



General Assembly

February Session, 2020

***Raised Bill No. 362***

LCO No. 2240



Referred to Committee on GOVERNMENT ADMINISTRATION  
AND ELECTIONS

Introduced by:  
(GAE)

***AN ACT CONCERNING OPERATIONS OF THE STATE TREASURER.***

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

1 Section 1. Section 8-169oo of the 2020 supplement to the general  
2 statutes is repealed and the following is substituted in lieu thereof  
3 (*Effective from passage*):

4 (a) The board of directors of the Connecticut Municipal  
5 Redevelopment Authority is authorized from time to time to issue its  
6 bonds, notes and other obligations in such principal amounts as in the  
7 opinion of the board shall be necessary to provide sufficient funds for  
8 carrying out the purposes set forth in section 8-169jj, as amended by this  
9 act, including the payment, funding or refunding of the principal of, or  
10 interest or redemption premiums on, any bonds, notes and other  
11 obligations issued by it, whether the bonds, notes or other obligations  
12 or interest to be funded or refunded have or have not become due, the  
13 establishment of reserves to secure such bonds, notes and other  
14 obligations, loans made by the authority and all other expenditures of  
15 the authority incident to and necessary or convenient to carry out the

16 purposes set forth in section 8-169jj, as amended by this act.

17 (b) Every issue of bonds, notes or other obligations shall be a general  
18 obligation of the authority payable out of any moneys or revenues of the  
19 authority and subject only to any agreements with the holders of  
20 particular bonds, notes or other obligations pledging any particular  
21 moneys or revenues. Any such bonds, notes or other obligations may be  
22 additionally secured by any grant or contributions from any  
23 department, agency or instrumentality of the United States or person or  
24 a pledge of any moneys, income or revenues of the authority from any  
25 source whatsoever.

26 (c) Notwithstanding any other provision of any law, any bonds, notes  
27 or other obligations issued by the authority pursuant to this section shall  
28 be fully negotiable within the meaning and for all purposes of title 42a.  
29 Any such bonds, notes or other obligations shall be legal investments  
30 for all trust companies, banks, investment companies, savings banks,  
31 building and loan associations, executors, administrators, guardians,  
32 conservators, trustees and other fiduciaries and pension, profit-sharing  
33 and retirement funds.

34 (d) Bonds, notes or other obligations of the authority shall be  
35 authorized by resolution of the board of directors of the authority and  
36 may be issued in one or more series and shall bear such date or dates,  
37 mature at such time or times, in the case of any such note, or any renewal  
38 thereof, not exceeding the term of years as the board shall determine  
39 from the date of the original issue of such notes, and, in the case of  
40 bonds, not exceeding thirty years from the date thereof, bear interest at  
41 such rate or rates, be in such denomination or denominations, be in such  
42 form, either coupon or registered, carry such conversion or registration  
43 privileges, have such rank or priority, be executed in such manner, be  
44 payable from such sources in such medium of payment at such place or  
45 places within or without this state, and be subject to such terms of  
46 redemption, with or without premium, as such resolution or resolutions  
47 may provide.

48 (e) Bonds, notes or other obligations of the authority may be sold at  
49 public or private sale at such price or prices as the board shall determine.

50 (f) Bonds, notes or other obligations of the authority may be refunded  
51 and renewed from time to time as may be determined by resolution of  
52 the board, provided any such refunding or renewal shall be in  
53 conformity with any rights of the holders of such bonds, notes or other  
54 obligations.

55 (g) [Except as provided in section 8-169qq, bonds] Bonds, notes or  
56 other obligations of the authority issued under the provisions of this  
57 section shall not be deemed to constitute a debt or liability of the state  
58 or of any political subdivision thereof other than the authority, or a  
59 pledge of the faith and credit of the state or of any such political  
60 subdivision other than the authority, and shall not constitute bonds or  
61 notes issued or guaranteed by the state within the meaning of section 3-  
62 21, but shall be payable solely from the funds as provided in this section.  
63 All such bonds, notes or other obligations shall contain on the face  
64 thereof a statement to the effect that, unless otherwise provided by law,  
65 neither the state of Connecticut nor any political subdivision thereof  
66 other than the authority shall be obligated to pay the same or the interest  
67 thereof except from revenues or other funds of the authority and that  
68 neither the faith and credit nor the taxing power of the state of  
69 Connecticut or of any political subdivision thereof other than the  
70 authority is pledged to the payment of the principal of, or the interest  
71 on, such bonds, notes or other obligations.

