



House of Representatives

General Assembly

File No. 138

January Session, 2023

House Bill No. 6705

House of Representatives, March 21, 2023

The Committee on Housing reported through REP. LUXENBERG of the 12th Dist., Chairperson of the Committee on the part of the House, that the bill ought to pass.

AN ACT AUTHORIZING ADDITIONAL BONDS OF THE STATE FOR THE HOUSING RECEIVERSHIP REVOLVING FUND.

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

1 Section 1. Subsection (a) of section 47a-56k of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective October*
3 *1, 2023*):

4 (a) The State Bond Commission shall have power, in accordance with
5 the provisions of this section, from time to time to authorize the issuance
6 of bonds of the state in one or more series and in principal amounts not
7 exceeding in the aggregate [~~three~~] seven hundred fifty thousand dollars,
8 the proceeds of the sale of which shall be used by the Department of
9 Housing to provide funds for the Housing Receivership Revolving
10 Fund established in accordance with section 47a-56i, provided not more
11 than two hundred thousand dollars may be expended from said fund in
12 any single municipality.

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

Section 1	<i>October 1, 2023</i>	47a-56k(a)
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HSG *Joint Favorable*

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do 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.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 24 \$	FY 25 \$	Out Years \$
Treasurer, Debt Serv.	GF - Cost	See Below	See Below	700,000 total

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill authorizes \$450,000 in General Obligation bonding for the housing receivership revolving fund, to be administered by the Department of Housing. To the extent bonds are fully allocated and expended, total debt service is expected to be approximately \$700,000 over the 20-year duration of the bonds.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to the terms of any bonds issued.

OLR Bill Analysis**HB 6705*****AN ACT AUTHORIZING ADDITIONAL BONDS OF THE STATE FOR THE HOUSING RECEIVERSHIP REVOLVING FUND.*****SUMMARY**

This bill authorizes \$450,000 in state general obligation (GO) bonds for the Housing Receivership Revolving Fund.

In practice, the fund is currently inactive. By law it may, with court approval, be used to meet expenses for certain buildings for which a receiver has been appointed to remedy certain housing violations. Generally, these include apartment buildings with 20 or fewer units or a mobile manufactured home park (or a space or lot in the park). As under existing law, the average anticipated expense per dwelling unit or space may not exceed \$5,000, and no more than \$200,000 from the fund may be spent in any single municipality (CGS §§ 47a-56i & -56k).

EFFECTIVE DATE: October 1, 2023

COMMITTEE ACTION

Housing Committee

Joint Favorable

Yea 14 Nay 1 (03/02/2023)