

SB 468 -- Redline

File No. 503 to Chaptered -- AN ACT CONCERNING THE PAYMENT OF NONPROFIT HUMAN SERVICES PROVIDERS.

Deletions ~~struck~~ · Insertions underlined

Substitute Senate ~~General Bill~~ Assembly File No.

~~503~~468 February Public Session, Act 2026 Substitute Senate Bill No.

~~468~~26-91 Senate, AN April ACT 8, CONCERNING 2026 THE The PAYMENT Committee OF on NONPROFIT Government HUMAN
Administration SERVICES and PROVIDERS. Elections reported through SEN.

~~FLEXER of the 29th Dist., Chairperson of the Committee on the part of the Senate, that the substitute bill ought to pass.~~

~~AN ACT CONCERNING REPORTING REQUIREMENTS AND PAYMENT OF NONPROFIT HUMAN SERVICES PROVIDERS.~~

~~(NEW) (Effective July 1, 2026) (a) Not later than January 1, 2028, 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, including requirements for program licensure or certification.~~

~~Such review shall include, but not be limited to, 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.~~

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~~503 (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.~~

~~(c) Not later than February 1, 2020, and triennially 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 (b) of this section and any recommendations for any legislation necessary to eliminate burdensome or duplicative reporting requirements required under state law.~~

~~(d) As used in this section, (1) "nonprofit human services provider" means a nonprofit entity that contracts with the state to provide health and human services that may include, but need not be limited to:~~

~~(A) Services for persons with a physical disability, (B) services for persons with intellectual disability or developmental disabilities, including, but not limited to, autism spectrum disorder, and (C) behavioral health services;~~

~~and (2) "state agency" has the same meaning as provided in section 4-70b of the general statutes, as amended by this act.~~

~~Sec.~~

~~2-~~

To the extent permissible under federal law, such policies and procedures shall include, but not be limited to, a sSB468 requirement that File No. private provider organization receive payment for any services provided pursuant to a purchase of service contract not later than forty-five days after the receipt of a properly completed claim or the receipt of such services, whichever is later, in accordance with section 4a-71.

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~~503 requirement that a private provider organization receive payment for any services provided pursuant to a purchase of service contract not later than forty-five days after the receipt of a properly completed claim or the receipt of such services, whichever is later, in accordance with section 4a-71.~~

~~This Governor's act Action: shall take effect as follows and shall amend the following sections:~~

~~Section Approved 1 June July 4, 1, 2026 New section Sec.~~

~~2 July 1, 2026 4-70b(d) Statement of Legislative Commissioners:~~

~~In Section 1(d), a definition of "state agency" was added for clarity, and Subdiv.~~

~~designators (1) and (2) were added and the original Subdiv.
designators changed to Subpara.
designators for consistency with standard drafting conventions.
GAE Joint Favorable Subst.
LC0 sSB468 / File No.
503 3 sSB468 File No.~~

~~503 The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose.
In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge.~~

~~Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.~~

~~OFA Fiscal Note State Impact:~~

~~Agency Affected Fund Effect FY 27 \$ FY 28 \$ Various State Agencies GF Potential See Below See Below
Cost Policy & Mgmt., Off.~~

~~GF Cost 210,800 206,550 State Comptroller Fringe GF Cost 86,000 86,000 Benefits1 Policy & Mgmt., Off.~~

~~GF Potential up to \$1 None Cost million Note:~~

~~GF=General Fund Municipal Impact:~~

~~None Explanation The bill results in a cost of \$210,800 in FY 27 and an annual cost of \$206,550 beginning in FY 28 to the Office of Policy and Management (OPM) for a Staff Attorney 2 and an Associate Accounts Examiner.~~

~~There is a corresponding cost of \$86,000 to the Office of the State Comptroller for associated fringe benefits beginning in FY 27.~~

~~These positions are required to review, by January 1, 2028, and report on the reports that nonprofit human services providers are required to file with various state agencies.~~

~~OPM's initial report is due February 1, 2020, and will be required to be resubmitted triennially thereafter.~~

~~OPM may experience a potential cost of up to \$1 million in FY 27 to the extent Core-CT requires any changes or upgrades to comply with The fringe benefit costs for most state employees are budgeted centrally in accounts administered by the Comptroller.~~

~~The estimated active employee fringe benefit cost associated with most personnel changes is 41.82% of payroll in FY 27.~~

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~~503 the reporting required by the bill.~~

~~The bill also requires state agencies contracting for direct human services to pay providers within 45 days of service delivery.~~

~~While the new parameters may shift the timing of payments to providers, they do not alter the overall value of the contracts.~~

~~State agencies may incur administrative costs to the extent they are required to modify their payment structure and hire additional staff to satisfy the 45-day payment deadline, as outlined in the bill.~~

~~For context, the starting salaries for related fiscal staff range from approximately \$65,000 to \$100,000 annually.~~

~~The Out Years The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.~~

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~~503 OLR Bill Analysis sSB 468 AN ACT CONCERNING REPORTING REQUIREMENTS AND PAYMENT OF NONPROFIT HUMAN SERVICES PROVIDERS.~~

~~SUMMARY This bill requires the Office of Policy and Management (OPM) secretary, by January 1, 2028, and then every three years, to review reports filed with state agencies by nonprofit human services providers (nonprofit entities that contract with the state to provide health and human services), including requirements for program licensure or certification.~~

~~The review must include the number of required reports, reports with overlapping information, time and resources needed to prepare and file the reports, reasons for the reports, and an analysis of how the state agency uses them.~~

~~The bill requires state agencies and nonprofit human services providers to give related information to~~

~~OPM for the review.~~

~~After the review, the bill requires the OPM secretary to eliminate or consolidate reports that are overly burdensome or duplicative, unless the report is necessary to prevent fraud or misuse of funds or is required under federal law or regulation or state law.~~

~~Under the bill, the OPM secretary must submit a report, by February 1, 2029, and then every three years, to the Appropriations, Government Administration and Elections, and Human Services committees.~~

~~Each report must include a summary of the review results, any eliminated or consolidated reporting, and any recommendations to further eliminate burdensome or duplicative reporting.~~

~~Separately, the bill requires the OPM secretary, if possible under federal law, to establish policies and procedures requiring state agencies to pay a private provider organization for any services provided under sSB468 / File No.~~

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~~503 a purchase of service contract within 45 days after the receipt of a properly completed claim or receipt of services, whichever is later.~~

~~Payments must be timely or include interest (CGS Sec. 4a-71). The secretary must have all affected state agencies comply with these policies and procedures.~~

~~Under current law, private provider organizations include nonstate entities that are either nonprofits or proprietary corporations or partnerships that receive funds from the state, and may receive federal funds, to provide direct health or human services to clients.~~

~~EFFECTIVE DATE:~~

~~July 1, 2026 COMMITTEE ACTION Government Administration and Elections Committee Joint Favorable Yea 10 Nay 0 (03/20/2026) sSB468 / File No.~~

~~503-7~~