sec. 506. (*Effective July 1, 2026*) The amounts appropriated for the
341 fiscal year ending June 30, 2027, in section 3 of public act 25-168, as
342 amended by this act, regarding the MASHANTUCKET PEQUOT AND
343 MOHEGAN FUND are amended to read as follows:

| | | | |
|------|--|--------------|--------------------|
| T268 | | 2026-2027 | |
| T269 | GENERAL GOVERNMENT | | |
| T270 | | | |
| T271 | OFFICE OF POLICY AND MANAGEMENT | | |
| T272 | Grants To Towns | [52,541,796] | <u>152,541,796</u> |
| T273 | | | |
| T274 | TOTAL - MASHANTUCKET PEQUOT AND MOHEGAN FUND | [52,541,796] | <u>152,541,796</u> |

344 Sec. 507. (*Effective July 1, 2026*) The amounts appropriated for the
345 fiscal year ending June 30, 2027, in section 12 of public act 25-168, as
346 amended by this act, regarding the MUNICIPAL REVENUE SHARING
347 FUND are amended to read as follows:

| | | | |
|------|--|--------------|-------------------|
| T275 | | 2026-2027 | |
| T276 | GENERAL GOVERNMENT | | |
| T277 | | | |
| T278 | OFFICE OF POLICY AND MANAGEMENT | | |
| T279 | Supplemental Revenue Sharing Grants | [85,932,470] | <u>82,132,470</u> |
| T280 | | | |
| T281 | TOTAL - MUNICIPAL REVENUE SHARING FUND | [85,932,470] | <u>82,132,470</u> |

348 Sec. 508. Section 17b-261 of the 2026 supplement to the general
349 statutes is repealed and the following is substituted in lieu thereof
350 (*Effective July 1, 2026*):

351 (a) Medical assistance shall be provided for any otherwise eligible
352 person (1) whose income, including any available support from legally
353 liable relatives and the income of the person's spouse or dependent
354 child, is not more than one hundred fifty-nine per cent, pending
355 approval of a federal waiver applied for pursuant to subsection (e) of
356 this section, of the benefit amount paid to a person with no income
357 under the temporary family assistance program, and (2) if such person
358 is an institutionalized individual as defined in Section 1917 of the Social
359 Security Act, 42 USC 1396p(h)(3), and has not made an assignment or
360 transfer or other disposition of property for less than fair market value
361 for the purpose of establishing eligibility for benefits or assistance under
362 this section. Any such disposition shall be treated in accordance with
363 Section 1917(c) of the Social Security Act, 42 USC 1396p(c). Any
364 disposition of property made on behalf of an applicant or recipient or
365 the spouse of an applicant or recipient by a guardian, conservator,
366 person authorized to make such disposition pursuant to a power of
367 attorney or other person so authorized by law shall be attributed to such

368 applicant, recipient or spouse. A disposition of property ordered by a
369 court shall be evaluated in accordance with the standards applied to any
370 other such disposition for the purpose of determining eligibility. The
371 commissioner shall establish the standards for eligibility for medical
372 assistance at one hundred fifty-nine per cent of the benefit amount paid
373 to a household of equal size with no income under the temporary family
374 assistance program. In determining eligibility, the commissioner shall
375 not consider as income United States Department of Veterans Affairs-
376 administered Aid and Attendance pension benefits that are granted to a
377 veteran, as defined in section 27-103, or the surviving spouse of such
378 veteran. Except as provided in section 17b-277 and section 17b-292, as
379 amended by this act, the medical assistance program shall provide
380 coverage to persons under the age of nineteen with household income
381 up to one hundred ninety-six per cent of the federal poverty level
382 without an asset limit and to persons under the age of nineteen, who
383 qualify for coverage under Section 1931 of the Social Security Act, with
384 household income not exceeding one hundred ninety-six per cent of the
385 federal poverty level without an asset limit, and their parents and needy
386 caretaker relatives, who qualify for coverage under Section 1931 of the
387 Social Security Act, with household income not exceeding one hundred
388 thirty-three per cent of the federal poverty level without an asset limit.
389 Such levels shall be based on the regional differences in such benefit
390 amount, if applicable, unless such levels based on regional differences
391 are not in conformance with federal law. Any income in excess of the
392 applicable amounts shall be applied as may be required by said federal
393 law, and assistance shall be granted for the balance of the cost of
394 authorized medical assistance. The Commissioner of Social Services
395 shall provide applicants for assistance under this section, at the time of
396 application, with a written statement advising them of (A) the effect of
397 an assignment or transfer or other disposition of property on eligibility
398 for benefits or assistance, (B) the effect that having income that exceeds
399 the limits prescribed in this subsection will have with respect to
400 program eligibility, and (C) the availability of, and eligibility for,
401 services provided by the Connecticut Home Visiting System,
402 established pursuant to section 17b-751b. For coverage dates on or after

