

General Assembly

February Session, 2024

## Raised Bill No. 5373

LCO No. **2221** 

Referred to Committee on HUMAN SERVICES

Introduced by: (HS)

## AN ACT CONCERNING VARIOUS REVISIONS TO HUMAN SERVICES STATUTES.

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

Section 1. Section 17b-606 of the general statutes is repealed and the
 following is substituted in lieu thereof (*Effective from passage*):

3 [(a) The Department of Social Services shall be the lead agency for 4 services to persons with physical or mental disabilities and shall 5 coordinate the delivery of such services by all state agencies servicing 6 persons with disabilities.

(b) Not later than September 30, 1988, the Commissioner of Social
Services shall appoint a Connecticut Council for Persons with
Disabilities to advise the Department of Social Services in carrying out
its duties pursuant to the provisions of subsection (a) of this section. The
council shall be composed of seventeen members, a majority of whom
shall be persons with disabilities. The council shall establish its own
rules and shall meet at least quarterly.]

14 [(c)] (a) There shall be established an interagency management

15 committee for services to persons with disabilities. The committee shall 16 be composed of the commissioners, or their designees, of each state 17 agency that provides services to persons with disabilities. The 18 committee shall monthly review and evaluate services to persons with 19 disabilities and shall develop a policy under which state agencies may 20 enter into contracts with other state agencies for the delivery of services 21 to persons with disabilities. The first meeting of the committee shall be 22 convened by the Commissioner of Social Services.

[(d)] (b) The Department of Social Services shall maintain on the department's Internet web site information on services provided to persons with disabilities. The department's Internet web site shall include a link to the Internet web page maintained by the Department of Aging and Disability Services pursuant to section 17a-838 containing information about services for deaf, deafblind and hard of hearing individuals.

Sec. 2. Subdivision (1) of subsection (h) of section 17b-340 of the 2024
supplement to the general statutes is repealed and the following is
substituted in lieu thereof (*Effective from passage*):

33 (h) (1) For the fiscal year ending June 30, 1993, any intermediate care 34 facility for individuals with intellectual disabilities with an operating 35 cost component of its rate in excess of one hundred forty per cent of the 36 median of operating cost components of rates in effect January 1, 1992, 37 shall not receive an operating cost component increase. For the fiscal 38 year ending June 30, 1993, any intermediate care facility for individuals 39 with intellectual disabilities with an operating cost component of its rate 40 that is less than one hundred forty per cent of the median of operating 41 cost components of rates in effect January 1, 1992, shall have an 42 allowance for real wage growth equal to thirty per cent of the increase 43 determined in accordance with subsection (q) of section 17-311-52 of the 44 regulations of Connecticut state agencies, provided such operating cost 45 component shall not exceed one hundred forty per cent of the median 46 of operating cost components in effect January 1, 1992. Any facility with 47 real property other than land placed in service prior to October 1, 1991,

48 shall, for the fiscal year ending June 30, 1995, receive a rate of return on 49 real property equal to the average of the rates of return applied to real 50 property other than land placed in service for the five years preceding 51 October 1, 1993. For the fiscal year ending June 30, 1996, and any 52 succeeding fiscal year, the rate of return on real property for property 53 items shall be revised every five years. The commissioner shall, upon 54 submission of a request, allow actual debt service, comprised of 55 principal and interest, in excess of property costs allowed pursuant to 56 section 17-311-52 of the regulations of Connecticut state agencies, 57 provided such debt service terms and amounts are reasonable in 58 relation to the useful life and the base value of the property. For the fiscal 59 year ending June 30, 1995, and any succeeding fiscal year, the inflation 60 adjustment made in accordance with subsection (p) of section 17-311-52 61 of the regulations of Connecticut state agencies shall not be applied to 62 real property costs. For the fiscal year ending June 30, 1996, and any 63 succeeding fiscal year, the allowance for real wage growth, as 64 determined in accordance with subsection (q) of section 17-311-52 of the 65 regulations of Connecticut state agencies, shall not be applied. For the 66 fiscal year ending June 30, 1996, and any succeeding fiscal year, no rate 67 shall exceed three hundred seventy-five dollars per day unless the 68 commissioner, in consultation with the Commissioner of 69 Developmental Services, determines after a review of program and 70 management costs, that a rate in excess of this amount is necessary for 71 care and treatment of facility residents. For the fiscal year ending June 72 30, 2002, rate period, the Commissioner of Social Services shall increase 73 the inflation adjustment for rates made in accordance with subsection 74 (p) of section 17-311-52 of the regulations of Connecticut state agencies 75 to update allowable fiscal year 2000 costs to include a three and one-half 76 per cent inflation factor. For the fiscal year ending June 30, 2003, rate 77 period, the commissioner shall increase the inflation adjustment for 78 rates made in accordance with subsection (p) of section 17-311-52 of the 79 regulations of Connecticut state agencies to update allowable fiscal year 80 2001 costs to include a one and one-half per cent inflation factor, except 81 that such increase shall be effective November 1, 2002, and such facility 82 rate in effect for the fiscal year ending June 30, 2002, shall be paid for