72 (h) Any resolution or resolutions authorizing the issuance of bonds,  
73 notes or other obligations may contain provisions, except as limited by  
74 existing agreements with the holders of bonds, notes or other  
75 obligations, which shall be a part of the contract with the holders  
76 thereof, as to the following: (1) The pledging of all or any part of the  
77 moneys received by the authority to secure the payment of the principal  
78 of and interest on any bonds, notes or other obligations or of any issue  
79 thereof; (2) the pledging of all or part of the assets of the authority to  
80 secure the payment of the principal and interest on any bonds, notes or

81 other obligations or of any issue thereof; (3) the establishment of  
82 reserves or sinking funds, the making of charges and fees to provide for  
83 the same, and the regulation and disposition thereof; (4) limitations on  
84 the purpose to which the proceeds of sale of bonds, notes or other  
85 obligations may be applied and pledging such proceeds to secure the  
86 payment of the bonds, notes or other obligations, or of any issues  
87 thereof; (5) limitations on the issuance of additional bonds, notes or  
88 other obligations, the terms upon which additional bonds, bond  
89 anticipation notes or other obligations may be issued and secured, the  
90 refunding or purchase of outstanding bonds, notes or other obligations  
91 of the authority; (6) the procedure, if any, by which the terms of any  
92 contract with the holders of any bonds, notes or other obligations of the  
93 authority may be amended or abrogated, the amount of bonds, notes or  
94 other obligations the holders of which must consent thereto and the  
95 manner in which such consent may be given; (7) limitations on the  
96 amount of moneys to be expended by the authority for operating,  
97 administrative or other expenses of the authority; (8) the vesting in a  
98 trustee or trustees of such property, rights, powers and duties in trust as  
99 the authority may determine, which may include any or all of the rights,  
100 powers and duties of any trustee appointed by the holders of any bonds,  
101 notes or other obligations and limiting or abrogating the right of the  
102 holders of any bonds, notes or other obligations of the authority to  
103 appoint a trustee or limiting the rights, powers and duties of such  
104 trustee; (9) provision for a trust agreement by and between the authority  
105 and a corporate trustee which may be any trust company or bank having  
106 the powers of a trust company within or without the state, which  
107 agreement may provide for the pledging or assigning of any assets or  
108 income from assets to which or in which the authority has any rights or  
109 interest, and may further provide for such other rights and remedies  
110 exercisable by the trustee as may be proper for the protection of the  
111 holders of any bonds, notes or other obligations of the authority and not  
112 otherwise in violation of law. Such agreement may provide for the  
113 restriction of the rights of any individual holder of bonds, notes or other  
114 obligations of the authority. All expenses incurred in carrying out the  
115 provisions of such trust agreement may be treated as a part of the cost

116 of operation of the authority. The trust agreement may contain any  
117 further provisions which are reasonable to delineate further the  
118 respective rights, duties, safeguards, responsibilities and liabilities of  
119 the authority, individual and collective holders of bonds, notes and  
120 other obligations of the authority and the trustees; (10) covenants to do  
121 or refrain from doing such acts and things as may be necessary or  
122 convenient or desirable in order to better secure any bonds, notes or  
123 other obligations of the authority, or which, in the discretion of the  
124 authority, will tend to make any bonds, notes or other obligations to be  
125 issued more marketable, notwithstanding that such covenants, acts or  
126 things may not be enumerated herein; and (11) any other matters of like  
127 or different character, which in any way affect the security or protection  
128 of the bonds, notes or other obligations.

129 (i) Any pledge made by the authority of income, revenues or other  
130 property shall be valid and binding from the time the pledge is made.  
131 The income, revenue, such state taxes as the authority shall be entitled  
132 to receive or other property so pledged and thereafter received by the  
133 authority shall immediately be subject to the lien of such pledge without  
134 any physical delivery thereof or further act, and the lien of any such  
135 pledge shall be valid and binding as against all parties having claims of  
136 any kind in tort, contract or otherwise against the authority, irrespective  
137 of whether such parties have notice thereof.

138 (j) The board of directors of the authority is authorized and  
139 empowered to obtain from any department, agency or instrumentality  
140 of the United States any insurance or guarantee as to, or of or for the  
141 payment or repayment of, interest or principal or both, or any part  
142 thereof, on any bonds, notes or other obligations issued by the authority  
143 pursuant to the provisions of this section and, notwithstanding any  
144 other provisions of sections 8-169ii to 8-169ss, inclusive, to enter into any  
145 agreement, contract or any other instrument whatsoever with respect to  
146 any such insurance or guarantee except to the extent that such action  
147 would in any way impair or interfere with the authority's ability to  
148 perform and fulfill the terms of any agreement made with the holders  
149 of the bonds, bond anticipation notes or other obligations of the

150 authority.

151 [(k) Neither the members of the board of directors of the authority  
152 nor any person executing bonds, notes or other obligations of the  
153 authority issued pursuant to this section shall be liable personally on  
154 such bonds, notes or other obligations or be subject to any personal  
155 liability or accountability by reason of the issuance thereof, nor shall any  
156 director, officer or employee of the authority be personally liable for  
157 damage or injury caused in the performance of such director, officer or  
158 employee's duties and within the scope of employment or appointment  
159 as such director, officer or employee, provided the conduct of such  
160 director, officer or employee was found not to have been wanton,  
161 reckless, wilful or malicious. The authority shall protect, save harmless  
162 and indemnify its directors, officers or employees from financial loss  
163 and expense, including legal fees and costs, if any, arising out of any  
164 claim, demand, suit or judgment by reason of alleged negligence or  
165 alleged deprivation of any person's civil rights or any other act or  
166 omission resulting in damage or injury, if the director, officer or  
167 employee is found to have been acting in the discharge of his or her  
168 duties or within the scope of his or her employment and such act or  
169 omission is found not to have been wanton, reckless, wilful or  
170 malicious.]