403 January 1, 2014, the department shall use the modified adjusted gross
404 income financial eligibility rules set forth in Section 1902(e)(14) of the
405 Social Security Act and the implementing regulations to determine
406 eligibility for HUSKY A, HUSKY B and HUSKY D applicants, as defined
407 in section 17b-290. To the extent permissible under federal law, the
408 Commissioner of Social Services shall disregard all United States
409 Department of Veterans Affairs-administered non-service-connected
410 pension benefits, Aid and Attendance pension benefits and
411 Housebound pension benefits that are granted to a veteran or the
412 surviving spouse of such veteran when determining income eligibility
413 for HUSKY A and HUSKY D applicants. Persons who are determined
414 ineligible for assistance pursuant to this section shall be provided a
415 written statement notifying such persons of their ineligibility and
416 advising such persons of their potential eligibility for one of the other
417 insurance affordability programs as defined in 42 CFR 435.4.

418 (b) For the purposes of the Medicaid program, the Commissioner of
419 Social Services shall consider parental income and resources as available
420 to a child under eighteen years of age who is living with his or her
421 parents and is blind or disabled for purposes of the Medicaid program,
422 or to any other child under twenty-one years of age who is living with
423 his or her parents.

424 (c) For the purposes of determining eligibility for the Medicaid
425 program, an available asset is one that is actually available to the
426 applicant or one that the applicant has the legal right, authority or
427 power to obtain or to have applied for the applicant's general or medical
428 support. If the terms of a trust provide for the support of an applicant,
429 the refusal of a trustee to make a distribution from the trust does not
430 render the trust an unavailable asset. Notwithstanding the provisions of
431 this subsection, the availability of funds in a trust or similar instrument
432 funded in whole or in part by the applicant or the applicant's spouse
433 shall be determined pursuant to the Omnibus Budget Reconciliation Act
434 of 1993, 42 USC 1396p. The provisions of this subsection shall not apply
435 to a special needs trust, as defined in 42 USC 1396p(d)(4)(A), as

436 amended from time to time. For purposes of determining whether a
437 beneficiary under a special needs trust, who has not received a disability
438 determination from the Social Security Administration, is disabled, as
439 defined in 42 USC 1382c(a)(3), the Commissioner of Social Services, or
440 the commissioner's designee, shall independently make such
441 determination. The commissioner shall not require such beneficiary to
442 apply for Social Security disability benefits or obtain a disability
443 determination from the Social Security Administration for purposes of
444 determining whether the beneficiary is disabled.

445 (d) The transfer of an asset in exchange for other valuable
446 consideration shall be allowable to the extent the value of the other
447 valuable consideration is equal to or greater than the value of the asset
448 transferred.

449 (e) The Commissioner of Social Services shall seek a waiver from
450 federal law to permit federal financial participation for Medicaid
451 expenditures for families with incomes of one hundred forty-three per
452 cent of the temporary family assistance program payment standard.

453 (f) To the extent permitted by federal law, Medicaid eligibility shall
454 be extended for one year to a family that becomes ineligible for medical
455 assistance under Section 1931 of the Social Security Act due to income
456 from employment by one of its members who is a caretaker relative or
457 due to receipt of child support income. A family receiving extended
458 benefits on July 1, 2005, shall receive the balance of such extended
459 benefits, provided no such family shall receive more than twelve
460 additional months of such benefits.

461 (g) An institutionalized spouse applying for Medicaid and having a
462 spouse living in the community shall be required, to the maximum
463 extent permitted by law, to divert income to such community spouse in
464 order to raise the community spouse's income to the level of the
465 minimum monthly needs allowance, as described in Section 1924 of the
466 Social Security Act. Such diversion of income shall occur before the
467 community spouse is allowed to retain assets in excess of the

468 community spouse protected amount described in Section 1924 of the
469 Social Security Act. The Commissioner of Social Services, pursuant to
470 section 17b-10, may implement the provisions of this subsection while
471 in the process of adopting regulations, provided the commissioner
472 prints notice of intent to adopt the regulations in the Connecticut Law
473 Journal within twenty days of adopting such policy. Such policy shall
474 be valid until the time final regulations are effective.

