



General Assembly

Substitute Bill No. 401

February Session, 2022



**AN ACT CONCERNING DISBURSEMENT OF MUNICIPAL REVENUE
SHARING ACCOUNT FUNDS.**

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

1 Section 1. Subsection (b) of section 4-66*l* of the 2022 supplement to the
2 general statutes is repealed and the following is substituted in lieu
3 thereof (*Effective July 1, 2022*):

4 (b) There is established an account to be known as the "municipal
5 revenue sharing account" which shall be a separate, nonlapsing account
6 within the General Fund. The account shall contain any moneys
7 required by law to be deposited in the account. The secretary shall set
8 aside and ensure availability of moneys in the account [in the following
9 order of priority] and shall transfer or disburse such moneys as follows:

10 (1) For the fiscal year ending June 30, 2022, and each fiscal year
11 thereafter, moneys sufficient to make motor vehicle property tax grants
12 payable to municipalities pursuant to subsection (c) of this section shall
13 be expended not later than August first annually by the secretary;

14 (2) For the fiscal year ending June 30, 2022, and each fiscal year
15 thereafter, moneys sufficient to make the grants payable pursuant to
16 subsection (d) of section 12-18b, subdivisions (1) and (3) of subsection
17 (e) of section 12-18b, subsection (b) of section 12-19b and subsections (b)

18 and (c) of section 12-20b shall be expended by the secretary; and

19 (3) For the fiscal year ending June 30, 2022, and each fiscal year
20 thereafter, moneys in the account remaining shall be expended annually
21 by the secretary for the purposes of the municipal revenue sharing
22 grants established pursuant to subsection (d) of this section. Any such
23 moneys deposited in the account for municipal revenue sharing grants
24 [between October first and June thirtieth shall be distributed to
25 municipalities on the following October first and any such moneys
26 deposited in the account between July first and September thirtieth shall
27 be distributed to municipalities on the following January thirty-first]
28 from sales tax revenue shall be distributed to municipalities not later
29 than October first following the end of the fiscal year in which such
30 revenue accrues. Any municipality may apply to the Office of Policy and
31 Management on or after July first for early disbursement of a portion of
32 such grant. The Office of Policy and Management may approve such an
33 application if it finds that early disbursement is required in order for a
34 municipality to meet its cash flow needs. No early disbursement
35 approved by said office may be issued later than September thirtieth.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2022	4-661(b)

APP Joint Favorable Subst.