171 [(l)] ~~(k)~~ The board of directors of the authority [shall have power to]  
172 may purchase bonds, notes or other obligations of the authority out of  
173 any funds available for such purpose. The authority may hold, cancel or  
174 resell such bonds, notes or other obligations subject to and in accordance  
175 with agreements with holders of its bonds, notes and other obligations.

176 [(m)] ~~(l)~~ All moneys received pursuant to the authority of this section,  
177 whether as proceeds from the sale of bonds or as revenues, shall be  
178 deemed to be trust funds to be held and applied solely as provided in  
179 this section. Any officer with whom, or any bank or trust company with  
180 which, such moneys shall be deposited shall act as trustee of such  
181 moneys and shall hold and apply the same for the purposes of section  
182 8-169jj, as amended by this act, and the resolution authorizing the bonds

183 of any issue or the trust agreement securing such bonds may provide.

184       [(n)] (m) Any holder of bonds, notes or other obligations issued under  
185 the provisions of this section, and the trustee or trustees under any trust  
186 agreement, except to the extent the rights herein given may be restricted  
187 by any resolution authorizing the issuance of or any such trust  
188 agreement securing such bonds, may, either at law or in equity, by suit,  
189 action, mandamus or other proceeding, protect and enforce any and all  
190 rights under the laws of the state or granted under this section or under  
191 such resolution or trust agreement and may enforce and compel the  
192 performance of all duties required by this section or by such resolution  
193 or trust agreement to be performed by the authority or by any officer,  
194 employee or agent of the authority, including the fixing, charging and  
195 collecting of the rates, rents, fees and charges herein authorized and  
196 required by the provisions of such resolution or trust agreement to be  
197 fixed, established and collected.

198       [(o)] (n) The authority may make representations and agreements for  
199 the benefit of the holders of any bonds, notes or other obligations of the  
200 state which are necessary or appropriate to ensure the exclusion from  
201 gross income for federal income tax purposes of interest on bonds, notes  
202 or other obligations of the state from taxation under the Internal  
203 Revenue Code of 1986 or any subsequent corresponding internal  
204 revenue code of the United States, as amended from time to time,  
205 including agreement to pay rebates to the federal government of  
206 investment earnings derived from the investment of the proceeds of the  
207 bonds, notes or other obligations of the authority. Any such agreement  
208 may include: (1) A covenant to pay rebates to the federal government of  
209 investment earnings derived from the investment of the proceeds of the  
210 bonds, notes or other obligations of the authority; (2) a covenant that the  
211 authority will not limit or alter its rebate obligations until its obligations  
212 to the holders or owners of such bonds, notes or other obligations are  
213 finally met and discharged; and (3) provisions to (A) establish trust and  
214 other accounts which may be appropriate to carry out such  
215 representations and agreements, (B) retain fiscal agents as depositories  
216 for such funds and accounts, and (C) provide that such fiscal agents may

217 act as trustee of such funds and accounts.

218 Sec. 2. Section 8-169qq of the 2020 supplement to the general statutes  
219 is repealed and the following is substituted in lieu thereof (*Effective from*  
220 *passage*):

221 [(a) The state shall protect, save harmless and indemnify the  
222 directors, officers and employees of the Connecticut Municipal  
223 Redevelopment Authority from financial loss and expenses, including  
224 legal fees and costs, if any, arising out of any claim, demand, suit or  
225 judgment based upon any alleged act or omission of any such director,  
226 officer or employee in connection with, or any other legal challenge to,  
227 authority development projects within a Connecticut Municipal  
228 Redevelopment Authority development district, provided any such  
229 director, officer or employee is found to have been acting in the  
230 discharge of such director, officer or employee's duties or within the  
231 scope of such director, officer or employee's employment and any such  
232 act or omission is found not to have been wanton, reckless, wilful or  
233 malicious.

234 (b) In the event any bond, note or other obligation of the authority  
235 cannot be paid by the authority, the state shall assume the liability of  
236 and make payment on such debt.]

237 (a) For the purposes of this section, "required minimum capital  
238 reserve" means the maximum amount permitted to be deposited in a  
239 special capital reserve fund by the Internal Revenue Code of 1986, or  
240 any subsequent corresponding internal revenue code of the United  
241 States, as amended from time to time, to permit the interest on such  
242 bonds to be excluded from gross income for federal tax purposes and  
243 secured by such special capital reserve fund.