475 (h) To the extent permissible under federal law, an institutionalized
476 individual, as defined in Section 1917 of the Social Security Act, 42 USC
477 1396p(h)(3), shall not be determined ineligible for Medicaid solely on
478 the basis of the cash value of a life insurance policy worth less than ten
479 thousand dollars provided the individual is pursuing the surrender of
480 the policy.

481 (i) Medical assistance shall be provided, in accordance with the
482 provisions of subsection (e) of section 17a-6, to any child under the
483 supervision of the Commissioner of Children and Families who is not
484 receiving Medicaid benefits, has not yet qualified for Medicaid benefits
485 or is otherwise ineligible for such benefits. Medical assistance shall also
486 be provided to any child in the children's services program operated by
487 the Department of Developmental Services who is not receiving
488 Medicaid benefits, has not yet qualified for Medicaid benefits or is
489 otherwise ineligible for benefits. To the extent practicable, the
490 Commissioner of Children and Families and the Commissioner of
491 Developmental Services shall apply for, or assist such child in qualifying
492 for, the Medicaid program.

493 (j) The Commissioner of Social Services shall provide Early and
494 Periodic Screening, Diagnostic and Treatment program services, as
495 required and defined as of December 31, 2005, by 42 USC 1396a(a)(43),
496 42 USC 1396d(r) and 42 USC 1396d(a)(4)(B) and applicable federal
497 regulations, to all persons who are under the age of twenty-one and
498 otherwise eligible for medical assistance under this section.

499 (k) A veteran, as defined in section 27-103, and any member of his or

500 her family, who applies for or receives assistance under the Medicaid
501 program, shall apply for all benefits for which he or she may be eligible
502 through the United States Department of Veterans Affairs or the United
503 States Department of Defense.

504 [(l) On and after January 1, 2023, and until June 30, 2024, the
505 Commissioner of Social Services shall, within available appropriations,
506 provide state-funded medical assistance to any child twelve years of age
507 and younger, regardless of immigration status, (1) whose household
508 income does not exceed two hundred one per cent of the federal poverty
509 level without an asset limit, and (2) who does not otherwise qualify for
510 Medicaid, the Children's Health Insurance Program, or an offer of
511 affordable, employer-sponsored insurance, as defined in the Affordable
512 Care Act, as an employee or a dependent of an employee. On and after
513 July 1, 2024, the commissioner shall, within available appropriations,
514 provide state-funded medical assistance to any child fifteen years of age
515 and younger, regardless of immigration status, who qualifies pursuant
516 to subdivisions (1) and (2) of this subsection. A child eligible for such
517 assistance under this subsection shall continue to receive such assistance
518 until such child is nineteen years of age, provided the child continues to
519 meet the eligibility requirements prescribed in subdivisions (1) and (2)
520 of this subsection. The provisions of section 17b-265 shall apply with
521 respect to any medical assistance provided pursuant to this subsection.]

522 Sec. 509. Section 17b-292 of the general statutes is repealed and the
523 following is substituted in lieu thereof (*Effective July 1, 2026*):

524 (a) A child who resides in a household with household income that
525 exceeds one hundred ninety-six per cent of the federal poverty level but
526 does not exceed three hundred eighteen per cent of the federal poverty
527 level may be eligible for benefits under HUSKY B. [Until June 30, 2024,
528 the Commissioner of Social Services shall, within available
529 appropriations, provide state-funded medical assistance to any child
530 twelve years of age and younger, regardless of immigration status, (1)
531 with a household income that exceeds two hundred one per cent of the
532 federal poverty level but does not exceed three hundred twenty-three

533 per cent of the federal poverty level, and (2) who does not otherwise
534 qualify for Medicaid, the Children's Health Insurance Program, or an
535 offer of affordable, employer-sponsored insurance, as defined in the
536 Affordable Care Act, as an employee or a dependent of an employee.
537 On and after July 1, 2024, the commissioner shall, within available
538 appropriations, provide state-funded medical assistance to any child
539 fifteen years of age and younger, regardless of immigration status, who
540 qualifies pursuant to subdivisions (1) and (2) of this subsection. A child
541 eligible for such assistance under this subsection shall continue to
542 receive such assistance until such child is nineteen years of age,
543 provided the child continues to meet the eligibility requirements
544 prescribed in subdivisions (1) and (2) of this subsection.] The provisions
545 of section 17b-265 shall apply with respect to any medical assistance
546 provided pursuant to this subsection.