83 services provided until October 31, 2002, except any facility that would 84 have been issued a lower rate effective July 1, 2002, than for the fiscal 85 year ending June 30, 2002, due to interim rate status or agreement with 86 the department shall be issued such lower rate effective July 1, 2002, and 87 have such rate updated effective November 1, 2002, in accordance with 88 applicable statutes and regulations. For the fiscal year ending June 30, 89 2004, rates in effect for the period ending June 30, 2003, shall remain in 90 effect, except any facility that would have been issued a lower rate 91 effective July 1, 2003, than for the fiscal year ending June 30, 2003, due 92 to interim rate status or agreement with the department shall be issued 93 such lower rate effective July 1, 2003. For the fiscal year ending June 30, 94 2005, rates in effect for the period ending June 30, 2004, shall remain in 95 effect until September 30, 2004. Effective October 1, 2004, each facility 96 shall receive a rate that is five per cent greater than the rate in effect 97 September 30, 2004. Effective upon receipt of all the necessary federal 98 approvals to secure federal financial participation matching funds 99 associated with the rate increase provided in subdivision (4) of 100 subsection (f) of this section, but in no event earlier than October 1, 2005, 101 and provided the user fee imposed under section 17b-320 is required to 102 be collected, each facility shall receive a rate that is four per cent more 103 than the rate the facility received in the prior fiscal year, except any 104 facility that would have been issued a lower rate effective October 1, 105 2005, than for the fiscal year ending June 30, 2005, due to interim rate 106 status or agreement with the department, shall be issued such lower rate 107 effective October 1, 2005. Such rate increase shall remain in effect unless: 108 (A) The federal financial participation matching funds associated with 109 the rate increase are no longer available; or (B) the user fee created 110 pursuant to section 17b-320 is not in effect. For the fiscal year ending 111 June 30, 2007, rates in effect for the period ending June 30, 2006, shall 112 remain in effect until September 30, 2006, except any facility that would 113 have been issued a lower rate effective July 1, 2006, than for the fiscal 114 year ending June 30, 2006, due to interim rate status or agreement with 115 the department, shall be issued such lower rate effective July 1, 2006. 116 Effective October 1, 2006, no facility shall receive a rate that is more than 117 three per cent greater than the rate in effect for the facility on September

118 30, 2006, except any facility that would have been issued a lower rate 119 effective October 1, 2006, due to interim rate status or agreement with 120 the department, shall be issued such lower rate effective October 1, 2006. 121 For the fiscal year ending June 30, 2008, each facility shall receive a rate 122 that is two and nine-tenths per cent greater than the rate in effect for the 123 period ending June 30, 2007, except any facility that would have been 124 issued a lower rate effective July 1, 2007, than for the rate period ending 125 June 30, 2007, due to interim rate status, or agreement with the 126 department, shall be issued such lower rate effective July 1, 2007. For the 127 fiscal year ending June 30, 2009, rates in effect for the period ending June 128 30, 2008, shall remain in effect until June 30, 2009, except any facility that 129 would have been issued a lower rate for the fiscal year ending June 30, 130 2009, due to interim rate status or agreement with the department, shall 131 be issued such lower rate. For the fiscal years ending June 30, 2010, and 132 June 30, 2011, rates in effect for the period ending June 30, 2009, shall 133 remain in effect until June 30, 2011, except any facility that would have 134 been issued a lower rate for the fiscal year ending June 30, 2010, or the 135 fiscal year ending June 30, 2011, due to interim rate status or agreement 136 with the department, shall be issued such lower rate. For the fiscal year 137 ending June 30, 2012, rates in effect for the period ending June 30, 2011, 138 shall remain in effect until June 30, 2012, except any facility that would 139 have been issued a lower rate for the fiscal year ending June 30, 2012, 140 due to interim rate status or agreement with the department, shall be 141 issued such lower rate. For the fiscal years ending June 30, 2014, and 142 June 30, 2015, rates shall not exceed those in effect for the period ending 143 June 30, 2013, except the rate paid to a facility may be higher than the 144 rate paid to the facility for the period ending June 30, 2013, if a capital 145 improvement approved by the Department of Developmental Services, 146 in consultation with the Department of Social Services, for the health or 147 safety of the residents was made to the facility during the fiscal year 148 ending June 30, 2014, or June 30, 2015, to the extent such rate increases 149 are within available appropriations. Any facility that would have been 150 issued a lower rate for the fiscal year ending June 30, 2014, or the fiscal 151 year ending June 30, 2015, due to interim rate status or agreement with 152 the department, shall be issued such lower rate. For the fiscal years