244 (b) In connection with the issuance of bonds or to refund bonds  
245 previously issued by the authority, or in connection with the issuance of  
246 bonds to effect a refinancing or other restructuring with respect to one  
247 or more projects, the authority may create and establish one or more  
248 reserve funds to be known as special capital reserve funds, and may pay



249 into such special capital reserve funds (1) any moneys appropriated and  
250 made available by the state for the purposes of such special capital  
251 reserve funds, (2) any proceeds of the sale of notes or bonds, to the extent  
252 provided in the resolution of said authority authorizing the issuance  
253 thereof, and (3) any other moneys which may be made available to the  
254 authority for the purpose of such special capital reserve funds from any  
255 other source or sources.

256 (c) The moneys held in or credited to any special capital reserve fund  
257 established under this section, except as otherwise provided in this  
258 section, shall be used for (1) the payment of the principal of and interest,  
259 when due, whether at maturity or by mandatory sinking fund  
260 installments, on bonds of the authority secured by such special capital  
261 reserve fund as such payments become due, or (2) the purchase of such  
262 bonds of the authority and the payment of any redemption premium  
263 required to be paid when such bonds are redeemed prior to maturity,  
264 including in any such case by way of reimbursement of a provider of  
265 bond insurance or of a credit or liquidity facility that has paid such  
266 redemption premiums. The authority may provide that moneys in any  
267 such special capital reserve fund shall not be withdrawn therefrom at  
268 any time in such amount as would reduce the amount of such moneys  
269 to less than the maximum amount of principal and interest becoming  
270 due by reasons of maturity or a required sinking fund installment in the  
271 then current or any succeeding calendar year on the bonds of said  
272 authority then outstanding, or less than the required minimum capital  
273 reserve, except for the purpose of paying such principal of, redemption  
274 premium and interest on such bonds of the authority secured by such  
275 special capital reserve becoming due and for the payment of which  
276 other moneys of said authority are not available. The authority may  
277 provide that it shall not issue bonds secured by a special capital reserve  
278 fund at any time if the required minimum capital reserve on the bonds  
279 outstanding and the bonds then to be issued and secured by the same  
280 special capital reserve fund at the time of issuance exceeds the moneys  
281 in the special capital reserve fund, unless the authority, at the time of  
282 the issuance of such bonds, deposits in such special capital reserve fund

283 from the proceeds of the bonds so to be issued, or from other sources,  
284 an amount which, together with the amount then in such special capital  
285 reserve fund, will be not less than the required minimum capital reserve.

286 (d) Prior to December first, annually, the authority shall deposit into  
287 any special capital reserve fund, the balance of which has fallen below  
288 the required minimum capital reserve of such fund, the full amount  
289 required to meet the minimum capital reserve of such fund, as available  
290 to the authority from any resources of the authority not otherwise  
291 pledged or dedicated to another purpose. On or before December first,  
292 annually, but after the authority has made such required deposit, there  
293 is deemed to be appropriated from the General Fund such sums, if any,  
294 as shall be certified by the chairperson or vice-chairperson of the  
295 authority to the Secretary of the Office of Policy and Management, the  
296 State Treasurer and the joint standing committees of the General  
297 Assembly having cognizance of matters relating to finance, revenue and  
298 bonding and planning and development, as necessary to restore each  
299 such special capital reserve fund to the amount equal to the required  
300 minimum capital reserve of such fund, and such amounts shall be  
301 allotted and paid to the authority. For the purpose of evaluation of any  
302 such special capital reserve fund, obligations acquired as an investment  
303 for any such special capital reserve fund shall be valued at amortized  
304 cost.

305 (e) Nothing contained in this section shall preclude the authority  
306 from establishing and creating other debt service reserve funds in  
307 connection with the issuance of bonds or notes of the authority which  
308 are not special capital reserve funds. Subject to any agreement or  
309 agreements with holders of outstanding notes and bonds of the  
310 authority, any amount or amounts allotted and paid to the authority  
311 pursuant to subsection (d) of this section shall be repaid to the state from  
312 moneys of the authority at such time as such moneys are not required  
313 for any other of the authority's corporate purposes, and in any event  
314 shall be repaid to the state on the date one year after all bonds and notes  
315 of the authority theretofore issued on the date or dates such amount or  
316 amounts are allotted and paid to the authority or thereafter issued,

317 together with interest on such bonds and notes, with interest on any  
318 unpaid installments of interest and all costs and expenses in connection  
319 with any action or proceeding by or on behalf of the holders thereof, are  
320 fully met and discharged.

321 (f) No bonds secured by a special capital reserve fund shall be issued  
322 to pay project costs unless the authority is of the opinion and determines  
323 that the revenues from the project shall be sufficient to (1) pay the  
324 principal of and interest on the bonds issued to finance the project, (2)  
325 establish, increase and maintain any reserves deemed by the authority  
326 to be advisable to secure the payment of the principal of and interest on  
327 such bonds, (3) pay the cost of maintaining the project in good repair  
328 and keeping it properly insured, and (4) pay such other costs of the  
329 project as may be required.