547 (b) Whenever a court or family support magistrate orders a
548 noncustodial parent to provide health insurance for a child, such parent
549 may provide for coverage under HUSKY B.

550 (c) To the extent allowed under federal law, the commissioner shall
551 not pay for services or durable medical equipment under HUSKY B if
552 the member has other insurance coverage for such services or
553 equipment. If a HUSKY B member has limited benefit insurance
554 coverage for services that are also covered under HUSKY B, the
555 commissioner shall require such other coverage to pay for the goods or
556 services prior to any payment under HUSKY B.

557 (d) On or after [April 1, 2022] July 1, 2026, the commissioner shall
558 provide medical assistance for prenatal care and extend medical
559 assistance for postpartum care for twelve months after birth to a HUSKY
560 B beneficiary with legal immigration status, to the extent permissible
561 under federal law. The commissioner shall amend the state plan for the
562 Children's Health Insurance Program in accordance with the American
563 Rescue Plan Act of 2021 to provide federal reimbursement to the state
564 for such postpartum care extension and shall extend such coverage
565 following federal approval, provided such coverage shall not be

566 extended to HUSKY B beneficiaries without legal immigration status.
567 The commissioner shall take any other action necessary under federal
568 law to maintain federal reimbursement for such postpartum coverage.
569 A newborn child who otherwise meets the eligibility criteria for HUSKY
570 B shall be eligible for benefits retroactive to his or her date of birth,
571 provided an application is filed on behalf of the child not later than
572 thirty days after such date. Any uninsured child born in a hospital in
573 this state or in a border state hospital shall be enrolled on an expedited
574 basis in HUSKY B, provided (1) the parent or caretaker relative of such
575 child resides in this state, and (2) the parent or caretaker relative of such
576 child authorizes enrollment in the program. The commissioner shall pay
577 any premium cost such household would otherwise incur for the first
578 four months of coverage.

579 (e) The commissioner shall implement presumptive eligibility for
580 children applying for Medicaid and may, if cost effective, implement
581 presumptive eligibility for children in households with income not
582 exceeding three hundred eighteen per cent of the federal poverty level
583 applying for HUSKY B. Such presumptive eligibility determinations
584 shall be in accordance with applicable federal law and regulations. The
585 commissioner shall adopt regulations, in accordance with chapter 54, to
586 establish standards and procedures for the designation of an
587 organization as a qualified entity to grant presumptive eligibility. A
588 qualified entity shall, at the time a presumptive eligibility determination
589 is made, provide assistance to applicants with the completion and
590 submission of an application for a full eligibility determination. In
591 establishing such standards and procedures, the commissioner shall
592 ensure the representation of state-wide and local organizations that
593 provide services to children of all ages in each region of the state.

594 (f) In accordance with 42 CFR 435.1110, the commissioner shall
595 provide Medicaid during a presumptive eligibility period to individuals
596 who are determined presumptively eligible by a qualified hospital. A
597 hospital making such a presumptive eligibility determination shall
598 provide assistance to individuals in completing and submitting an

599 application for full Medicaid benefits.

600 (g) The commissioner shall implement HUSKY B while in the process
601 of adopting necessary policies and procedures in regulation form in
602 accordance with the provisions of section 17b-10.

603 Sec. 510. (*Effective July 1, 2026*) Commencing with the taxable year
604 commencing January 1, 2027, the three lowest marginal rates for the
605 personal income tax under chapter 229 of the general statutes shall be
606 reduced such that the resulting revenue loss to the state for the fiscal
607 year ending June 30, 2027, will be seven hundred fifty million dollars.
608 Not later than July 1, 2026, the legislative Office of Fiscal Analysis shall
609 calculate the proposed reduction in such marginal rates to effectuate the
610 amount of the revenue loss set forth in this section and shall present
611 such proposed reductions to the joint standing committee of the General
612 Assembly having cognizance of matters relating to finance, revenue and
613 bonding not later than July 15, 2026. The Commissioner of Revenue
614 Services shall revise any Department of Revenue Services guidance
615 document, including any withholding tables contained therein,
616 necessary to implement the provisions of this section and shall issue
617 such revision as soon as practicable.