153 ending June 30, 2016, and June 30, 2017, rates shall not exceed those in 154 effect for the period ending June 30, 2015, except the rate paid to a facility may be higher than the rate paid to the facility for the period 155 156 ending June 30, 2015, if a capital improvement approved by the 157 Department of Developmental Services, in consultation with the 158 Department of Social Services, for the health or safety of the residents 159 was made to the facility during the fiscal year ending June 30, 2016, or 160 June 30, 2017, to the extent such rate increases are within available 161 appropriations. For the fiscal years ending June 30, 2016, and June 30, 162 2017, and each succeeding fiscal year, any facility that would have been 163 issued a lower rate, due to interim rate status, a change in allowable fair 164 rent or agreement with the department, shall be issued such lower rate. 165 For the fiscal years ending June 30, 2018, and June 30, 2019, rates shall 166 not exceed those in effect for the period ending June 30, 2017, except the 167 rate paid to a facility may be higher than the rate paid to the facility for 168 the period ending June 30, 2017, if a capital improvement approved by 169 the Department of Developmental Services, in consultation with the 170 Department of Social Services, for the health or safety of the residents 171 was made to the facility during the fiscal year ending June 30, 2018, or 172 June 30, 2019, only to the extent such rate increases are within available 173 appropriations. For the fiscal years ending June 30, 2020, and June 30, 174 2021, rates shall not exceed those in effect for the fiscal year ending June 175 30, 2019, except the rate paid to a facility may be higher than the rate 176 paid to the facility for the fiscal year ending June 30, 2019, if a capital 177 improvement approved by the Department of Developmental Services, 178 in consultation with the Department of Social Services, for the health or 179 safety of the residents was made to the facility during the fiscal year 180 ending June 30, 2020, or June 30, 2021, only to the extent such rate 181 increases are within available appropriations. For the fiscal year ending 182 June 30, 2022, rates shall not exceed those in effect for the fiscal year 183 ending June 30, 2021, except the commissioner may, in the 184 commissioner's discretion and within available appropriations, provide 185 pro rata fair rent increases to facilities that have documented fair rent 186 additions placed in service in the cost report year ending September 30, 187 2020, that are not otherwise included in rates issued. For the fiscal year

188 ending June 30, 2023, rates shall not exceed those in effect for the fiscal 189 year ending June 30, 2022, except the commissioner may, in the 190 commissioner's discretion and within available appropriations, provide 191 pro rata fair rent increases to facilities which have documented fair rent 192 additions placed in service in the cost report year ending September 30, 193 2021, that are not otherwise included in rates issued. For the fiscal years 194 ending June 30, 2022, and June 30, 2023, a facility may receive a rate 195 increase for a capital improvement approved by the Department of 196 Developmental Services, in consultation with the Department of Social 197 Services, for the health or safety of the residents during the fiscal year 198 ending June 30, 2022, or June 30, 2023, only to the extent such rate 199 increases are within available appropriations. There shall be no increase 200 to rates based on inflation or any inflationary factor for the fiscal years 201 ending June 30, 2022, and June 30, 2023. Notwithstanding any other 202 provisions of this chapter, any subsequent increase to allowable 203 operating costs, excluding fair rent, shall be inflated by the gross 204 domestic product deflator when funding is specifically appropriated for 205 such purposes in the enacted budget. The rate of inflation shall be 206 computed by comparing the most recent rate year to the average of the 207 gross domestic product deflator for the previous four fiscal quarters 208 ending [April thirtieth] March thirty-first. Any increase to rates based 209 on inflation shall be applied prior to the application of any other budget 210 adjustment factors that may impact such rates. For the fiscal year ending 211 June 30, 2024, the department shall determine facility rates based upon 212 2022 cost report filings subject to the provisions of this section, adjusted 213 to reflect any rate increases provided after the cost report year ending 214 June 30, 2022, and with the addition of a two per cent adjustment factor. 215 No facility shall receive a rate less than the rate in effect for the fiscal 216 year ending June 30, 2023. For the fiscal year ending June 30, 2024, the 217 minimum per diem, per bed rate shall remain at five hundred one 218 dollars for a residential facility licensed pursuant to section 17a-227 and 219 certified to participate in the Title XIX Medicaid program as an 220 intermediate care facility for individuals with intellectual disability. 221 There shall be no increase to rates based on any inflationary factor for 222 the fiscal year ending June 30, 2024. For the fiscal year ending June 30,