330 (g) Notwithstanding the provisions of this section, no bonds secured  
331 by a special capital reserve fund shall be issued by the authority until  
332 and unless such issuance has been approved by the Secretary of the  
333 Office of Policy and Management or his or her deputy. Any such  
334 approval by the secretary pursuant to this subsection shall be in  
335 addition to (1) the otherwise required opinion of sufficiency by the  
336 authority set forth in subsection (f) of this section, and (2) the approval  
337 of the State Treasurer or the Deputy State Treasurer and the  
338 documentation by the authority otherwise required under subsection  
339 (a) of section 1-124. Such approval may provide for the waiver or  
340 modification of such other requirements of this section as the secretary  
341 determines to be necessary or appropriate in order to effectuate such  
342 issuance, subject to all applicable tax covenants of the authority and the  
343 state.

344 (h) Notwithstanding any other provision contained in this section,  
345 the aggregate amount of bonds secured by such special capital reserve  
346 fund authorized to be created and established by this section shall not  
347 exceed fifty million dollars.

348 Sec. 3. (NEW) (*Effective from passage*) (a) Before any state officer, state

349 employee, state agency, state board or state commission, or any agent  
350 thereof, for any purpose, (1) shall incur any financial obligation of the  
351 state, or (2) enter into any agreement to covenants, events of default,  
352 remedies, priority rights or other similar terms in connection with a  
353 financial obligation of the state, where such financial obligation is (A) in  
354 excess of one million dollars, or (B) encumbers property or rights of the  
355 state material to the operations of the state, such officer, employee,  
356 agency, board or commission, or any agent thereof, shall notify the State  
357 Treasurer of such proposed obligation or agreement and receive written  
358 acknowledgment from the State Treasurer that the State Treasurer has  
359 determined the entity has provided adequate information necessary for  
360 the State Treasurer to meet timely required disclosure obligations under  
361 federal securities law. Once the State Treasurer has determined that  
362 adequate disclosure information has been received, including the  
363 document or documents pursuant to which such financial obligation is  
364 to be incurred and such additional information as may be requested, the  
365 State Treasurer, or his or her designee, shall provide written  
366 acknowledgment of such. The State Treasurer may establish, and revise  
367 from time to time, exemptions from such filing requirements as the State  
368 Treasurer shall determine are consistent with the state's obligations  
369 under the federal securities laws.

370 (b) For the purposes of this section, (1) "state officer, state employee,  
371 state agency, state board or state commission, or any agent thereof"  
372 includes the John Dempsey Hospital Finance Corporation or any similar  
373 organization; and (2) "financial obligation" means (A) a debt obligation,  
374 (B) a derivative instrument entered into in connection with, or pledged  
375 as security or a source of payment for, an existing or planned debt  
376 obligation, (C) a guarantee of subparagraph (A) or (B) of this  
377 subdivision, or (D) any other financial obligation, as defined in 17 CFR  
378 240.15c2-12, as amended from time to time.

379 Sec. 4. Section 3-37 of the general statutes is repealed and the  
380 following is substituted in lieu thereof (*Effective July 1, 2020*):

381 (a) The Treasurer shall, annually, on or before December thirty-first,

382 submit a final audited report to the Governor and a copy of such report  
383 to the Investment Advisory Council, which shall include the following  
384 information concerning the activities of the office of the State Treasurer  
385 for the immediately preceding fiscal year ending June thirtieth: (1)  
386 Complete financial statements and accompanying footnotes for the  
387 combined investment funds prepared in accordance with generally  
388 accepted accounting principles, which financial statements shall be  
389 audited in accordance with generally accepted auditing standards and  
390 supplementary schedules depicting the interests of the component  
391 retirement plans and trust funds; (2) complete financial statements and  
392 accompanying footnotes for the Short Term Investment Fund prepared  
393 in accordance with generally accepted accounting principles and  
394 supplementary schedules listing all assets held by the Short Term  
395 Investment Fund; (3) a discussion and review of the performance of the  
396 combined investment funds and Short Term Investment Fund for such  
397 fiscal year in accordance with recognized and appropriate performance  
398 presentation and disclosure, including an analysis of the return earned  
399 by the portfolio and each combined investment fund as well as the risk  
400 profile of the portfolio and each combined investment fund according  
401 to investment industry standards; (4) the activities and transactions in  
402 such reasonable detail as is appropriate of the cash management  
403 division including information on the state's cash receipts and  
404 disbursements for the fiscal year, and the debt management division;  
405 [including the financial statements of the tax-exempt proceeds fund  
406 prepared in accordance with generally accepted accounting principles;]  
407 (5) financial statements and accompanying footnotes as well as a  
408 summary of operating results for the Second Injury Fund for such fiscal  
409 year; (6) a financial summary and report on the activities of the state's  
410 unclaimed property program for such fiscal year; (7) a listing of the  
411 companies from which state funds were divested based upon such  
412 companies' business in Sudan, pursuant to the provisions of section 3-  
413 21e, and any companies identified by the Treasurer as companies from  
414 which investment of state funds has been declared impermissible by the  
415 Treasurer, pursuant to the provisions of section 3-21e; and (8) such other  
416 information as the Treasurer deems of interest to the public.

