

General Assembly

February Session, 2020

Raised Bill No. 186

LCO No. **1289**

Referred to Committee on HOUSING

Introduced by: (HSG)

AN ACT CONCERNING PAYMENTS IN LIEU OF TAXES TO MUNICIPALITIES FOR HOUSING AUTHORITIES.

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

1 Section 1. (NEW) (*Effective October 1, 2020*) (a) As used in this section, 2 "housing authority" means any of the public corporations created by 3 section 8-40 of the general statutes, and the State Housing Authority 4 when exercising the rights, powers, duties or privileges of, or subject to 5 the immunities or limitations of, housing authorities pursuant to section 6 8-121 of the general statutes, the property of which is exempt from 7 property tax under any provision of chapter 128 of the general statutes 8 and "municipality" means any town, consolidated town and city, 9 consolidated town and borough, borough, district, as defined in section 10 7-324 of the general statutes, and any city not consolidated with a town.

(b) On or before January first, annually, the Secretary of the Office of Policy and Management shall determine the amount due to each municipality in the state, in accordance with this section, as a state grant in lieu of taxes with respect to real property and improvements on such property owned or leased by any housing authority for affordable housing purposes to receive payments in lieu of taxes for such property
and improvements, exclusive of any such property operated by the
federal government.

19 (c) The grant payable to any municipality under the provisions of this 20 section in the state fiscal year commencing July 1, 2022, and in each fiscal 21 year thereafter, shall be equal to seventy-seven per cent of the property 22 taxes which, except for any exemption applicable to any such housing 23 authority property under the provisions of chapter 128 of the general 24 statutes, would have been paid with respect to such exempt real 25 property on the assessment list in such municipality for the assessment 26 date two years prior to the commencement of the state fiscal year in 27 which such grant is payable. The amount of the grant payable to each 28 municipality in any year in accordance with this section shall be reduced 29 proportionately in the event that the total of such grants in such year 30 exceeds the amount appropriated for the purposes of this section with 31 respect to such year.

(d) The provisions of this section shall not apply to any municipality
that is party to a contract under subsection (b) or (d) of section 8-216 of
the general statutes and receiving payments in lieu of taxes pursuant to
such contract during the term of such contract.

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

Section 1	October 1, 2020	New section

Statement of Purpose:

To provide municipalities in which a housing authority is located with payments in lieu of taxes.

[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.]