223 2024, and each subsequent fiscal year, the commissioner may, in the 224 commissioner's discretion and within available appropriations, provide 225 pro rata fair rent increases to facilities that have documented fair rent 226 additions placed in service in the cost report years that are not otherwise 227 included in rates issued. For the fiscal year ending June 30, 2025, the 228 department shall determine facility rates based upon 2023 cost report 229 filings subject to the provisions of this section, adjusted to reflect any 230 rate increases provided after the cost report ending June 30, 2023. A 231 facility may receive a rate that is less than the rate in effect for the fiscal 232 year ending June 30, 2024, but shall not receive a rate less than the 233 minimum per diem, per bed rate. For the fiscal year ending June 30, 234 2025, the minimum per diem, per bed rate shall remain at five hundred 235 one dollars for a residential facility licensed pursuant to section 17a-227 236 and certified to participate in the Title XIX Medicaid program as an 237 intermediate care facility for individuals with intellectual disability. 238 There shall be no increase to rates based on any inflationary factor for 239 the fiscal year ending June 30, 2025. For the fiscal year ending June 30, 240 2026, the department shall determine facility rates based upon 2024 cost 241 report filings subject to the provisions of this section, adjusted to reflect 242 any rate increases provided after the cost report ending June 30, 2024. 243 For the fiscal year ending June 30, 2026, there shall be no minimum per 244 diem, per bed rate for a residential facility licensed pursuant to section 245 17a-227 and certified to participate in the Title XIX Medicaid program 246 as an intermediate care facility for individuals with intellectual 247 disability. There shall be no increase to rates based on any inflationary 248 factor for the fiscal year ending June 30, 2026. For the fiscal years ending 249 June 30, 2024, and June 30, 2025, a facility may receive a rate increase for 250 a capital improvement approved by the Department of Developmental 251 Services, in consultation with the Department of Social Services, for the 252 health or safety of the residents during the fiscal year ending June 30, 253 2024, or June 30, 2025, only to the extent such rate increases are within 254 available appropriations. Any facility that has a significant decrease in 255 land and building costs shall receive a reduced rate to reflect such 256 decrease in land and building costs. For the fiscal years ending June 30, 257 2012, June 30, 2013, June 30, 2014, June 30, 2015, June 30, 2016, June 30,

258 2017, June 30, 2018, June 30, 2019, June 30, 2020, June 30, 2021, June 30, 259 2022, June 30, 2023, June 30, 2024, and June 30, 2025, the Commissioner 260 of Social Services may provide fair rent increases to any facility that has 261 undergone a material change in circumstances related to fair rent and 262 has an approved certificate of need pursuant to section 17b-352, 17b-353, 263 17b-354 or 17b-355. Notwithstanding the provisions of this section, the 264 Commissioner of Social Services may, within available appropriations, 265 increase or decrease rates issued to intermediate care facilities for 266 individuals with intellectual disabilities to reflect a reduction in 267 available appropriations as provided in subsection (a) of this section. 268 For the fiscal years ending June 30, 2014, and June 30, 2015, the 269 commissioner shall not consider rebasing in determining rates. 270 Notwithstanding the provisions of this subsection, effective July 1, 2021, 271 and July 1, 2022, the commissioner shall, within available 272 appropriations, increase rates for the purpose of wage and benefit 273 enhancements for employees of intermediate care facilities. Facilities 274 that receive a rate adjustment for the purpose of wage and benefit 275 enhancements but do not provide increases in employee salaries as 276 described in this subsection on or before July 31, 2021, and July 31, 2022, 277 respectively, may be subject to a rate decrease in the same amount as the 278 adjustment by the commissioner.

279 Sec. 3. Subsection (i) of section 17b-340 of the 2024 supplement to the 280 general statutes is repealed and the following is substituted in lieu 281 thereof (*Effective from passage*):

282 (i) For the fiscal year ending June 30, 1993, any residential care home 283 with an operating cost component of its rate in excess of one hundred 284thirty per cent of the median of operating cost components of rates in 285 effect January 1, 1992, shall not receive an operating cost component 286 increase. For the fiscal year ending June 30, 1993, any residential care 287 home with an operating cost component of its rate that is less than one 288 hundred thirty per cent of the median of operating cost components of 289 rates in effect January 1, 1992, shall have an allowance for real wage 290 growth equal to sixty-five per cent of the increase determined in 291 accordance with subsection (q) of section 17-311-52 of the regulations of

292 Connecticut state agencies, provided such operating cost component 293 shall not exceed one hundred thirty per cent of the median of operating cost components in effect January 1, 1992. Beginning with the fiscal year 294 295 ending June 30, 1993, for the purpose of determining allowable fair rent, 296 a residential care home with allowable fair rent less than the twenty-297 fifth percentile of the state-wide allowable fair rent shall be reimbursed 298 as having allowable fair rent equal to the twenty-fifth percentile of the 299 state-wide allowable fair rent. Beginning with the fiscal year ending 300 June 30, 1997, a residential care home with allowable fair rent less than 301 three dollars and ten cents per day shall be reimbursed as having 302 allowable fair rent equal to three dollars and ten cents per day. Property 303 additions placed in service during the cost year ending September 30, 304 1996, or any succeeding cost year shall receive a fair rent allowance for 305 such additions as an addition to three dollars and ten cents per day if 306 the fair rent for the facility for property placed in service prior to 307 September 30, 1995, is less than or equal to three dollars and ten cents 308 per day. Beginning with the fiscal year ending June 30, 2016, a 309 residential care home shall be reimbursed the greater of the allowable 310 accumulated fair rent reimbursement associated with real property 311 additions and land as calculated on a per day basis or three dollars and 312 ten cents per day if the allowable reimbursement associated with real 313 property additions and land is less than three dollars and ten cents per 314 day. For the fiscal year ending June 30, 1996, and any succeeding fiscal 315 year, the allowance for real wage growth, as determined in accordance 316 with subsection (q) of section 17-311-52 of the regulations of Connecticut 317 state agencies, shall not be applied. For the fiscal year ending June 30, 318 1996, and any succeeding fiscal year, the inflation adjustment made in 319 accordance with subsection (p) of section 17-311-52 of the regulations of 320 Connecticut state agencies shall not be applied to real property costs. Beginning with the fiscal year ending June 30, 1997, minimum allowable 321 322 patient days for rate computation purposes for a residential care home 323 with twenty-five beds or less shall be eighty-five per cent of licensed 324 capacity. Beginning with the fiscal year ending June 30, 2002, for the 325 purposes of determining the allowable salary of an administrator of a 326 residential care home with sixty beds or less the department shall revise