417 (b) Commencing October 1, 2010, and monthly thereafter, the  
418 Treasurer shall submit a report to the chairpersons and ranking  
419 members of the joint standing committees of the General Assembly  
420 having cognizance of matters relating to finance, revenue and bonding  
421 and appropriations and the budgets of state agencies, and to the  
422 legislative Office of Fiscal Analysis. Such report shall include the  
423 following information for the month two months prior to the month in  
424 which the report is submitted: (1) A weekly list of the cash balance, with  
425 amount and percentage of sources, such as the common cash pool, bond  
426 fund investments and Special Transportation Fund investments, with  
427 accompanying footnotes; (2) a year-to-date total, on an ongoing basis, of  
428 authorized but unissued bonds, including assumptions in bond  
429 issuance, and any changes from month to month in such assumptions;  
430 (3) any other debt instruments or commercial paper issued, the types  
431 and amounts, with accompanying footnotes; and (4) the amounts in the  
432 common cash fund, with all components, such as bank and different  
433 investment accounts, and the amounts thereof separately listed.

434 (c) The reports required pursuant to this section shall be made  
435 available to the public in hard copy and accessible electronically by  
436 means of the Internet or other media or systems available to the public.

437 Sec. 5. Subsection (q) of section 3-62h of the general statutes is  
438 repealed and the following is substituted in lieu thereof (*Effective July 1,*  
439 *2020*):

440 (q) Any moneys held by the Treasurer or by a trustee pursuant to an  
441 indenture of trust with respect to abandoned property fund bonds  
442 including pledged revenues, other pledged receipts, funds or moneys  
443 and proceeds from the sale of such abandoned property fund bonds,  
444 may, pending the use or application of the proceeds thereof for an  
445 authorized purpose, be (1) invested and reinvested in such obligations,  
446 securities and investments as are set forth in subsection (f) of section 3-  
447 20 [J] and in participation certificates in the Short Term Investment  
448 Funds created under sections 3-27a and 3-27f, [and in participation  
449 certificates or securities of the Tax-Exempt Proceeds Fund created under

450 section 3-24a] or (2) deposited or redeposited in such bank or banks as  
451 shall be provided in the proceedings. Unless the proceedings provide  
452 otherwise, proceeds from investments authorized by this subsection,  
453 less amounts required under the proceedings authorizing the issuance  
454 of abandoned property fund bonds for the payment of Special  
455 Abandoned Property Fund financing costs relating to such abandoned  
456 property fund bonds, shall be credited to the Special Abandoned  
457 Property Fund.

458 Sec. 6. Subsection (d) of section 7-406n of the general statutes is  
459 repealed and the following is substituted in lieu thereof (*Effective July 1,*  
460 *2020*):

461 (d) Any moneys held by the Treasurer or by a trustee pursuant to an  
462 indenture of trust with respect to municipal pension solvency account  
463 bonds including pledged revenues, other pledged receipts, funds or  
464 moneys and proceeds from the sale of such municipal pension solvency  
465 account bonds, may, pending the use or application of such proceeds  
466 for an authorized purpose, be (1) invested and reinvested in such  
467 obligations, securities and investments as are set forth in subsection (f)  
468 of section 3-20 [ ] and in participation certificates in the Short Term  
469 Investment Funds created under sections 3-27a and 3-27f, [and in  
470 participation certificates or securities of the Tax-Exempt Proceeds Fund  
471 created under section 3-24a,] or (2) deposited or redeposited in such  
472 bank or banks as shall be provided in the proceedings authorizing the  
473 issuance of municipal pension solvency account bonds. Unless the  
474 proceedings provide otherwise, proceeds from investments authorized  
475 by this subsection, less amounts required under the proceedings for the  
476 payment of municipal pension solvency loan costs relating to such  
477 municipal pension solvency account bonds, shall be credited to the  
478 municipal pension solvency account.