618 Sec. 511. (NEW) (*Effective January 1, 2027, and applicable to income and*
619 *taxable years commencing on or after January 1, 2027*) (a) As used in this
620 section, "federal pay price", "milk producer" and "minimum sustainable
621 monthly cost of production" have the same meanings as provided in
622 section 22-265b of the general statutes.

623 (b) Each milk producer shall be allowed a credit against the tax
624 imposed under chapter 208 or 229 of the general statutes, other than the
625 liability imposed by section 12-707 of the general statutes, in an amount
626 equal to, for each month of the income or taxable year the federal pay
627 price is below the minimum sustainable monthly cost of production, (1)
628 the dollar amount the federal pay price was below the minimum
629 sustainable monthly cost of production, (2) multiplied by the amount of
630 milk produced by such milk producer for such month. Each milk

631 producer shall file with the Commissioner of Agriculture, in a form and
632 manner prescribed by the commissioner, such information the
633 commissioner requires to substantiate the amount of milk produced by
634 such milk producer.

635 (c) (1) Any milk producer subject to the tax imposed under chapter
636 208 or 229 of the general statutes may apply to the Commissioner of
637 Agriculture, in a form and manner prescribed by the commissioner, to
638 reserve an allocation for a credit under this section. The application shall
639 contain such information as the commissioner deems necessary to
640 administer the provisions of this section. The aggregate amount of
641 credits reserved under this section shall not exceed twenty million
642 dollars in any calendar year.

643 (2) Upon verification by the commissioner that the conditions set
644 forth in subsection (b) of this section have been satisfied and the amount
645 of milk produced by a milk producer has been substantiated, the
646 commissioner shall issue a voucher to the milk producer in the amount
647 calculated pursuant to subsection (b) of this section. The taxpayer shall
648 file the voucher with the taxpayer's state tax return for the applicable
649 income or taxable year.

650 (d) If the taxpayer is an S corporation or an entity treated as a
651 partnership for federal income tax purposes, the credit may be claimed
652 by the taxpayer's shareholders or partners. If the taxpayer is a single
653 member limited liability company that is disregarded as an entity
654 separate from its owner, the credit may be claimed by such limited
655 liability company's owner, provided such owner is subject to the tax
656 imposed under chapter 208 or 229 of the general statutes.

657 (e) If the amount of the credit allowed pursuant to this section
658 exceeds the taxpayer's liability for the tax imposed under chapter 208 or
659 229 of the general statutes, the Commissioner of Revenue Services shall
660 treat such excess as an overpayment and, except as provided in section
661 12-739 or 12-742 of the general statutes, shall refund the amount of such
662 excess, without interest, to such taxpayer.

663 Sec. 512. (NEW) (*Effective January 1, 2027, and applicable to income and*
664 *taxable years commencing on or after January 1, 2027*) (a) As used in this
665 section:

666 (1) "Eligible farmer" means a taxpayer in this state whose federal
667 gross income from farming for the income or taxable year is (A) at least
668 two-thirds of excess federal gross income, or (B) not less than two
669 hundred fifty thousand dollars;

670 (2) "Excess federal gross income" means the amount of federal gross
671 income from all sources for the income or taxable year in excess of thirty
672 thousand dollars; and

673 (3) "Agricultural production" has the same meaning as provided in
674 subdivision (63) of section 12-412 of the general statutes.

675 (b) Each eligible farmer engaged in agricultural production shall be
676 allowed a credit against the tax imposed under chapter 208 or 229 of the
677 general statutes, other than the liability imposed by section 12-707 of the
678 general statutes, in an amount equal to, not greater than seven and one-
679 half per cent of gross annual revenues from such agricultural
680 production for an amount not to exceed a maximum of ten thousand
681 dollars for such taxable year.

682 (c) (1) Any eligible farmer subject to the tax imposed under chapter
683 208 or 229 of the general statutes may apply to the Commissioner of
684 Agriculture, in a form and manner prescribed by the commissioner, to
685 reserve an allocation for a credit under this section. The application shall
686 contain such information as the commissioner deems necessary to
687 administer the provisions of this section. The aggregate amount of
688 credits reserved under this section shall not exceed twenty million
689 dollars in any calendar year.