327 the allowable base salary to thirty-seven thousand dollars to be annually 328 inflated thereafter in accordance with section 17-311-52 of the 329 regulations of Connecticut state agencies. The rates for the fiscal year 330 ending June 30, 2002, shall be based upon the increased allowable salary 331 of an administrator, regardless of whether such amount was expended 332 in the 2000 cost report period upon which the rates are based. Beginning 333 with the fiscal year ending June 30, 2000, and until the fiscal year ending 334 June 30, 2009, inclusive, the inflation adjustment for rates made in 335 accordance with subsection (p) of section 17-311-52 of the regulations of 336 Connecticut state agencies shall be increased by two per cent, and 337 beginning with the fiscal year ending June 30, 2002, the inflation 338 adjustment for rates made in accordance with subsection (c) of said 339 section shall be increased by one per cent. Beginning with the fiscal year 340 ending June 30, 1999, for the purpose of determining the allowable 341 salary of a related party, the department shall revise the maximum 342 salary to twenty-seven thousand eight hundred fifty-six dollars to be 343 annually inflated thereafter in accordance with section 17-311-52 of the 344 regulations of Connecticut state agencies and beginning with the fiscal 345 year ending June 30, 2001, such allowable salary shall be computed on 346 an hourly basis and the maximum number of hours allowed for a related 347 party other than the proprietor shall be increased from forty hours to 348 forty-eight hours per work week. For the fiscal year ending June 30, 349 2005, each facility shall receive a rate that is two and one-quarter per 350 cent more than the rate the facility received in the prior fiscal year, 351 except any facility that would have been issued a lower rate effective 352 July 1, 2004, than for the fiscal year ending June 30, 2004, due to interim 353 rate status or agreement with the department shall be issued such lower 354 rate effective July 1, 2004. Effective upon receipt of all the necessary 355 federal approvals to secure federal financial participation matching 356 funds associated with the rate increase provided in subdivision (4) of 357 subsection (f) of this section, but in no event earlier than October 1, 2005, 358 and provided the user fee imposed under section 17b-320 is required to 359 be collected, each facility shall receive a rate that is determined in 360 accordance with applicable law and subject to appropriations, except 361 any facility that would have been issued a lower rate effective October

1, 2005, than for the fiscal year ending June 30, 2005, due to interim rate 362 363 status or agreement with the department, shall be issued such lower rate 364 effective October 1, 2005. Such rate increase shall remain in effect unless: 365 (1) The federal financial participation matching funds associated with 366 the rate increase are no longer available; or (2) the user fee created 367 pursuant to section 17b-320 is not in effect. For the fiscal year ending 368 June 30, 2007, rates in effect for the period ending June 30, 2006, shall 369 remain in effect until September 30, 2006, except any facility that would 370 have been issued a lower rate effective July 1, 2006, than for the fiscal 371 year ending June 30, 2006, due to interim rate status or agreement with 372 the department, shall be issued such lower rate effective July 1, 2006. 373 Effective October 1, 2006, no facility shall receive a rate that is more than 374 four per cent greater than the rate in effect for the facility on September 375 30, 2006, except for any facility that would have been issued a lower rate 376 effective October 1, 2006, due to interim rate status or agreement with 377 the department, shall be issued such lower rate effective October 1, 2006. 378 For the fiscal years ending June 30, 2010, and June 30, 2011, rates in effect 379 for the period ending June 30, 2009, shall remain in effect until June 30, 380 2011, except any facility that would have been issued a lower rate for 381 the fiscal year ending June 30, 2010, or the fiscal year ending June 30, 382 2011, due to interim rate status or agreement with the department, shall 383 be issued such lower rate, except (A) any facility that would have been 384 issued a lower rate for the fiscal year ending June 30, 2010, or the fiscal 385 year ending June 30, 2011, due to interim rate status or agreement with 386 the Commissioner of Social Services shall be issued such lower rate; and 387 (B) the commissioner may increase a facility's rate for reasonable costs 388 associated with such facility's compliance with the provisions of section 389 19a-495a concerning the administration of medication by unlicensed 390 personnel. For the fiscal year ending June 30, 2012, rates in effect for the 391 period ending June 30, 2011, shall remain in effect until June 30, 2012, 392 except that (i) any facility that would have been issued a lower rate for 393 the fiscal year ending June 30, 2012, due to interim rate status or 394 agreement with the Commissioner of Social Services shall be issued 395 such lower rate; and (ii) the commissioner may increase a facility's rate 396 for reasonable costs associated with such facility's compliance with the

