

OFFICE OF FISCAL ANALYSIS

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sSB-1

AN ACT CONCERNING AFFORDABILITY. AMENDMENT

LCO No.: 5764

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Senate Calendar No.: 423

OFA Fiscal Note

See Fiscal Note Details

The amendment makes various appropriations changes that net to a reduction of \$89.6 million in FY 27. This results in the budget being under the spending cap by \$90.5 million in FY 27.

Sections 508-509 eliminate program coverage for individuals without a qualifying immigration status under Medicaid and HUSKY B, resulting in savings to the Department of Social Services of approximately \$55.2 million, beginning in FY 27.

Section 510, which reduces the three lowest marginal tax rates under the personal income tax, results in (1) a General Fund revenue loss of \$750 million in FY 27, and (2) a General Fund revenue loss of approximately \$1.6 billion in FY 28 and annually thereafter.

Section 511, which establishes a refundable milk producer tax credit, results in (1) a General Fund revenue loss of \$20 million annually beginning in FY 28, (2) a one-time cost to the Department of Revenue Services of up to \$75,000 in FY 28 associated with programming updates to the CTax tax administration system and myconneCT online portal to establish the refundable credit, and (3) an ongoing cost to the General Fund of \$160,057 (salary and fringe) annually beginning in FY 27 for one new Grant and Contract Specialist in the Department of Agriculture.

Section 512, which establishes a refundable farm tax credit, results in (1) a General Fund revenue loss of \$20 million annually beginning in FY 28, (2) a one-time cost to the Department of Revenue Services of up to \$75,000 in FY 28 associated with programming updates to the CTax tax administration system and myconneCT online portal to establish the refundable credit.

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.