



General Assembly

January Session, 2025

Raised Bill No. 1358

LCO No. 4457



Referred to Committee on HUMAN SERVICES

Introduced by:
(HS)

***AN ACT CONCERNING EQUITABLE COMPENSATION FOR STATE-
CONTRACTED NONPROFIT HUMAN SERVICES PROVIDERS.***

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

1 Section 1. (NEW) (*Effective from passage*) (a) As used in this section and
2 section 2 of this act, (1) "nonprofit human services provider" means a
3 nonprofit entity that contracts with the state to provide health and
4 human services that may include, but need not be limited to: (A)
5 Services for persons with a physical disability, (B) services for persons
6 with intellectual disability or developmental disabilities, including, but
7 not limited to, autism spectrum disorder, and (C) behavioral health
8 services; and (2) "purchase of service contract" and "state agency" have
9 the same meanings as provided in section 4-70b of the general statutes,
10 as amended by this act.

11 (b) Not later than January 1, 2026, and every five years thereafter, the
12 Secretary of the Office of Policy and Management shall, in consultation
13 with representatives of nonprofit human services providers, complete a
14 review of a portion of the state's purchase of service contracts and
15 personal service agreements with nonprofit human services providers

16 to determine whether the rates such providers are paid to deliver health
17 and human services pursuant to such contracts or agreements
18 adequately compensate such providers for providing the level of
19 services expected by the state agency contracting with such provider.
20 For purposes of such review, the secretary shall examine the contracts
21 and agreements for such services of not less than two state agencies each
22 year.

23 (c) Not later than February 1, 2026, and every five years thereafter,
24 the secretary shall submit a report, in accordance with the provisions of
25 section 11-4a of the general statutes, to the joint standing committees of
26 the General Assembly having cognizance of matters relating to human
27 services, government administration and appropriations and the
28 budgets of state agencies. Such report shall include (1) a summary of the
29 results of the review conducted under subsection (b) of this section, (2)
30 any applicable recommendations concerning requiring contracting state
31 agencies to reduce contractual expectations if those expectations are not
32 adequately funded by the contract or agreement, and (3) any
33 recommended legislation necessary to implement such
34 recommendations.

35 Sec. 2. (NEW) (*Effective from passage*) (a) Not later than January 1, 2026,
36 and triennially thereafter, the Secretary of the Office of Policy and
37 Management shall conduct a review of any reports that nonprofit
38 human services providers are required to file with various state
39 agencies. Such review shall include, but not be limited to, looking at the
40 number of reports that are required to be filed, the amount of
41 overlapping information in such reports, the time and resources needed
42 for providers to prepare and file the reports, the reasons for requiring
43 such reports and an analysis of how the reports are utilized by the state
44 agency receiving such reports. State agencies and nonprofit human
45 services providers shall provide any information requested by the
46 secretary for purposes of such review.

47 (b) The secretary shall eliminate or consolidate any reporting

48 required by a state agency that the secretary identifies under subsection
49 (a) of this section as unduly burdensome or duplicative, unless such
50 reporting is (1) necessary to prevent fraud or misuse of funds, (2)
51 prescribed under federal law or regulation for the use of federal funds,
52 or (3) required under any provision of state law.

53 (c) Not later than February 1, 2026, and triennially thereafter, the
54 secretary shall submit a report, in accordance with the provisions of
55 section 11-4a of the general statutes, to the joint standing committees of
56 the General Assembly having cognizance of matters relating to human
57 services, government administration and appropriations and the
58 budgets of state agencies. Such report shall include a summary of the
59 results of the review conducted under subsection (a) of this section, any
60 reporting eliminated or consolidated under subsection (b) of this section
61 and any recommendations for any legislation necessary to eliminate
62 burdensome or duplicative reporting requirements required under state
63 law.

64 Sec. 3. Subsection (d) of section 4-70b of the general statutes is
65 repealed and the following is substituted in lieu thereof (*Effective July 1,*
66 *2025*):

67 (d) The secretary shall establish uniform policies and procedures for
68 obtaining, managing and evaluating the quality and cost effectiveness
69 of direct health and human services purchased from a private provider
70 organization or municipality. Such policies and procedures shall
71 include, but need not be limited to, a requirement that a private provider
72 organization receive payment for any services provided pursuant to a
73 purchase of service contract not later than thirty days after delivery of
74 such services. The secretary shall require all state agencies which
75 purchase direct health and human services to comply with such policies
76 and procedures.

<p>This act shall take effect as follows and shall amend the following sections:</p>
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Section 1	<i>from passage</i>	New section
Sec. 2	<i>from passage</i>	New section
Sec. 3	<i>July 1, 2025</i>	4-70b(d)

Statement of Purpose:

To provide equitable compensation for state-contracted nonprofit human services providers.

[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.]