479 Sec. 7. Subdivision (9) of subsection (b) of section 8-169jj of the 2020  
480 supplement to the general statutes is repealed and the following is  
481 substituted in lieu thereof (*Effective July 1, 2020*):

482 (9) Invest any funds not needed for immediate use or disbursement  
483 in obligations issued or guaranteed by the United States or the state,  
484 including the Short Term Investment Fund, [and the Tax-Exempt  
485 Proceeds Fund,] and in other obligations that are legal investments for  
486 savings banks in this state, and in-time deposits or certificates of deposit  
487 or other similar banking arrangements secured in such manner as the  
488 authority determines;

489 Sec. 8. Subsection (b) of section 8-336o of the general statutes is  
490 repealed and the following is substituted in lieu thereof (*Effective July 1,*  
491 *2020*):

492 (b) Any moneys held in the Housing Trust Fund may, pending the  
493 use or application of the proceeds thereof for an authorized purpose, be  
494 (1) invested and reinvested in such obligations, securities and  
495 investments as are set forth in subsection (f) of section 3-20 [,] and in  
496 participation certificates in the Short Term Investment Fund created  
497 under sections 3-27a and 3-27f, [and in participation certificates or  
498 securities of the Tax-Exempt Proceeds Fund created under section 3-  
499 24a,] (2) deposited or redeposited in such bank or banks at the direction  
500 of the Treasurer, or (3) invested in participation units in the combined  
501 investment funds, as defined in section 3-31b. Unless otherwise  
502 provided pursuant to subsection (c) of this section, proceeds from  
503 investments authorized by this subsection shall be credited to the  
504 Housing Trust Fund.

505 Sec. 9. Subsection (b) of section 32-7o of the general statutes is  
506 repealed and the following is substituted in lieu thereof (*Effective July 1,*  
507 *2020*):

508 (b) Any moneys held in the Connecticut Manufacturing Innovation  
509 Fund may, pending the use or application of the proceeds thereof for an  
510 authorized purpose, be (1) invested and reinvested in such obligations,  
511 securities and investments as are set forth in subsection (f) of section 3-  
512 20 [,] and in participation certificates in the Short Term Investment Fund  
513 created under sections 3-27a and 3-27f, [and in participation certificates



514 or securities of the Tax-Exempt Proceeds Fund created under section 3-  
515 24a,] (2) deposited or redeposited in any bank or banks, at the direction  
516 of the Treasurer, or (3) invested in participation units in the combined  
517 investment funds, as defined in section 3-31b. Proceeds from  
518 investments authorized by this subsection shall be credited to the  
519 Connecticut Manufacturing Innovation Fund.

520 Sec. 10. Subsection (b) of section 32-602 of the general statutes is  
521 repealed and the following is substituted in lieu thereof (*Effective July 1,*  
522 *2020*):

523 (b) For these purposes, the authority shall have the following powers:  
524 (1) To have perpetual succession as a body corporate and to adopt  
525 procedures for the regulation of its affairs and the conduct of its business  
526 as provided in subsection (f) of section 32-601, to adopt a corporate seal  
527 and alter the same at its pleasure, and to maintain an office at such place  
528 or places within the city of Hartford as it may designate; (2) to sue and  
529 be sued, to contract and be contracted with; (3) to employ such  
530 assistants, agents and other employees as may be necessary or desirable  
531 to carry out its purposes, which employees shall be exempt from the  
532 classified service and shall not be employees, as defined in subsection  
533 (b) of section 5-270, to fix their compensation, to establish and modify  
534 personnel procedures as may be necessary from time to time and to  
535 negotiate and enter into collective bargaining agreements with labor  
536 unions; (4) to acquire, lease, hold and dispose of personal property for  
537 the purposes set forth in this section; (5) to procure insurance against  
538 any liability or loss in connection with its property and other assets, in  
539 such amounts and from such insurers as it deems desirable and to  
540 procure insurance for employees; (6) to invest any funds not needed for  
541 immediate use or disbursement in obligations issued or guaranteed by  
542 the United States of America or the state of Connecticut, including the  
543 Short Term Investment Fund, [and the Tax-Exempt Proceeds Fund,] and  
544 in other obligations which are legal investments for savings banks in  
545 this state and in time deposits or certificates of deposit or other similar  
546 banking arrangements secured in such manner as the authority  
547 determines; (7) notwithstanding any other provision of the general

548 statutes, upon request of the Secretary of the Office of Policy and  
549 Management, to enter into an agreement for funding to facilitate the  
550 relocation of state offices within the capital city economic development  
551 district; (8) to enter into such memoranda of understanding as the  
552 authority deems appropriate to carry out its responsibilities under this  
553 chapter; and (9) to do all acts and things necessary or convenient to carry  
554 out the purposes of and the powers expressly granted by this section.

555 Sec. 11. Section 10-63b of the general statutes is repealed and the  
556 following is substituted in lieu thereof (*Effective from passage*):

557 Within thirty days of receipt of an application pursuant to section 10-  
558 63a<sub>2</sub>, the regional board of education shall call for the appointment of a  
559 committee to study issues relating to withdrawal or dissolution. The  
560 committee shall consist of the following: One member of the board of  
561 education of each town within the district, to be selected by each such  
562 board, if any, or if none, an elector to be elected by the legislative body  
563 in such town; one member of the board of finance or comparable fiscal  
564 body of each town within the district to be selected by each such board  
565 or body; two members of the regional board of education, to be selected  
566 by such board, no more than one of whom may be a resident of a town  
567 making the application for the appointment of the committee; one  
568 member to be appointed by the Commissioner of Education, who shall  
569 not be a resident of any town within the district; [the State Treasurer or  
570 the Treasurer's designee,] and one member to be appointed by the  
571 regional board of education, who shall be an expert in municipal  
572 bonding and financing and who shall not be a resident of any town  
573 within the district. The members shall receive no compensation for their  
574 services, but their expenses and those incurred by the regional board in  
575 connection with withdrawal or dissolution procedures shall be paid by  
576 the towns applying for withdrawal or dissolution. The appointee of the  
577 Commissioner of Education shall call the first meeting of the committee,  
578 and the committee shall organize and function in accordance with  
579 section 10-41.

