

General Assembly

Substitute Bill No. 5047

February Session, 2024



AN ACT IMPLEMENTING THE GOVERNOR'S RECOMMENDATIONS FOR GENERAL GOVERNMENT.

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

- Section 1. (NEW) (*Effective from passage*) Not later than January 1, 2025, and quarterly thereafter, the Connecticut Port Authority shall
- 3 submit a report, in accordance with the provisions of section 11-4a of the
- 4 general statutes, to the joint standing committees of the General
- 5 Assembly having cognizance of matters relating to transportation and
- 6 appropriations and the budgets of state agencies that shall include the
- 7 following: (1) A description of the authority's work to support grants
- 8 under the Small Harbor Improvement Projects Program; (2) a
- 9 description of the authority's dredging activities and the needs
- 10 concerning dredging in harbors in the state; and (3) a description of the
- authority's marketing activities on behalf of maritime communities in
- 12 the state.
- Sec. 2. Section 23 of public act 23-170 is repealed and the following is
- substituted in lieu thereof (*Effective from passage*):
- Not later than July 1, [2024] <u>2025</u>, the Secretary of the Office of Policy
- 16 and Management, in consultation with the Commissioner of Energy and
- 17 Environmental Protection, shall submit recommendations to the joint
- 18 standing committees of the General Assembly having cognizance of

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19 matters relating to the environment and energy and technology, in 20 accordance with section 11-4a of the general statutes, regarding the 21 feasibility and advisability of creating a new quasi-public state agency, 22 state waste authority or other entity for purposes that include, but are 23 not limited to, the development of new solid waste infrastructure and 24 the operation and maintenance of new or existing solid waste 25 infrastructure. Such recommendations shall be made in consultation 26 with any municipalities, municipal authorities, regional waste 27 authorities or private sector operators of solid waste companies 28 participating in a request for proposals pursuant to section [2 of this act] 29 22a-268h of the general statutes.

Sec. 3. Subsection (b) of section 4-66g of the 2024 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2024*):

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(b) The proceeds of the sale of said bonds, to the extent of the amount stated in subsection (a) of this section, shall be used by the Office of Policy and Management for a small town economic assistance program the purpose of which shall be to provide grants-in-aid to any municipality or group of municipalities, provided the municipality and each municipality that is part of a group of municipalities is not economically distressed within the meaning of subsection (b) of section 32-9p, does not have an urban center in any plan adopted by the General Assembly pursuant to section 16a-30 and is not a public investment community within the meaning of subdivision (9) of subsection (a) of section 7-545. Such grants shall be used for purposes for which funds would be available under section 4-66c. No group of municipalities may receive an amount exceeding in the aggregate [five hundred thousand] one million dollars per municipality in such group in any one fiscal year under said program. No individual municipality may receive more than [five hundred thousand] one million dollars in any one fiscal year under said program, except that any municipality that receives a grant under said program as a member of a group of municipalities shall continue to be eligible to receive an amount equal to [five hundred thousand] one million dollars less the amount of such municipality's proportionate

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share of such grant. Notwithstanding the provisions of this subsection and section 4-66c, a municipality that is (1) a distressed municipality within the meaning of subsection (b) of section 32-9p or a public investment community within the meaning of subdivision (9) of subsection (a) of section 7-545, and (2) otherwise eligible under this subsection for the small town economic assistance program may elect to be eligible for said program individually or as part of a group of municipalities in lieu of being eligible for financial assistance under section 4-66c, by a vote of its legislative body or, in the case of a municipality in which the legislative body is a town meeting, its board of selectmen, and submitting a written notice of such vote to the Secretary of the Office of Policy and Management. Any such election shall be for the four-year period following submission of such notice to the secretary and may be extended for additional four-year periods in accordance with the same procedure for the initial election.

