



General Assembly

January Session, 2009

**Raised Bill No. 800**

LCO No. 2719

\*02719\_\_\_\_\_HED\*

Referred to Committee on Higher Education and Employment  
Advancement

Introduced by:  
(HED)

**AN ACT CONCERNING FUNDING THE FRINGE BENEFIT  
DIFFERENTIAL FOR EMPLOYEES OF JOHN DEMPSEY HOSPITAL AT  
THE UNIVERSITY OF CONNECTICUT HEALTH CENTER.**

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

1 Section 1. (NEW) (*Effective July 1, 2009*) For the fiscal year ending  
2 June 30, 2010, and each fiscal year thereafter, the Comptroller may pay  
3 the fringe benefit cost differential for employees of the John Dempsey  
4 Hospital from the Office of the State Comptroller-Fringe Benefit  
5 accounts. For purposes of this section, "fringe benefit cost differential"  
6 means the difference between the state fringe benefits rate and the  
7 average rate of the fringe benefits paid by short-term acute care  
8 general and children's hospitals and reported annually to the Office of  
9 Health Care Access pursuant to section 19a-644 of the general statutes.

10 Sec. 2. Subsection (b) of section 10a-77 of the general statutes is  
11 repealed and the following is substituted in lieu thereof (*Effective from*  
12 *passage*):

13 (b) The Board of Trustees of the Community-Technical Colleges

14 shall establish and administer a fund to be known as the Regional  
15 Community-Technical Colleges Operating Fund. Appropriations from  
16 general revenues of the state and, upon request by the board and with  
17 an annual review and approval by the Secretary of the Office of Policy  
18 and Management, the amount of the appropriations for fringe benefits  
19 and workers' compensation applicable to the community-technical  
20 colleges pursuant to [subsection (a) of section 4-73] sections 4-73 and 4-  
21 73a, shall be transferred from the Comptroller, and all tuition revenue  
22 received by the regional community-technical colleges in accordance  
23 with the provisions of subsection (a) of this section shall be deposited  
24 in said fund. Income from student fees or related charges; the proceeds  
25 of auxiliary activities and business enterprises, gifts and donations;  
26 federal funds and grants for purposes other than research, and all  
27 receipts derived from the conduct by the colleges of their education  
28 extension programs and summer school sessions shall be credited to  
29 said fund but shall be allocated to the central office and institutional  
30 operating accounts which shall be established and maintained for the  
31 central office and each community-technical college. If the Secretary of  
32 the Office of Policy and Management disapproves such transfer, the  
33 secretary may require the amount of the appropriation for operating  
34 expenses to be used for personal services and fringe benefits to be  
35 excluded from said fund. The State Treasurer shall review and  
36 approve the transfer prior to such request by the board of trustees. The  
37 board shall establish an equitable policy for allocation of  
38 appropriations from general revenues of the state, fringe benefits  
39 transferred from the Comptroller and tuition revenue deposited in the  
40 Regional Community-Technical Colleges Operating Fund. At the  
41 beginning of each quarter of the fiscal year, the board shall allocate and  
42 transfer, in accordance with said policy, moneys for expenditure in  
43 such institutional operating accounts, exclusive of amounts retained  
44 for central office operations and reasonable reserves for future  
45 distribution. All costs of waiving or remitting tuition pursuant to  
46 subsection (e) of this section shall be charged to the Regional  
47 Community-Technical Colleges Operating Fund. Repairs, alterations

48 or additions to facilities supported by operating funds and costing one  
49 million dollars or more shall require the approval of the General  
50 Assembly, or when the General Assembly is not in session, of the  
51 Finance Advisory Committee. Any balance of receipts above  
52 expenditures shall remain in said fund, except such sums as may be  
53 required for deposit into a debt service fund or the General Fund for  
54 further payment by the Treasurer of debt service on general obligation  
55 bonds of the state issued for purposes of community-technical colleges.