580 Sec. 12. Subdivision (3) of subsection (a) of section 10-283 of the 2020

581 supplement to the general statutes is repealed and the following is  
582 substituted in lieu thereof (*Effective July 1, 2020*):

583 (3) (A) All final calculations completed by the Department of  
584 Administrative Services for school building projects shall include a  
585 computation of the state grant for the school building project amortized  
586 on a straight line basis over a twenty-year period for school building  
587 projects with costs equal to or greater than two million dollars and over  
588 a ten-year period for school building projects with costs less than two  
589 million dollars. Any town or regional school district which abandons,  
590 sells, leases, demolishes or otherwise redirects the use of such a school  
591 building project to other than a public school use during such  
592 amortization period shall refund to the state the unamortized balance of  
593 the state grant remaining as of the date the abandonment, sale, lease,  
594 demolition or redirection occurs. The amortization period for a project  
595 shall begin on the date the project was accepted as complete by the local  
596 or regional board of education. A town or regional school district  
597 required to make a refund to the state pursuant to this subdivision may  
598 request forgiveness of such refund if the building is redirected for public  
599 use. The Department of Administrative Services shall include as an  
600 addendum to the annual school construction priority list all those towns  
601 requesting forgiveness. General Assembly approval of the priority list  
602 containing such request shall constitute approval of such request. This  
603 subdivision shall not apply to projects to correct safety, health and other  
604 code violations or to remedy certified school indoor air quality  
605 emergencies approved pursuant to subsection (b) of this section or  
606 projects subject to the provisions of section 10-285c.

607 (B) If the board of governors for an independent institution of higher  
608 education, as defined in subsection (a) of section 10a-173, or the  
609 equivalent of such a board, on behalf of the independent institution of  
610 higher education, that operates an interdistrict magnet school makes  
611 private use of any portion of a school building in which such operator  
612 received a school building project grant pursuant to this chapter, such  
613 operator shall annually submit a report to the Commissioner of  
614 Education that demonstrates that such operator provides an equal to or

615 greater than in-kind or supplemental benefit of such institution's  
 616 facilities to students enrolled in such interdistrict magnet school that  
 617 outweighs the private use of such school building. If the commissioner  
 618 finds that the private use of such school building exceeds the in-kind or  
 619 supplemental benefit to magnet school students, the commissioner may  
 620 require such institution to refund to the state the unamortized balance  
 621 of the state grant.

622 [(C) Any moneys refunded to the state pursuant to subparagraphs  
 623 (A) and (B) of this subdivision shall be deposited in the state's tax-  
 624 exempt proceeds fund and used not later than sixty days after  
 625 repayment to pay debt service on, including redemption, defeasance or  
 626 purchase of, outstanding bonds of the state the interest on which is not  
 627 included in gross income pursuant to Section 103 of the Internal  
 628 Revenue Code of 1986, or any subsequent corresponding internal  
 629 revenue code of the United States, as from time to time amended.]

630 Sec. 13. Sections 3-24a to 3-24h, inclusive, of the general statutes, 22a-  
 631 260a and 32-11f are repealed. (*Effective July 1, 2020*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	8-169oo
Sec. 2	<i>from passage</i>	8-169qq
Sec. 3	<i>from passage</i>	New section
Sec. 4	<i>July 1, 2020</i>	3-37
Sec. 5	<i>July 1, 2020</i>	3-62h(q)
Sec. 6	<i>July 1, 2020</i>	7-406n(d)
Sec. 7	<i>July 1, 2020</i>	8-169jj(b)(9)
Sec. 8	<i>July 1, 2020</i>	8-336o(b)
Sec. 9	<i>July 1, 2020</i>	32-7o(b)
Sec. 10	<i>July 1, 2020</i>	32-602(b)
Sec. 11	<i>from passage</i>	10-63b
Sec. 12	<i>July 1, 2020</i>	10-283(a)(3)
Sec. 13	<i>July 1, 2020</i>	Repealer section

***Statement of Purpose:***

To (1) amend provisions concerning the bonding authority of the Connecticut Municipal Redevelopment Authority, (2) require state agencies to notify the Treasurer of reportable financial obligations, (3) remove the Treasurer from the regional school district committee, and (4) remove provisions concerning the Tax Exempt Proceeds Fund.

*[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]*