

OFFICE OF FISCAL ANALYSIS

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sSB-1236

AN ACT CONCERNING THE AMOUNTS OF UNCLAIMED BEVERAGE CONTAINER DEPOSITS TO BE PAID FOR DEPOSIT IN THE GENERAL FUND.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 24 \$	FY 25 \$
Revenue Serv., Dept.	GF - Revenue Loss	11.7 million	3.2 million
Revenue Serv., Dept.	GF - Cost	Up to 75,000	Up to 75,000

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill, which reduces the amount of unclaimed deposits remitted to the General Fund under the state's bottle bill, results in (1) a revenue loss of \$11.7 million in FY 24 and \$3.2 million in FY 25, and (2) an annual cost to the Department of Revenue Services of up to \$75,000 beginning in FY 24 associated with programming updates to the CTax tax administration system and myconneCT online portal, and for annual modifications to bottle deposit forms.

The Out Years

The bill results in revenue losses of up to \$10 million in FY 26 and up to \$19.4 million in FY 27 and annually thereafter.¹ The annualized ongoing cost impact identified above would continue into the future

¹ The actual revenue loss is dependent upon the statewide redemption rate achieved annually beginning with FY 25 (which would determine the remittance for FY 26).

subject to inflation.