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- Sec. 4. Subsection (a) of section 4-9d of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 70 (a) [Unless otherwise provided by law, an] An elected or appointed 71 officer of the executive or judicial branch who, as such officer, is 72 required to serve on a board, commission, council, authority, task force 73 or other body, and is unable or chooses not to so serve, may designate 74 [a person] an employee of such officer's agency to serve on such body in 75 [his] such officer's place. [, provided (1) an officer may only designate 76 another officer of his agency and (2) an officer who is required by law to 77 serve as a chairperson or presiding officer of such body shall not 78 designate a person to serve on such body in his place.] The authority to 79 designate a replacement, as provided in this subsection, shall be in 80 addition to any other designation authority provided in the general 81 statutes.
- Sec. 5. Section 5-250 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective January 1, 2025*):
- 84 (a) Each appointing authority shall grant to (1) each full-time

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85 employee in a permanent position in the state service, who has worked 86 at least one full calendar year, and (2) each full-time employee in a 87 permanent position in the state service during such employee's initial working test period an annual vacation with pay of twenty-one 88 89 consecutive calendar days or its equivalent. Each such employee who 90 has completed twenty years of service shall be entitled to one day for 91 each additional year up to twenty-five years of service, and each such 92 employee with twenty-five or more years of service shall be entitled to 93 not more than twenty days' vacation, subject to regulations issued by the Commissioner of Administrative Services. The Commissioner of 94 95 Administrative Services may adopt regulations, in accordance with the 96 provisions of chapter 54, concerning the accrual, prorating and granting 97 of vacation leave with pay as required. Computation of such vacation 98 leave may be made on an hourly basis. Hourly computation of vacation 99 leave shall not diminish benefit entitlement.

(b) An appointing authority may permit a full-time permanent employee in the state service to accumulate vacation days with pay up to a maximum of one hundred twenty vacation days, subject to regulations issued by the Commissioner of Administrative Services.

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(c) In addition to annual vacation, each appointing authority shall grant to (1) each full-time permanent employee in the state service, and (2) each full-time permanent employee in the state service during such employee's initial working test period three days of personal leave of absence with pay in each calendar year. Personal leave of absence shall be for the purpose of conducting private affairs, including observance of religious holidays, and shall not be deducted from vacation or sick leave credits. Personal leave of absence days not taken in a calendar year shall not be accumulated. For full-time permanent employees within such employees' working test period that began employment on or after July first of a calendar year, the number of personal leave of absence days shall be prorated during such employee's first calendar year of employment. Such proration shall be based on the number of full calendar months remaining in the calendar year after such employee began employment divided by six.

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(d) Vacation accruals earned by employees in the unclassified service, in accordance with administrative practice or internal departmental policy, which accrual practice or policy was included, by the appointing authority, in the terms of employment on the basis of which such employees were employed prior to July 1, 1972, and which accruals have not been used and which can be verified by written attendance records, remain to the credit of such employees for use as vacation time or for payment as provided in section 5-252, as the case may be.

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- (e) Notwithstanding the provisions of this section, a general worker employed in a position by the Department of Developmental Services as a self-advocate, not to exceed eleven such general workers, shall be eligible for prorated vacation and personal leave.
- (f) Not later than June 30, 2025, the Commissioner of Administrative Services shall adopt or amend regulations, as applicable, in accordance with chapter 54, to implement the provisions of subsections (a) and (c) of this section relating to the granting of vacation and personal leave to full-time permanent employees during such employees' initial working test periods. Notwithstanding the provisions of sections 4-168 to 4-172, inclusive, in order to effectuate the purposes of subsections (a) and (c) of this section, prior to adopting or amending such regulations and not later than January 1, 2025, the commissioner shall adopt policies and procedures to implement the provisions of subsections (a) and (c) of this section that shall have the force and effect of law. The commissioner shall post all policies and procedures on the department's Internet web site, and submit such policies and procedures to the Secretary of the State for posting on the eRegulations System, at least fifteen days prior to the effective date of any policy or procedure. Any such policy or procedure shall no longer be effective upon the adoption of such policies and procedures as a final regulation pursuant to section 4-172.
 - Sec. 6. Subsection (b) of section 10a-173 of the 2024 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

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(b) The Office of Higher Education shall establish the Roberta B. 151 152 Willis Scholarship program to annually make need-based financial aid 153 available for eligible educational costs to eligible students enrolled at 154 Connecticut's public and independent institutions of higher education. 155 Within available funds, the Roberta B. Willis Scholarship program shall 156 include a need and merit-based grant, a need-based grant and a Charter 157 Oak grant. The need and merit-based grant shall be funded at not less 158 than twenty per cent but not more than thirty per cent of available funds 159 or ten million dollars, whichever is greater. The need-based grant shall 160 be funded at up to eighty per cent of available funds. The Charter Oak 161 grant shall be not less than one hundred thousand dollars of available 162 funds. There shall be an administrative allowance based on one-quarter 163 of one per cent of the available funds, but not less than one hundred thousand dollars annually. The Office of Higher Education shall [use] 164 165 <u>disburse</u> the funds appropriated or allocated for the Roberta B. Willis Scholarship program for the fiscal [year] years ending June 30, 2024, and 166 June 30, 2025, to make awards pursuant to subsection (c) of this section 167 168 and allocate funds pursuant to subsections (d) and (f) of this section [for 169 the academic years commencing July 1, 2023, and July 1, 2024] in 170 accordance with a plan developed by the office, provided the office shall 171 [use] disburse all funds allocated for the Roberta B. Willis Scholarship 172 program from the federal funds designated for the state pursuant to the 173 provisions of Section 602 of Subtitle M of Title IX of the American Rescue 174 Plan Act of 2021, P.L. 117-2, as amended from time to time, on or before 175 December 31, 2024.

