

General Assembly

Raised Bill No. 7184

January Session, 2025

LCO No. 5925



Referred to Committee on GOVERNMENT OVERSIGHT

Introduced by: (GOS)

## AN ACT CONCERNING GOVERNMENT OVERSIGHT.

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

- 1 Section 1. (Effective from passage) The Office of Legislative
- 2 Management shall conduct a study regarding the feasibility of
- 3 reestablishing the former Legislative Program Review and
- 4 Investigations Committee, including, but not limited to, the potential
- 5 composition of its membership, the powers and duties it could assume,
- 6 what staffing it would require, what costs would be associated with
- 7 reestablishing and maintaining the committee and any potential
- 8 benefits of such reestablishment. Not later than February 1, 2026, the
- 9 executive director of the Office of Legislative Management shall submit
- a report, in accordance with the provisions of section 11-4a of the general
- 11 statutes, to the joint standing committee of the General Assembly
- 12 having cognizance of matters relating to government oversight. Such
- 13 report shall include any findings of such study and any
- 14 recommendations for legislation to implement such findings.
- 15 Sec. 2. (NEW) (Effective from passage) (a) As used in this section and
- section 3 of this act, (1) "nonprofit human services provider" means a

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nonprofit entity that contracts with the state to provide health and human services that may include, but need not be limited to: (A) Services for persons with a physical disability, (B) services for persons with intellectual disability or developmental disabilities, including, but not limited to, autism spectrum disorder, and (C) behavioral health services; and (2) "purchase of service contract" and "state agency" have the same meanings as provided in section 4-70b of the general statutes, as amended by this act.

(b) Not later than January 1, 2026, and every five years thereafter, the Secretary of the Office of Policy and Management shall, in consultation with representatives of nonprofit human services providers, complete a review of the state's purchase of service contracts with nonprofit human services providers to determine whether the rates such providers are paid to deliver health and human services pursuant to such contracts adequately compensate such providers for providing the level of services expected by the state agency contracting with such provider. For the purposes of such review, the secretary shall examine the contracts and agreements for such services of not less than two state agencies each year.

(c) Not later than February 1, 2027, and every five years thereafter, the secretary shall submit a report, in accordance with the provisions of section 11-4a of the general statutes, to the joint standing committees of the General Assembly having cognizance of matters relating to human services, government administration, government oversight and appropriations and the budgets of state agencies. Such report shall include (1) a summary of the results of the review conducted under subsection (b) of this section, (2) any applicable recommendations concerning requiring contracting state agencies to reduce contractual expectations if those expectations are not adequately funded by the contract or agreement, and (3) any recommended legislation necessary to implement such recommendations.

Sec. 3. (NEW) (Effective from passage) (a) Not later than January 1, 2026,

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and triennially thereafter, the Secretary of the Office of Policy and Management shall conduct a review of any reports that nonprofit human services providers are required to file with various state agencies, including requirements for program licensure or certification. Such review shall include, but not be limited to, the number of reports that are required to be filed, the amount of overlapping information in such reports, the time and resources needed for providers to prepare and file the reports, the reasons for requiring such reports and an analysis of how the reports are utilized by the state agency receiving such reports. State agencies and nonprofit human services providers shall provide any information requested by the secretary for purposes of such review.

- (b) The secretary shall eliminate or consolidate any reporting required by a state agency that the secretary identifies under subsection (a) of this section as unduly burdensome or duplicative, unless such reporting is (1) necessary to prevent fraud or misuse of funds, (2) prescribed under federal law or regulation for the use of federal funds, or (3) required under any provision of state law.
- (c) Not later than February 1, 2027, and triennially thereafter, the secretary shall submit a report, in accordance with the provisions of section 11-4a of the general statutes, to the joint standing committees of the General Assembly having cognizance of matters relating to human services, government administration, government oversight and appropriations and the budgets of state agencies. Such report shall include a summary of the results of the review conducted under subsection (a) of this section, any reporting eliminated or consolidated under subsection (b) of this section and any recommendations for any legislation necessary to eliminate burdensome or duplicative reporting requirements required under state law.
- Sec. 4. Subsection (d) of section 4-70b of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1*, 2025):

