

General Assembly

Raised Bill No. 432

February Session, 2024

LCO No. 2810



Referred to Committee on GOVERNMENT ADMINISTRATION AND ELECTIONS

Introduced by: (GAE)

AN ACT CONCERNING STATE CONTRACTS WITH 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 with intellectual disability or developmental disabilities, including, but 6 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 (b) Not later than January 1, 2025, and annually thereafter, the 11 Secretary of the Office of Policy and Management shall, in consultation 12 with representatives of nonprofit human services providers, complete a 13 review of the state's purchase of service contracts with nonprofit human 14 services providers to determine whether the rates such providers are

LCO No. 2810 **1** of 4

paid to deliver health and human services pursuant to such contracts adequately compensate such providers for providing the level of services expected by the state agency contracting with such provider.

- (c) Not later than February 1, 2025, and annually thereafter, the secretary shall submit a report, in accordance with the provisions of section 11-4a of the general statutes, to the joint standing committees of the General Assembly having cognizance of matters relating to human services, government administration and appropriations and the budgets of state agencies. Such report shall include (1) a summary of the results of the review conducted under subsection (b) of this section, (2) any applicable recommendations concerning requiring contracting state agencies to reduce contractual expectations if those expectations are not adequately funded by the contract, and (3) any recommended legislation necessary to implement such recommendations.
- Sec. 2. (NEW) (Effective from passage) (a) Not later than January 1, 2025, and triennially thereafter, the Secretary of the Office of Policy and Management shall conduct a review of any reports that nonprofit human services providers are required to file with various state agencies. Such review shall include, but not be limited to, looking at the number of reports that are required to be filed, the amount of overlapping information in such reports, the time and resources needed for providers to prepare and file the reports, the reasons for requiring such reports and an analysis of how the reports are utilized by the state agency receiving such reports. State agencies and nonprofit human services providers shall provide any information requested by the secretary for purposes of such review.
- (b) The secretary shall eliminate or consolidate any reporting required by a state agency that the secretary identifies under subsection (a) of this section as unduly burdensome or duplicative, unless such reporting is (1) necessary to prevent fraud or misuse of funds, (2) prescribed under federal law or regulation for the use of federal funds, or (3) required under any provision of state law.

LCO No. 2810 **2** of 4

(c) Not later than February 1, 2025, and annually thereafter, the secretary shall submit a report, in accordance with the provisions of section 11-4a of the general statutes, to the joint standing committees of the General Assembly having cognizance of matters relating to human services, government administration and appropriations and the budgets of state agencies. Such report shall include a summary of the results of the review conducted under subsection (a) of this section, any reporting eliminated or consolidated under subsection (a) of this section and any recommendations for any legislation necessary to eliminate burdensome or duplicative reporting requirements required under state law.

- Sec. 3. Subsection (d) of section 4-70b of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1*, 2024):
 - (d) The secretary shall establish uniform policies and procedures for obtaining, managing and evaluating the quality and cost effectiveness of direct health and human services purchased from a private provider organization or municipality. Such policies and procedures shall include, but not be limited to, a requirement that a private provider organization receive payment for any services provided pursuant to a purchase of service contract not later than thirty days after delivery of such services. The secretary shall require all state agencies which purchase direct health and human services to comply with such policies and procedures.
 - Sec. 4. (Effective from passage) The Secretary of the Office of Policy and Management, in consultation with the State Comptroller, shall (1) conduct a review of the CORE-CT system to detect inefficiencies, in particular accessibility issues or financial reporting inefficiencies, concerning the use of said system by nonprofit private provider organizations that provide health and human services to residents of this state pursuant to contracts with state agencies, and (2) update any features of the CORE-CT system that are identified pursuant to such review as outdated.

LCO No. 2810 3 of 4

This act shall take effect as follows and shall amend the following sections:		
Section 1	from passage	New section
Sec. 2	from passage	New section
Sec. 3	July 1, 2024	4-70b(d)
Sec. 4	from passage	New section

Statement of Purpose:

To require the Secretary of the Office of Policy and Management to conduct reviews of the level of services and reporting requirements of nonprofit human services providers and of updates needed to CORE-CT to eliminate inefficiencies and to require prompt payment of such 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.]

LCO No. 2810 **4** of 4