

OFFICE OF FISCAL ANALYSIS

Legislative Office Building, Room 5200
Hartford, CT 06106 ◊ (860) 240-0200
<http://www.cga.ct.gov/ofa>

HB-5462

AN ACT CONCERNING NOISE POLLUTION. AMENDMENT

LCO No.: 5682

File Copy No.: 388

House Calendar No.: 275

OFA Fiscal Note

Cost

The amendment strikes the underlying bill and its associated fiscal impact

Sections 1-8 authorize \$55 million of General Obligation (GO) bonds, which results in a cost to the General Fund of approximately \$85 million over the 20-year life of the bonds.

Section 10 requires the Treasurer to make payments of \$4.4 million to East Haven and \$2.9 million to New Haven annually beginning when the Office of Policy and Management (OPM) certifies specified requirements of the Tweed Airport.

Section 16 establishes an airport development zone surrounding Tweed New Haven Airport in East Haven and New Haven. This may result in a grand list reduction to East Haven or New Haven beginning in FY 28 associated with additional property tax exemptions for which this zone will become eligible.^[1]

Any revenue loss to East Haven or New Haven resulting from these exemptions may be partially offset by the Distressed Municipalities grant program, which reimburses municipalities for 50% of the tax loss

^[1] A grand list reduction results in a revenue loss, given a constant mill rate. It is expected that a municipality will adjust its mill rate to offset any revenue loss.

resulting from these exemptions, for a five-year period.

The amendment may also result in an increased cost to OPM to the extent additional funds are paid out of the Distressed Municipalities grant. This amount will be dependent on the revenue loss claims by East Haven or New Haven.^[2]

The preceding Fiscal Impact statement is prepared for the benefit of the members of the General Assembly, solely for the purposes of information, summarization and explanation and does not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

^[2] While the grant may be proportionately reduced when the appropriation or bond authorization is insufficient for full funding, the grant is currently fully funded.