Sec. 7. Subsections (c) and (d) of section 51-49d of the general statutes are repealed and the following is substituted in lieu thereof (*Effective from passage*):

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(c) The Retirement Commission shall determine on an actuarial basis (1) a normal rate of contribution which the state shall be required to make into the retirement fund in order to meet the actuarial cost of current service, and (2) the unfunded past service liability. Effective July 1, 1991, the unfunded past service liability shall be funded as a level percentage of payroll. [The] On and after July 1, 2024, the state

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contribution shall be the sum of the normal cost and the amount required for a [forty-year] <u>fifteen-year layered</u> amortization of unfunded liabilities. The [forty-year] <u>fifteen-year</u> period for such amortization shall commence [July 1, 1991] <u>with the valuation for the fiscal year ending June 30, 2023.</u>

- (d) No act liberalizing the benefits of the retirement system shall be enacted by the General Assembly until the assembly has requested and received from the Retirement Commission a certification of the unfunded liability created by such change and the cost of such change under the actuarial funding basis adopted by this section using full normal cost plus [thirty-year] <u>fifteen-year layered</u> amortization. Any unfunded liability created by such change shall be amortized over a period of [thirty] <u>fifteen</u> years.
- Sec. 8. (Effective from passage) Notwithstanding the provisions of section 51-49d of the general statutes, as amended by this act, not later than June 30, 2024, the State Employees Retirement Commission shall prepare and submit a revised actuarial valuation as of June 30, 2023, for the retirement system for judges, family support magistrates and administrative law judges that incorporates the change to fifteen-year layered amortization, as described in section 51-49d of the general statutes, as amended by this act.
- Sec. 9. Subdivision (5) of section 1-79 of the 2024 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2024*):
- 209 (5) "Gift" means anything of value, which is directly and personally received, unless consideration of equal or greater value is given in return. "Gift" does not include:
- (A) A political contribution otherwise reported as required by law or a donation or payment as described in subdivision (9) or (10) of subsection (b) of section 9-601a;
- 215 (B) Services provided by persons volunteering their time, if provided

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- to aid or promote the success or defeat of any political party, any candidate or candidates for public office or the position of convention delegate or town committee member or any referendum question;
- (C) A commercially reasonable loan made on terms not more favorable than loans made in the ordinary course of business;
- (D) A gift received from (i) an individual's spouse, fiancé or fiancée, (ii) the parent, grandparent, brother or sister of such spouse or such individual, or (iii) the child of such individual or the spouse of such child;
- (E) Goods or services (i) that are provided to a state agency or quasipublic agency (I) for use on state or quasi-public agency property, or (II) that support an event or the participation by a public official or state employee at an event, and (ii) that facilitate state or quasi-public agency action or functions. As used in this subparagraph, "state property" means property owned by the state or a quasi-public agency or property leased to a state agency or quasi-public agency;
- 232 (F) A certificate, plaque or other ceremonial award costing less than 233 one hundred dollars;
- (G) A rebate, discount or promotional item available to the general public;
- 236 (H) Printed or recorded informational material germane to state action or functions;
- 238 (I) Food or beverage or both, costing less than fifty dollars in the 239 aggregate per recipient in a calendar year, and consumed on an occasion 240 or occasions at which the person paying, directly or indirectly, for the 241 food or beverage, or his representative, is in attendance;
- 242 (J) Food or beverage or both, costing less than fifty dollars per person 243 and consumed at a publicly noticed legislative reception to which all 244 members of the General Assembly are invited and which is hosted not 245 more than once in any calendar year by a lobbyist or business