397 provisions of section 19a-495a concerning the administration of 398 medication by unlicensed personnel. For the fiscal year ending June 30, 399 2013, the Commissioner of Social Services may, within available 400 appropriations, provide a rate increase to a residential care home. Any 401 facility that would have been issued a lower rate for the fiscal year 402 ending June 30, 2013, due to interim rate status or agreement with the 403 Commissioner of Social Services shall be issued such lower rate. For the 404 fiscal years ending June 30, 2012, and June 30, 2013, the Commissioner 405 of Social Services may provide fair rent increases to any facility that has 406 undergone a material change in circumstances related to fair rent and 407 has an approved certificate of need pursuant to section 17b-352, 17b-353, 408 17b-354 or 17b-355. For the fiscal years ending June 30, 2014, and June 409 30, 2015, for those facilities that have a calculated rate greater than the 410 rate in effect for the fiscal year ending June 30, 2013, the commissioner 411 may increase facility rates based upon available appropriations up to a 412 stop gain as determined by the commissioner. No facility shall be issued 413 a rate that is lower than the rate in effect on June 30, 2013, except that 414 any facility that would have been issued a lower rate for the fiscal year 415 ending June 30, 2014, or the fiscal year ending June 30, 2015, due to 416 interim rate status or agreement with the commissioner, shall be issued 417 such lower rate. For the fiscal year ending June 30, 2014, and each fiscal 418 year thereafter, a residential care home shall receive a rate increase for 419 any capital improvement made during the fiscal year for the health and 420 safety of residents and approved by the Department of Social Services, 421 provided such rate increase is within available appropriations. For the 422 fiscal year ending June 30, 2015, and each succeeding fiscal year 423 thereafter, costs of less than ten thousand dollars that are incurred by a 424 facility and are associated with any land, building or nonmovable 425 equipment repair or improvement that are reported in the cost year used 426 to establish the facility's rate shall not be capitalized for a period of more 427 than five years for rate-setting purposes. For the fiscal year ending June 30, 2015, subject to available appropriations, the commissioner may, at 428 429 the commissioner's discretion: Increase the inflation cost limitation 430 under subsection (c) of section 17-311-52 of the regulations of 431 Connecticut state agencies, provided such inflation allowance factor

432 does not exceed a maximum of five per cent; establish a minimum rate 433 of return applied to real property of five per cent inclusive of assets placed in service during cost year 2013; waive the standard rate of return 434 435 under subsection (f) of section 17-311-52 of the regulations of 436 Connecticut state agencies for ownership changes or health and safety 437 improvements that exceed one hundred thousand dollars and that are 438 required under a consent order from the Department of Public Health; 439 and waive the rate of return adjustment under subsection (f) of section 440 17-311-52 of the regulations of Connecticut state agencies to avoid 441 financial hardship. For the fiscal years ending June 30, 2016, and June 442 30, 2017, rates shall not exceed those in effect for the period ending June 443 30, 2015, except the commissioner may, in the commissioner's discretion 444 and within available appropriations, provide pro rata fair rent increases 445 to facilities which have documented fair rent additions placed in service 446 in cost report years ending September 30, 2014, and September 30, 2015, 447 that are not otherwise included in rates issued. For the fiscal years 448 ending June 30, 2016, and June 30, 2017, and each succeeding fiscal year, 449 any facility that would have been issued a lower rate, due to interim rate 450 status, a change in allowable fair rent or agreement with the department, 451 shall be issued such lower rate. For the fiscal year ending June 30, 2018, 452 rates shall not exceed those in effect for the period ending June 30, 2017, 453 except the commissioner may, in the commissioner's discretion and 454 within available appropriations, provide pro rata fair rent increases to 455 facilities which have documented fair rent additions placed in service in 456 the cost report year ending September 30, 2016, that are not otherwise 457 included in rates issued. For the fiscal year ending June 30, 2019, rates 458 shall not exceed those in effect for the period ending June 30, 2018, 459 except the commissioner may, in the commissioner's discretion and 460 within available appropriations, provide pro rata fair rent increases to 461 facilities which have documented fair rent additions placed in service in 462 the cost report year ending September 30, 2017, that are not otherwise 463 included in rates issued. For the fiscal year ending June 30, 2020, rates 464 shall not exceed those in effect for the fiscal year ending June 30, 2019, 465 except the commissioner may, in the commissioner's discretion and 466 within available appropriations, provide pro rata fair rent increases to

