

General Assembly

Raised Bill No. 5374

February Session, 2024

LCO No. 2234



Referred to Committee on HUMAN SERVICES

Introduced by: (HS)

## AN ACT CONCERNING ANNUAL INFLATIONARY RATE ADJUSTMENTS FOR 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, (1)

"nonprofit human services provider" means a nonprofit provider that

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.

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10 (b) On July first annually, a state agency contracting with a nonprofit

11 human services provider shall increase rates for recurring contracts by

12 the percentage increase in the consumer price index for all urban

13 consumers in the northeast region in the previous calendar year. If such

14 consumer price index decreases, a state agency shall not decrease rates

15 for such provider.

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- (c) On July first annually, the Commissioner of Social Services shall adjust Medicaid rates for nonprofit human services providers contracting with the Department of Social Services by the percentage rate increase, if any, for state agency contracts pursuant to subsection (b) of this section, unless such adjustment is not permissible under federal law governing the Medicaid program.
- (d) Not later than January 1, 2025, and every three years thereafter, the Secretary of the Office of Policy and Management shall file a report, in accordance with the provisions of section 11-4a of the general statutes, with the joint standing committees of the General Assembly having cognizance of matters relating to appropriations and the budgets of state agencies, human services and public health on state agency contracts with nonprofit human services providers. The report shall include, but need not be limited to, any appropriations needed to ensure that rates for all such contracts in subsequent fiscal years include any increase in the consumer price index for all urban consumers in the northeast region in the previous calendar year.

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

## Statement of Purpose:

To provide annual inflationary rate adjustments for nonprofit human services providers who contract with the state.

[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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