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organization. For the purposes of such limit, (i) a reception hosted by a lobbyist who is an individual shall be deemed to have also been hosted by the business organization which such lobbyist owns or is employed by, and (ii) a reception hosted by a business organization shall be deemed to have also been hosted by all owners and employees of the business organization who are lobbyists. In making the calculation for the purposes of such fifty-dollar limit, the donor shall divide the amount spent on food and beverage by the number of persons whom the donor reasonably expects to attend the reception;

- (K) Food or beverage or both, costing less than fifty dollars per person and consumed at a publicly noticed reception to which all members of the General Assembly from a region of the state are invited and which is hosted not more than once in any calendar year by a lobbyist or business organization. For the purposes of such limit, (i) a reception hosted by a lobbyist who is an individual shall be deemed to have also been hosted by the business organization which such lobbyist owns or is employed by, and (ii) a reception hosted by a business organization shall be deemed to have also been hosted by all owners and employees of the business organization who are lobbyists. In making the calculation for the purposes of such fifty-dollar limit, the donor shall divide the amount spent on food and beverage by the number of persons whom the donor reasonably expects to attend the reception. As used in this subparagraph, "region of the state" means the established geographic service area of the organization hosting the reception;
- (L) A gift, including, but not limited to, food or beverage or both, provided by an individual for the celebration of a major life event, provided any such gift provided by an individual who is not a member of the family of the recipient does not exceed one thousand dollars in value;
- (M) Gifts costing less than one hundred dollars in the aggregate or food or beverage provided at a hospitality suite at a meeting or conference of an interstate legislative association, by a person who is not a registrant or is not doing business with the state of Connecticut;

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(N) Admission to a charitable or civic event, including food and beverage provided at such event, but excluding lodging or travel expenses, at which a public official or state employee participates in his or her official capacity, provided such admission is provided by the primary sponsoring entity;

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- (O) Anything of value provided by an employer of (i) a public official, (ii) a state employee, or (iii) a spouse of a public official or state employee, to such official, employee or spouse, provided such benefits are customarily and ordinarily provided to others in similar circumstances;
- (P) Anything having a value of not more than ten dollars, provided the aggregate value of all things provided by a donor to a recipient under this subdivision in any calendar year does not exceed fifty dollars;
- 292 (Q) Training that is provided by a vendor for a product purchased by 293 a state or quasi-public agency that is offered to all customers of such 294 vendor;
 - (R) Travel expenses, lodging, food, beverage and other benefits customarily provided by a prospective employer, when provided to a student at a public institution of higher education whose employment is derived from such student's status as a student at such institution, in connection with bona fide employment discussions; [or]
- (S) Expenses of a public official, paid by the party committee of which party such official is a member, for the purpose of accomplishing the lawful purposes of the committee. As used in this subparagraph, "party committee" has the same meaning as provided in subdivision (2) of section 9-601 and "lawful purposes of the committee" has the same meaning as provided in subsection (g) of section 9-607; or
 - (T) Travel expenses, lodging, food, beverage and other benefits customarily provided in the course of employment, when provided to a public member of the Investment Advisory Council established under section 3-13b.

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Sec. 10. (Effective from passage) The Secretary of the Office of Policy and Management, in consultation with the Commissioner of Administrative Services and the Attorney General, shall conduct a review of the state contracting process for all state agency contracts and payment policies concerning state agency contracts with service providers and nonprofit organizations, and shall examine ways to streamline and expedite such process and policies. Such review and examination shall include, but need not be limited to: (1) A determination of whether state agency staffing levels are adequate to draft and process such contracts, and, if not, what staffing levels would be adequate; (2) an identification of complications that result from the tiered process of procurement that may require multiple agencies and the Attorney General to review such contracts; (3) an identification of complications that result from payment policies concerning state agency contracts with service providers and nonprofit organizations that may prevent such payments from being processed in a timely manner after contracts are approved; (4) the feasibility of utilizing master contracts that may be amended as needed; and (5) the feasibility of allocating funds carried forward from the previous fiscal year to such service providers or nonprofit organizations to sustain the operation of existing programs when state agency contracts with such providers or nonprofit organizations are delayed. The secretary shall report, in accordance with the provisions of section 11-4a of the general statutes, the results and findings of such review and examination, including the secretary's recommendations for streamlining the state contracting process and payment policies, to the joint standing committee of the General Assembly having cognizance of matters relating to appropriations and the budgets of state agencies not later than January 1, 2025.