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- (d) The secretary shall establish uniform policies and procedures for obtaining, managing and evaluating the quality and cost effectiveness of direct health and human services purchased from a private provider organization or municipality. To the extent permissible under federal law, such policies and procedures shall include, but not be limited to, a requirement that a private provider organization receive payment for any services provided pursuant to a purchase of service contract not later than forty-five days after the receipt of a properly completed claim or the receipt of such services, whichever is later, in accordance with section 4a-71. The secretary shall require all state agencies which purchase direct health and human services to comply with such policies and procedures.
- 93 Sec. 5. (NEW) (*Effective from passage*) (a) As used in this section:

- (1) "Consultant" means any professional who (A) is registered or licensed to practice such profession in accordance with the applicable provisions of the general statutes or any planner or any environmental, management or financial specialist, and (B) provides consultant services to a state agency pursuant to a contract with such state agency, including, but not limited to, any architect, professional engineer, accountant, planner or environmental, management or financial specialist;
  - (2) "Consultant services" includes administrative, planning, analysis, statistical or research services rendered by any architect, professional engineer, accountant, planner or environmental, management or financial specialist as well as incidental services that members of such professions and those in their employ are authorized to perform, for purposes of recommending a state agency course of action;
  - (3) "Firm" means any individual, partnership, corporation, joint venture, association or other legal entity authorized by law to offer consultant services; and
- 111 (4) "State agency" means any office, department, board, council,

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commission, institution, constituent unit of the state system of higher education, technical education and career school or other agency in the executive branch of state government.

- (b) Any state agency that contracts with a firm to provide consulting services at a cost of one hundred thousand dollars or more for purposes of producing a study or other report with recommendations for future actions for the state agency to undertake shall, not later than one year after receiving the results of such study or a final report from such firm, submit a report, in accordance with the provisions of section 11-4a of the general statutes, to the joint standing committee of the General Assembly having cognizance of matters relating to government oversight, summarizing the findings of the entity's report, whether any recommendations have been implemented by the agency, whether the state agency intends to implement any such recommendations in the future and, if applicable, by what date.
- Sec. 6. Section 2-90 of the general statutes is amended by adding subsection (j) as follows (*Effective October 1, 2025*):
  - (NEW) (j) Said auditors shall audit, in accordance with the provisions of section 7 of this act, the records and accounts of any municipality that received a grant, as described in section 7 of this act, to the extent necessary to determine how the funds of such grant were used. Any municipality being audited by said auditors shall provide any information said auditors deem necessary to conduct such audit.
  - Sec. 7. (NEW) (Effective October 1, 2025) (a) On and after October 1, 2025, any municipality, as defined in section 4-66l of the general statutes, that receives a grant of funds from the state for purposes of conducting a study shall report (1) the completion of such study to the Auditors of Public Accounts for potential audit of any funds provided for such study, and (2) the findings of any such study to the Office of Policy and Management for posting on the Municipal Grant Portal established under section 4-68dd of the general statutes, as amended by this act, on

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a form prescribed by the Secretary of the Office of Policy and Management. A municipality shall not be eligible to receive more than one such state grant from a state agency through the same grant program for purposes of the same study within a three-year period.

