



General Assembly

Substitute Bill No. 1547

January Session, 2025



AN ACT CONCERNING FUNDING FOR NONPROFITS.

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, (1)
2 "nonprofit human services provider" means a nonprofit provider that
3 contracts with the state to provide human services that may include, but
4 need not be limited to: (A) Services for persons with a physical
5 disability, (B) services for persons with intellectual disability or
6 developmental disabilities, including, but not limited to, autism
7 spectrum disorder, and (C) behavioral health services; and (2) "state
8 agency" has the same meaning as provided in section 4-37e of the
9 general statutes.

10 (b) On July first annually, a state agency contracting with a nonprofit
11 human services provider shall increase salary or payment rates for the
12 employees of such providers for purposes of a recurring contract with
13 such nonprofit human services provider by the percentage increase, if
14 any, in the most recent calendar year average in the consumer price
15 index for urban wage earners and clerical workers for the previous
16 twelve-month period.

17 (c) On July first annually, the Commissioner of Social Services shall
18 adjust Medicaid rates for nonprofit human services providers
19 contracting with the Department of Social Services by the percentage

20 rate increase, if any, for state agency contracts pursuant to subsection
21 (b) of this section, unless such adjustment is not permissible under
22 federal law governing the Medicaid program.

23 (d) Not later than January 1, 2026, and every two years thereafter, the
24 Secretary of the Office of Policy and Management shall file a report, in
25 accordance with the provisions of section 11-4a of the general statutes,
26 with the joint standing committees of the General Assembly having
27 cognizance of matters relating to appropriations and the budgets of state
28 agencies, human services and public health on state agency contracts
29 with nonprofit human services providers. The report shall include, but
30 need not be limited to, an analysis of appropriations needed to ensure
31 that rates for all such contracts in subsequent fiscal years include the
32 increases described in subsection (b) of this section.

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

Statement of Legislative Commissioners:

In Section 1(b), "purposes of" was inserted before "recurring contract" for clarity.

APP *Joint Favorable Subst.*