690 (2) Upon verification by the commissioner that the conditions set
691 forth in subsection (b) of this section have been satisfied, the
692 commissioner shall issue a voucher to the eligible farmer in the amount
693 calculated pursuant to subsection (b) of this section. The taxpayer shall

694 file the voucher with the taxpayer's state tax return for the applicable
695 income or taxable year.

696 (d) If the taxpayer is an S corporation or an entity treated as a
697 partnership for federal income tax purposes, the credit may be claimed
698 by the taxpayer's shareholders or partners. If the taxpayer is a single-
699 member limited liability company that is disregarded as an entity
700 separate from its owner, the credit may be claimed by such limited
701 liability company's owner, provided such owner is subject to the tax
702 imposed under chapter 208 or 229 of the general statutes.

703 (e) If the amount of the credit allowed pursuant to this section
704 exceeds the taxpayer's liability for the tax imposed under chapter 208 or
705 229 of the general statutes, the Commissioner of Revenue Services shall
706 treat such excess as an overpayment and, except as provided in section
707 12-739 or 12-742 of the general statutes, shall refund the amount of such
708 excess, without interest, to such taxpayer."

| | | |
|---|---------------------|-------------|
| This act shall take effect as follows and shall amend the following sections: | | |
| Sec. 18 | <i>from passage</i> | New section |
| Sec. 20 | <i>from passage</i> | New section |
| Sec. 23 | <i>from passage</i> | New section |
| Sec. 24 | <i>from passage</i> | New section |
| Sec. 25 | <i>from passage</i> | New section |
| Sec. 26 | <i>from passage</i> | New section |
| Sec. 27 | <i>from passage</i> | New section |
| Sec. 29 | <i>from passage</i> | New section |
| Sec. 30 | <i>from passage</i> | New section |
| Sec. 31 | <i>from passage</i> | New section |
| Sec. 32 | <i>from passage</i> | New section |
| Sec. 33 | <i>from passage</i> | New section |
| Sec. 34 | <i>from passage</i> | New section |
| Sec. 35 | <i>from passage</i> | New section |
| Sec. 36 | <i>from passage</i> | New section |
| Sec. 37 | <i>from passage</i> | New section |
| Sec. 38 | <i>from passage</i> | New section |

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| Sec. 39 | <i>from passage</i> | New section |
| Sec. 40 | <i>from passage</i> | New section |
| Sec. 41 | <i>from passage</i> | New section |
| Sec. 42 | <i>from passage</i> | New section |
| Sec. 43 | <i>from passage</i> | New section |
| Sec. 44 | <i>from passage</i> | New section |
| Sec. 45 | <i>from passage</i> | New section |
| Sec. 46 | <i>from passage</i> | New section |
| Sec. 47 | <i>from passage</i> | New section |
| Sec. 48 | <i>from passage</i> | New section |
| Sec. 49 | <i>from passage</i> | New section |
| Sec. 50 | <i>from passage</i> | New section |
| Sec. 51 | <i>from passage</i> | New section |
| Sec. 54 | <i>from passage</i> | New section |
| Sec. 258 | <i>from passage</i> | New section |
| Sec. 390 | <i>from passage</i> | New section |
| Sec. 391 | <i>from passage</i> | New section |
| Sec. 501 | <i>July 1, 2026</i> | New section |
| Sec. 502 | <i>July 1, 2026</i> | New section |
| Sec. 503 | <i>July 1, 2026</i> | New section |
| Sec. 504 | <i>July 1, 2026</i> | New section |
| Sec. 505 | <i>July 1, 2026</i> | New section |
| Sec. 506 | <i>July 1, 2026</i> | New section |
| Sec. 507 | <i>July 1, 2026</i> | New section |
| Sec. 508 | <i>July 1, 2026</i> | 17b-261 |
| Sec. 509 | <i>July 1, 2026</i> | 17b-292 |
| Sec. 510 | <i>July 1, 2026</i> | New section |
| Sec. 511 | <i>January 1, 2027, and applicable to income and taxable years commencing on or after January 1, 2027</i> | New section |
| Sec. 512 | <i>January 1, 2027, and applicable to income and taxable years commencing on or after January 1, 2027</i> | New section |