- (b) The auditors shall submit, in accordance with the provisions of section 11-4a of the general statutes, a report with the results of any such audit to the joint standing committee of the General Assembly having cognizance of matters relating to government oversight. The auditors may consolidate such reports, provided such reports shall be submitted to the committee not less than annually.
- Sec. 8. Section 4-68dd of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2025*):
  - (a) [The] Not later than January 1, 2026, the Secretary of the Office of Policy and Management shall, within available appropriations, establish and maintain a single electronic portal available on the Internet and located on the Office of Policy and Management's Internet web site for the purpose of posting all state-funded municipal grant applications. Such electronic portal shall be known as the Municipal Grant Portal.
  - (b) The Municipal Grant Portal shall include, but not be limited to: (1) All state-funded municipal grant applications and municipal reimbursement request forms, (2) a searchable database for locating information regarding state-funded municipal grants, [and] (3) not later than July 1, 2026, a searchable database of the reported findings of any study funded by a state grant, as described in section 7 of this act, and (4) features to encourage the active recruitment and participation of municipalities in the state-funded municipal grant application process.
- Sec. 9. Section 4a-57d of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2025*):
  - (a) On or before January 1, 2012, the Commissioner of Administrative Services, in consultation with the Labor Commissioner, the president of

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The University of Connecticut and the Commissioner of Transportation, or their designees, shall submit a report, in accordance with the provisions of section 11-4a, to the Governor and the joint standing committee of the General Assembly having cognizance of matters relating to labor. Such report shall include (1) an analysis of any law or economic factor that results in a resident bidder being at a disadvantage to a nonresident bidder in submitting the lowest responsible qualified bid, (2) the reason any enacted law designed to give preference to state citizens for employment on public works projects is not being enforced, and (3) recommendations for administrative or legislative action, within the confines of clause 3 of section 8 of article 1 of the United States Constitution, to increase the number of state contracts awarded to resident bidders through an in-state contract preference or otherwise.

- (b) On or before July 1, 2012, the Commissioner of Administrative Services shall develop and implement a program to increase the number of state contracts awarded to resident bidders through an in-state contract preference or other method selected by the commissioner, provided such program shall not violate clause 3 of section 8 of article 1 of the United States Constitution. In developing such program, the commissioner shall consider the findings contained in the report made in accordance with subsection (a) of this section.
- (c) On or before February 1, 2026, and annually thereafter, the Commissioner of Administrative Services shall submit a report, in accordance with the provisions of section 11-4a, to the joint standing committee of the General Assembly having cognizance of matters relating to government administration on the number of state contracts in excess of fifty thousand dollars that the Department of Administrative Services awarded to nonresident bidders during the calendar year immediately preceding such report, including a description of the goods or services provided pursuant to such contract, the term and cost of the contract and the method of selecting the nonresident bidder. The commissioner may consolidate such report with any other report required to be submitted to such committee.

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Sec. 10. (NEW) (*Effective October 1, 2025*) On or before February 1, 2026, and annually thereafter, the Commissioner of Transportation shall submit a report, in accordance with the provisions of section 11-4a of the general statutes, to the joint standing committee of the General Assembly having cognizance of matters relating to transportation on the number of state contracts in excess of fifty thousand dollars that the Department of Transportation awarded to nonresident bidders during the calendar year immediately preceding such report, including a description of the goods or services provided pursuant to such contract, the term and cost of the contract and the method of selecting the nonresident bidder. The commissioner may consolidate such report with any other report required to be submitted to such committee.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	from passage	New section
Sec. 2	from passage	New section
Sec. 3	from passage	New section
Sec. 4	July 1, 2025	4-70b(d)
Sec. 5	from passage	New section
Sec. 6	October 1, 2025	2-90(j)
Sec. 7	October 1, 2025	New section
Sec. 8	October 1, 2025	4-68dd
Sec. 9	October 1, 2025	4a-57d
Sec. 10	October 1, 2025	New section

## Statement of Purpose:

To require (1) a study of reestablishing the Legislative Program Review and Investigations Committee, (2) the Secretary of the Office of Policy and Management to conduct reviews of the level of services and reporting requirements of nonprofit human services providers, (3) reporting of state agency implementation of certain consultant reports, (4) audits and reporting of certain municipal grants, and (5) annual reporting of nonresident bidder contracts of the Departments of Administrative Services and Transportation.

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[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.]

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