467 facilities which have documented fair rent additions placed in service in 468 the cost report year ending September 30, 2018, that are not otherwise 469 included in rates issued. For the fiscal year ending June 30, 2021, rates 470 shall not exceed those in effect for the fiscal year ending June 30, 2020, 471 except the commissioner may, in the commissioner's discretion and 472 within available appropriations, provide pro rata fair rent increases to 473 facilities which have documented fair rent additions placed in service in 474 the cost report year ending September 30, 2019, that are not otherwise 475 included in rates issued. For the fiscal year ending June 30, 2022, the 476 commissioner may, in the commissioner's discretion and within 477 available appropriations, provide pro rata fair rent increases to facilities 478 that have documented fair rent additions placed in service in the cost 479 report year ending September 30, 2020, that are not otherwise included 480 in rates issued. For the fiscal year ending June 30, 2023, the 481 commissioner may, in the commissioner's discretion and within 482 available appropriations, provide pro rata fair rent increases to facilities 483 which have documented fair rent additions placed in service in the cost 484 report year ending September 30, 2021, that are not otherwise included 485 in rates issued. For the fiscal years ending June 30, 2022, and June 30, 486 2023, a facility may receive a rate increase for a capital improvement 487 approved by the Department of Social Services, for the health or safety 488 of the residents during the fiscal year ending June 30, 2022, or June 30, 489 2023, only to the extent such rate increases are within available 490 appropriations. For the fiscal year ending June 30, 2022, and June 30, 491 2023, rates shall be based upon rates in effect for the fiscal year ending 492 June 30, 2021, inflated by the gross domestic product deflator applicable 493 to each rate year, except the commissioner may, in the commissioner's 494 discretion and within available appropriations, provide pro rata fair 495 rent increases to facilities which have documented fair rent additions 496 placed in service in the cost report years ending September 30, 2020, and 497 September 30, 2021, that are not otherwise included in rates issued. For 498 the fiscal years ending June 30, 2024, and June 30, 2025, a facility may 499 receive a rate increase for a capital improvement approved by the 500 Department of Social Services, for the health or safety of the residents 501 during the fiscal year ending June 30, 2024, or June 30, 2025, only to the

502 extent such rate increases are within available appropriations. For the 503 fiscal year ending June 30, 2024, the department shall determine facility 504 rates based upon 2022 cost report filings subject to the provisions of this 505 section, adjusted to reflect any rate increases provided after the cost 506 report year ending September 30, 2022. There shall be no increase to 507 rates based on any inflationary factor for the fiscal year ending June 30, 508 2024. Notwithstanding any other provisions of this chapter, any 509 subsequent increase to allowable operating costs, excluding fair rent, 510 shall be inflated by the gross domestic product deflator when funding 511 is specifically appropriated for such purposes in the enacted budget. 512 The rate of inflation shall be computed by comparing the most recent 513 rate year to the average of the gross domestic product deflator for the 514 previous four fiscal quarters ending [April thirtieth] March thirty-first. 515 Any increase to rates based on inflation shall be applied prior to the 516 application of any other budget adjustment factors that may impact 517 such rates. The commissioner shall determine whether and to what 518 extent a change in ownership of a facility shall occasion the rebasing of 519 the facility's costs. There shall be no inflation adjustment during a year 520 in which a facility's rates are rebased. For the fiscal year ending June 30, 521 2024, the commissioner may, in the commissioner's discretion and 522 within available appropriations, provide pro rata fair rent increases to 523 facilities that have documented fair rent additions placed in service in 524 the cost report year ending September 30, 2022, that are not otherwise 525 included in rates issued. For the fiscal year ending June 30, 2025, the 526 commissioner may, in the commissioner's discretion and within 527 available appropriations, provide pro rata fair rent increases to facilities 528 that have documented fair rent additions placed in service in the cost 529 report year ending September 30, 2023, that are not otherwise included 530 in rates issued.

531 Sec. 4. Subdivision (11) of subsection (a) of section 17b-340d of the 532 2024 supplement to the general statutes is repealed and the following is 533 substituted in lieu thereof (*Effective from passage*):

534 (11) There shall be no increase to rates based on inflation or any 535 inflationary factor for the fiscal years ending June 30, 2022, and June 30,

536 2023, unless otherwise authorized under subdivision (1) of this 537 subsection. Notwithstanding section 17-311-52 of the regulations of Connecticut state agencies, for the fiscal years ending June 30, 2024, and 538 539 June 30, 2025, there shall be no inflationary increases to rates beyond 540 those already factored into the model for the transition to an acuity-541 based reimbursement system. Notwithstanding any other provisions of 542 this chapter, any subsequent increase to allowable operating costs, 543 excluding fair rent, shall be inflated by the gross domestic product 544 deflator when funding is specifically appropriated for such purposes in 545 the enacted budget. The rate of inflation shall be computed by 546 comparing the most recent rate year to the average of the gross domestic 547 product deflator for the previous four fiscal quarters ending [April 548 thirtieth] March thirty-first. Any increase to rates based on inflation 549 shall be applied prior to the application of any other budget adjustment 550 factors that may impact such rates.

