



General Assembly

February Session, 2024

***Raised Bill No. 446***

LCO No. 2963



Referred to Committee on APPROPRIATIONS

Introduced by:  
(APP)

***AN ACT CONCERNING PAYMENTS IN LIEU OF TAXES.***

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

1 Section 1. Subsections (a) and (b) of section 12-18b of the 2024  
2 supplement to the general statutes are repealed and the following is  
3 substituted in lieu thereof (*Effective July 1, 2024*):

4 (a) For the purposes of this section:

5 (1) "College and hospital property" means all real property described  
6 in subsection (a) of section 12-20a;

7 (2) "Equalized net grand list per capita" means the grand list of a  
8 municipality upon which taxes were levied for the general expenses of  
9 such municipality three years prior to the fiscal year in which a grant  
10 under this section is to be paid, equalized in accordance with the  
11 provisions of section 10-261a and divided by the total population of such  
12 municipality;

13 (3) "Municipality" means any town, city, borough, consolidated town  
14 and city and consolidated town and borough;

15 (4) "State, municipal or tribal property" means all real property  
16 described in subsection (a) of section 12-19a and any other land held in  
17 trust by the federal government for the Mashantucket Pequot Tribal  
18 Nation or the Mohegan Tribe of Indians of Connecticut;

19 (5) "Tier one municipality" means a municipality with an equalized  
20 net grand list per capita of less than one hundred thousand dollars;

21 (6) "Tier two municipality" means a municipality with an equalized  
22 net grand list per capita of one hundred thousand dollars to two  
23 hundred thousand dollars; and

24 (7) "Tier three municipality" means a municipality with an equalized  
25 net grand list per capita of greater than two hundred thousand dollars.

26 (b) Notwithstanding the provisions of sections 12-19a and 12-20a, on  
27 or before September thirtieth, annually, all funds appropriated for state  
28 grants in lieu of taxes shall be payable to municipalities and fire districts  
29 pursuant to the provisions of this section. On or before January first,  
30 annually, the Secretary of the Office of Policy and Management shall  
31 determine the amount due, as a state grant in lieu of taxes, to each  
32 municipality and fire district in this state wherein college and hospital  
33 property is located and to each municipality and fire district in this state  
34 wherein state, municipal or tribal property, except that which was  
35 acquired and used for highways and bridges, but not excepting  
36 property acquired and used for highway administration or maintenance  
37 purposes, is located. Such determination shall be calculated based on  
38 assessed values provided to the Office of Policy and Management prior  
39 to the preceding April first, pursuant to section 12-19b.

40 (1) The grant payable to any municipality or fire district for state,  
41 municipal or tribal property under the provisions of this section in the  
42 fiscal year ending June 30, 2022, and each fiscal year thereafter, shall be  
43 equal to the total of:

44 (A) One hundred per cent of the property taxes that would have been  
45 paid with respect to any facility designated by the Commissioner of

46 Correction, on or before August first of each year, to be a correctional  
47 facility administered under the auspices of the Department of  
48 Correction or a juvenile residential center under direction of the Judicial  
49 Branch that was used for incarcerative purposes during the preceding  
50 fiscal year. If a list containing the name and location of such designated  
51 facilities and information concerning their use for purposes of  
52 incarceration during the preceding fiscal year is not available from the  
53 Secretary of the State on August first of any year, the Commissioner of  
54 Correction shall, on said date, certify to the Secretary of the Office of  
55 Policy and Management a list containing such information;

56 (B) One hundred per cent of the property taxes that would have been  
57 paid with respect to that portion of the John Dempsey Hospital located  
58 at The University of Connecticut Health Center in Farmington that is  
59 used as a permanent medical ward for prisoners under the custody of  
60 the Department of Correction. Nothing in this section shall be construed  
61 as designating any portion of The University of Connecticut Health  
62 Center John Dempsey Hospital as a correctional facility;

63 [(C) One hundred per cent of the property taxes that would have been  
64 paid on any land designated within the 1983 Settlement boundary and  
65 taken into trust by the federal government for the Mashantucket Pequot  
66 Tribal Nation on or after June 8, 1999;]

67 [(D)] (C) One hundred per cent of the property taxes that would have  
68 been paid with respect to the property and facilities owned by the  
69 Connecticut Port Authority;

70 [(E)] (D) Subject to the provisions of subsection (c) of section 12-19a,  
71 sixty-five per cent of the property taxes that would have been paid with  
72 respect to the buildings and grounds comprising Connecticut Valley  
73 Hospital and Whiting Forensic Hospital in Middletown;

74 [(F)] (E) With respect to any municipality in which more than fifty per  
75 cent of the property is state-owned real property, one hundred per cent  
76 of the property taxes that would have been paid with respect to such  
77 state-owned property;

78        [(G)] (F) Forty-five per cent of the property taxes that would have  
79        been paid with respect to all municipally owned airports; except for the  
80        exemption applicable to such property, on the assessment list in such  
81        municipality for the assessment date two years prior to the  
82        commencement of the state fiscal year in which such grant is payable.  
83        The grant provided pursuant to this section for any municipally owned  
84        airport shall be paid to any municipality in which the airport is located,  
85        except that the grant applicable to Sikorsky Airport shall be paid one-  
86        half to the town of Stratford and one-half to the city of Bridgeport;

87        [(H)] (G) One hundred per cent of the property taxes that would have  
88        been paid with respect to any land [designated within the 1983  
89        Settlement boundary and] taken into trust by the federal government  
90        for the Mashantucket Pequot Tribal Nation, [prior to June 8, 1999,] or  
91        taken into trust by the federal government for the Mohegan Tribe of  
92        Indians of Connecticut, provided the real property subject to this  
93        subparagraph shall be the land only, and shall not include the assessed  
94        value of any structures, buildings or other improvements on such land;  
95        and

96        [(I)] (H) Forty-five per cent of the property taxes that would have  
97        been paid with respect to all other state-owned real property.

98        (2) The grant payable to any municipality or fire district for college  
99        and hospital property under the provisions of this section in the fiscal  
100        year ending June 30, 2017, and each fiscal year thereafter, shall be equal  
101        to the total of seventy-seven per cent of the property taxes that, except  
102        for any exemption applicable to any college and hospital property under  
103        the provisions of section 12-81, would have been paid with respect to  
104        college and hospital property on the assessment list in such municipality  
105        or fire district for the assessment date two years prior to the  
106        commencement of the state fiscal year in which such grant is payable.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2024	12-18b(a) and (b)

**Statement of Purpose:**

To address PILOT on certain land taken into trust by the federal government for the Mashantucket Pequot and Mohegan Tribes.

*[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.]*