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Sec. 11. (NEW) (*Effective from passage*) (a) There is established a Higher Education Financial Oversight Committee. The committee shall be an independent body within the Legislative Department for administrative purposes only.

(b) The committee shall consist of the following members:

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343 (1) One appointed by the speaker of the House of Representatives; 344 (2) One appointed by the president pro tempore of the Senate; 345 (3) One appointed by the majority leader of the House of 346 Representatives; 347 (4) One appointed by the majority leader of the Senate; 348 (5) One appointed by the minority leader of the House of 349 Representatives; 350 (6) One appointed by the minority leader of the Senate; 351 (7) The chairpersons and ranking members of the joint standing 352 committee of the General Assembly having cognizance of matters 353 relating to appropriations and the budgets of state agencies; 354 (8) The chairpersons and ranking members of the joint standing 355 committee of the General Assembly having cognizance of matters 356 relating to higher education; and 357 (9) Two appointed by the Governor, one of whom shall have 358 experience in higher education operations and one of whom shall have 359 experience in higher education financial management. 360 (c) Any member of the committee appointed under subdivisions (1) 361 to (8), inclusive, of subsection (b) of this section may be a member of the 362 General Assembly. 363 (d) All initial appointments to the committee shall be made not later 364 than thirty days after the effective date of this section. Any vacancy shall 365 be filled by the appointing authority. 366 (e) The members of the committee shall serve without compensation, 367 but shall be reimbursed for expenses necessarily incurred in the

(f) The members of the committee shall select the chairperson of the

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performance of their duties.

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committee from among the members of the committee. Until such selection, the speaker of the House of Representatives and the president pro tempore of the Senate shall select an acting chairperson of the committee from among the members of the committee. Such acting chairperson shall schedule the first meeting of the committee, which shall be held not later than sixty days after the effective date of this section.

- (g) The committee shall have the following powers and duties: To (1) review and evaluate the financial status of the constituent units of the state system of higher education, as defined in section 10a-1 of the general statutes, and The University of Connecticut Health Center; (2) assess the future financial needs and financial challenges for such constituent units of the state system of higher education and The University of Connecticut Health Center, and make recommendations concerning fiscal constraints and budget priorities for any such constituent unit or The University of Connecticut Health Center; (3) request and obtain financial information and documents from any such constituent unit or The University of Connecticut Health Center; and (4) conduct public hearings and meetings with officials from any such constituent unit or The University of Connecticut Health Center. The review and evaluation conducted pursuant to subdivision (1) of this subsection shall be the committee's primary duty.
- (h) The committee may, with the approval of the Joint Committee on Legislative Management, retain such staff as may be necessary for the discharge of its duties.
- (i) The committee is authorized to accept gifts, donations and grants from the federal government or other public or private sources, for the purpose of funding the operations of the committee, as approved by the Governor and the Joint Committee on Legislative Management.
- (j) Not later than January 1, 2025, and at least annually thereafter, the committee shall submit a report that sets forth its findings and recommendations for improving the financial management of the

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constituent units of the state system of higher education and The University of Connecticut Health Center to the Governor and to the joint standing committees of the General Assembly having cognizance of matters relating to appropriations and the budgets of state agencies and higher education, in accordance with the provisions of section 11-4a of the general statutes. Each such report shall contain recommendations for cost-saving measures, strategies to increase revenue and any other strategies and recommendations for ensuring the long-term financial stability of the state system of higher education and The University of Connecticut Health Center. Such report may include recommendations for legislation and any other policy recommendations to address issues or challenges identified by the committee.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	from passage	New section
Sec. 2	from passage	PA 23-170, Sec. 23
Sec. 3	July 1, 2024	4-66g(b)
Sec. 4	from passage	4-9d(a)
Sec. 5	January 1, 2025	5-250
Sec. 6	from passage	10a-173(b)
Sec. 7	from passage	51-49d(c) and (d)
Sec. 8	from passage	New section
Sec. 9	July 1, 2024	1-79(5)
Sec. 10	from passage	New section
Sec. 11	from passage	New section

Statement of Legislative Commissioners:

In Sections 1, 10, 11(b)(7) and 11(j), "cognizance of matters relating to appropriations" was changed to "cognizance of matters relating to appropriations and the budgets of state agencies" for accuracy; in Section 11(c), "subdivisions (1) to (6)" was changed to "subdivisions (1) to (8)", for accuracy; and in Section 10, "nonprofits" was changed to "nonprofit organizations" in four places for clarity.

APP Joint Favorable Subst.

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