551 Sec. 5. Subsection (b) of section 17b-238 of the general statutes is 552 repealed and the following is substituted in lieu thereof (*Effective from* 553 *passage*):

554 (b) Any institution or agency to which payments are to be made 555 under sections 17b-239 to 17b-246, inclusive, and sections 17b-340, as 556 <u>amended by this act</u>, and 17b-343 which is aggrieved by any decision of 557 said commissioner may, within ten days after written notice thereof 558 from the commissioner, obtain, by written request to the commissioner, 559 a rehearing on all items of aggrievement. On and after July 1, 1996, a 560 rehearing shall be held by the commissioner or his designee, provided a 561 detailed written description of all such items is filed within ninety days 562 of written notice of the commissioner's decision. The rehearing shall be 563 held within thirty days of the filing of the detailed written description 564 of each specific item of aggrievement. The commissioner shall issue a 565 final decision within sixty days of the close of evidence or the date on 566 which final briefs are filed, whichever occurs later. Any designee of the 567 commissioner who presides over such rehearing shall be impartial and 568 shall not be employed within the Department of Social Services office of 569 certificate of need and rate setting. Any such items not resolved at such 570 rehearing to the satisfaction of either such institution or agency or said 571 commissioner [shall be submitted to binding arbitration to an 572 arbitration board consisting of one member appointed by the institution or agency, one member appointed by the commissioner and one 573 574 member appointed by the Chief Court Administrator from among the 575 retired judges of the Superior Court, which retired judge shall be 576 compensated for his services on such board in the same manner as a 577 state referee is compensated for his services under section 52-434. The 578 proceedings of the arbitration board and any decisions rendered by such 579 board shall be conducted in accordance with the provisions of the Social 580 Security Act, 49 Stat. 620 (1935), 42 USC 1396, as amended from time to 581 time, and chapter 54] may be appealed in accordance with section 4-183. 582 Such appeals shall be privileged cases to be heard by the court as soon after the return day as shall be practicable. 583

584 Sec. 6. Subsection (i) of section 17b-99a of the general statutes is 585 repealed and the following is substituted in lieu thereof (*Effective from* 586 *passage*):

587 (i) Any facility aggrieved by a final report issued pursuant to 588 subsection (h) of this section may request a rehearing. A rehearing shall 589 be held by the commissioner or the commissioner's designee, provided 590 a detailed written description of all items of aggrievement in the final 591 report is filed by the facility not later than ninety days following the date 592 of written notice of the commissioner's decision. The rehearing shall be 593 held not later than thirty days following the date of filing of the detailed 594 written description of each specific item of aggrievement. The 595 commissioner shall issue a final decision not later than sixty days 596 following the close of evidence or the date on which final briefs are filed, 597 whichever occurs later. Any items not resolved at such rehearing to the 598 satisfaction of the facility or the commissioner [shall be submitted to 599 binding arbitration by an arbitration board consisting of one member 600 appointed by the facility, one member appointed by the commissioner 601 and one member appointed by the Chief Court Administrator from 602 among the retired judges of the Superior Court, which retired judge 603 shall be compensated for his services on such board in the same manner

as a state referee is compensated for his services under section 52-434.
The proceedings of the arbitration board and any decisions rendered by
such board shall be conducted in accordance with the provisions of the
Social Security Act, 42 USC 1396, as amended from time to time, and
chapter 54] may be appealed in accordance with section 4-183. Such
appeals shall be privileged cases to be heard by the court as soon after
the return day as shall be practicable.

611 Sec. 7. Subsection (c) of section 17a-784 of the general statutes is 612 repealed and the following is substituted in lieu thereof (*Effective from* 613 *passage*):

614 (c) The Commissioner of Aging and Disability Services shall develop 615 and maintain a program of public education and information. The 616 program shall include, but need not be limited to, education of the 617 public concerning services available from the Department of Aging and 618 Disability Services, its policies and goals, an outreach effort to discover 619 persons with disabilities, including such persons who are minorities as 620 defined in subsection (a) of section 32-9n, who may benefit from the 621 services it offers and the dissemination of printed materials to persons 622 at their initial meeting with staff of the department, including a 623 statement of such person's rights. [Each state agency providing services 624 to persons with disabilities shall furnish to each person applying for 625 such services, at the time of initial application, a written summary of all 626 state programs for persons with disabilities. Such summary shall be 627 developed by the Department of Social Services as the lead agency for 628 services to persons with disabilities pursuant to section 17b-606. The 629 Department of Social Services shall distribute sufficient copies of the 630 summary to all state agencies providing services to persons with 631 disabilities in order that such copies may be furnished in accordance 632 with this subsection.]

633 Sec. 8. Sections 17b-608 and 17b-609 of the general statutes are 634 repealed. (*Effective from passage*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	from passage	17b-606
Sec. 2	from passage	17b-340(h)(1)
Sec. 3	from passage	17b-340(i)
Sec. 4	from passage	17b-340d(a)(11)
Sec. 5	from passage	17b-238(b)
Sec. 6	from passage	17b-99a(i)
Sec. 7	from passage	17a-784(c)
Sec. 8	from passage	Repealer section

## Statement of Purpose:

To repeal obsolete statutory provisions, make technical statutory changes and replace an arbitration process with the right to appeal to a Superior Court.

[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.]