

OFFICE OF FISCAL ANALYSIS

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sHB-7264

AN ACT CONCERNING THE DEVELOPMENT OF A PILOT PROGRAM FOR THE COLLECTION OF UNPAID TAXES FROM STATE CONTRACTORS AND THE DEPARTMENT OF REVENUE SERVICES' RECOMMENDATIONS FOR REVISIONS TO THE TAX AND RELATED STATUTES.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 26 \$	FY 27 \$
Policy & Mgmt., Off.	GF - Potential Cost	See Below	None

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill makes several procedural, substantive, and administrative changes which are described below:

Section 1 requires the Office of Policy and Management (OPM) secretary and the Department of Revenue Services (DRS) commissioner to set up a pilot program to collect unpaid state taxes, penalties, and interest due from state contractors receiving payments from the state. This may result in a potential cost to OPM in FY 26 to the extent they require additional staff. Any impact to OPM will be dependent on how the pilot program is designed and implemented. This does not result in a fiscal impact to DRS as they have the staff and expertise necessary to complete the requirements of the program.

Section 2 eliminates the requirement that the DRS commissioner approve the Connecticut Housing Finance Authority's written procedures to implement the Housing Tax Credit Contribution

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program. This does not result in any fiscal impact to the state or municipalities.

Sections 3 and 4 shift, from the Department of Revenue Services to the Department of Consumer Protection, the responsibility for collecting the assessments for the gaming regulatory costs from the Mashantucket Pequot and Mohegan tribes. This does not result in any fiscal impact to the state or municipalities.

The Out Years

None.