



General Assembly

January Session, 2025

Raised Bill No. 1550

LCO No. 6808



Referred to Committee on FINANCE, REVENUE AND
BONDING

Introduced by:
(FIN)

***AN ACT CONCERNING THE APPLICABILITY OF THE HOSPITAL TAX
TO CHILDREN'S GENERAL HOSPITALS.***

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

1 Section 1. Subsection (b) of section 12-263q of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective July 1,*
3 *2026*):

4 (b) (1) The Commissioner of Social Services shall seek approval from
5 the Centers for Medicare and Medicaid Services to exempt from the net
6 revenue tax imposed under subsection (a) of this section the following:
7 (A) Specialty hospitals; and (B) [children's general hospitals; and (C)]
8 hospitals operated exclusively by the state other than a short-term
9 general hospital operated by the state as a receiver pursuant to chapter
10 920. Any hospital for which the Centers for Medicare and Medicaid
11 Services grants an exemption shall be exempt from the net revenue tax
12 imposed under subsection (a) of this section. Any hospital for which the
13 Centers for Medicare and Medicaid Services denies an exemption shall
14 be deemed to be a hospital for purposes of this section and shall be

15 required to pay the net revenue tax imposed under subsection (a) of this
 16 section on inpatient hospital services and outpatient hospital services at
 17 the same effective rates set forth in subsection (a) of this section.

18 (2) Any children's general hospitals that were exempt prior to July 1,
 19 2026, from the net revenue tax imposed under subsection (a) of this
 20 section shall be required, on and after July 1, 2026, to pay such tax on
 21 inpatient hospital services and outpatient hospital services at the same
 22 effective rates set forth in subsection (a) of this section.

23 [(2)] (3) Each hospital shall provide to the Commissioner of Social
 24 Services, upon request, such information as said commissioner may
 25 require to make any computations necessary to seek approval for
 26 exemption under this subsection.

27 [(3)] (4) As used in this subsection, (A) "specialty hospital" means a
 28 health care facility, as defined in section 19a-630, other than a facility
 29 licensed by the Department of Public Health as a short-term general
 30 hospital or a short-term children's hospital. "Specialty hospital"
 31 includes, but is not limited to, a psychiatric hospital or a chronic disease
 32 hospital, and (B) "children's general hospital" means a health care
 33 facility, as defined in section 19a-630, that is licensed by the Department
 34 of Public Health as a short-term children's hospital. "Children's general
 35 hospital" does not include a specialty hospital.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2026	12-263q(b)

Section 1	July 1, 2026	12-263q(b)
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FIN *Joint Favorable*