



General Assembly

February Session, 2026

Raised Bill No. 5407

LCO No. 1985



Referred to Committee on VETERANS' AND MILITARY AFFAIRS

Introduced by:
(VA)

AN ACT CONCERNING STATE REIMBURSEMENT TO MUNICIPALITIES FOR REVENUE LOST DUE TO THE PROPERTY TAX EXEMPTION FOR VETERANS WITH A ONE HUNDRED PER CENT PERMANENT AND TOTAL DISABILITY RATING.

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

1 Section 1. (NEW) (*Effective January 1, 2027*) On or before July first,
2 annually, the assessor of each municipality shall certify to the Secretary
3 of the Office of Policy and Management, on a form furnished by said
4 secretary, the amount of tax revenue which such municipality, except
5 for the provisions of subdivision (83) of section 12-81 of the general
6 statutes, would have received for the assessment year ending
7 immediately preceding. Any municipality which neglects to transmit to
8 said secretary such claim and supporting documentation as required by
9 this section shall forfeit two hundred fifty dollars to the state, provided
10 said secretary may waive such forfeiture in accordance with procedures
11 and standards adopted by regulation in accordance with chapter 54 of
12 the general statutes. Said secretary shall review each such claim as
13 provided in section 12-120b of the general statutes. Any claimant
14 aggrieved by the results of the secretary's review shall have the rights of

15 appeal as set forth in section 12-120b of the general statutes. The
16 secretary shall, on or before December fifteenth, annually, certify to the
17 Comptroller the amount due each municipality under the provisions of
18 this section, including any modification of such claim made prior to
19 December fifteenth, and the Comptroller shall draw an order on the
20 Treasurer on the fifth business day following and the Treasurer shall
21 pay the amount thereof to such municipality on or before the thirty-first
22 day of December following. If any modification is made as the result of
23 the provisions of this section on or after the December fifteenth
24 following the date on which the assessor has provided the amount of
25 tax revenue in question, any adjustments to the amount due to any
26 municipality for the period for which such modification was made shall
27 be made in the next payment the Treasurer shall make to such
28 municipality pursuant to this section. For the purposes of this section,
29 "municipality" means a town, city, borough, consolidated town and city
30 or consolidated town and borough.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>January 1, 2027</i>	New section

Statement of Purpose:

To provide a mechanism for municipalities to submit claims to the Secretary of the Office of Policy and Management for reimbursement of the revenue lost due to the property tax exemption for veterans who have been determined by the United States Department of Veterans Affairs to be permanently and totally disabled based on a service-connected disability rating of one hundred per cent.

[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.]