

OFFICE OF FISCAL ANALYSIS

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

sHB-5478

AN ACT CONCERNING A PROPERTY TAX EXEMPTION FOR CERTAIN VETERANS AND THE PROVISION OF WRITTEN NOTICE TO MUNICIPALITIES AND VETERANS' ORGANIZATIONS OF CERTAIN OPTIONAL MUNICIPAL PROPERTY TAX EXEMPTIONS.

OFA Fiscal Note

State Impact: None

Municipal Impact:

Municipalities	Effect	FY 23 \$	FY 24 \$
Various Municipalities	Grand List Reduction	None	Potential

Explanation

The bill creates an optional property tax exemption of 10% of the assessment of a home owned by veterans that meet certain income limits.

A municipality that chose to implement this would experience a grand list reduction. At current mill rates, if every municipality chose to implement this option, the cumulative revenue loss would be an estimated \$63.5 million.

The bill also requires the Office of Policy and Management and the Department of Veterans' Affairs to provide information to municipalities and veterans' organizations about property tax exemptions for which veterans are eligible. This has no fiscal impact as it is anticipated that the agencies can provide this information with existing resources.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to changes in municipal mill rates and grand lists.