56 Sec. 3. Subsection (b) of section 10a-99 of the general statutes is  
57 repealed and the following is substituted in lieu thereof (*Effective from*  
58 *passage*):

59 (b) The Board of Trustees of the Connecticut State University  
60 System shall establish and administer a fund to be known as the  
61 Connecticut State University System Operating Fund. Appropriations  
62 from general revenues of the state and upon request by the  
63 Connecticut State University System and with the annual review and  
64 approval by the Secretary of the Office of Policy and Management, the  
65 amount of the appropriations for fringe benefits pursuant to  
66 [subsection (a) of section 4-73] sections 4-73 and 4-73a, shall be  
67 transferred from the State Comptroller and all tuition revenue received  
68 by the Connecticut State University System in accordance with the  
69 provisions of subsection (a) of this section shall be deposited in said  
70 fund. Income from student fees or related charges, the proceeds of  
71 auxiliary activities and business enterprises, gifts and donations,  
72 federal funds and grants, subject to the provisions of sections 10a-98 to  
73 10a-98g, inclusive, and all receipts derived from the conduct by a state  
74 university of its education extension program and its summer school  
75 session shall be credited to said fund but shall be allocated to the  
76 central office and institutional operating accounts which shall be  
77 established and maintained for the central office and each state  
78 university. Any such gifts and donations, federal funds and grants for  
79 purposes of research shall be allocated to separate accounts within  
80 such central office and institutional operating accounts. If the Secretary

81 of the Office of Policy and Management disapproves such transfer, he  
82 may require the amount of the appropriation for operating expenses to  
83 be used for personal services and fringe benefits to be excluded from  
84 said fund. The State Treasurer shall review and approve the transfer  
85 prior to such request by the university. The board of trustees shall  
86 establish an equitable policy for allocation of appropriations from  
87 general revenues of the state, fringe benefits transferred from the State  
88 Comptroller and tuition revenue deposited in the Connecticut State  
89 University System Operating Fund. At the beginning of each quarter of  
90 the fiscal year, the board shall allocate and transfer, in accordance with  
91 said policy, moneys for expenditure in such institutional operating  
92 accounts, exclusive of amounts retained for central office operations  
93 and reasonable reserves for future distribution. All costs of waiving or  
94 remitting tuition pursuant to subsection (e) of this section shall be  
95 charged to the Connecticut State University System Operating Fund.  
96 Repairs, alterations or additions to facilities supported by the  
97 Connecticut State University System Operating Fund and costing one  
98 million dollars or more shall require the approval of the General  
99 Assembly, or when the General Assembly is not in session, of the  
100 Finance Advisory Committee. Any balance of receipts above  
101 expenditures shall remain in said fund, except such sums as may be  
102 required for deposit into a debt service fund or the General Fund for  
103 further payment by the Treasurer of debt service on general obligation  
104 bonds of the state issued for purposes of the Connecticut State  
105 University System.

106 Sec. 4. Subsections (b) and (c) of section 10a-105 of the general  
107 statutes are repealed and the following is substituted in lieu thereof  
108 (*Effective from passage*):

109 (b) The Board of Trustees of The University of Connecticut shall  
110 establish and administer a fund to be known as The University of  
111 Connecticut Operating Fund, and in addition, may establish a Special  
112 External Gift Fund, and an endowment fund, as defined in section 10a-  
113 109c, and such other funds as may be established pursuant to

114 subdivision (13) of subsection (a) of section 10a-109d. Appropriations  
115 from general revenues of the state and, upon request by the university  
116 and with an annual review and approval by the Secretary of the Office  
117 of Policy and Management, the amount of the appropriations for fringe  
118 benefits and workers' compensation applicable to the university  
119 pursuant to [subsection (a) of section 4-73] sections 4-73 and 4-73a,  
120 shall be transferred from the Comptroller, and all tuition revenue  
121 received by the university in accordance with the provisions of  
122 subsection (a) of this section, income from student fees or related  
123 charges, the proceeds of auxiliary activities and business enterprises,  
124 gifts and donations, federal funds and grants for purposes other than  
125 research and all receipts derived from the conduct by The University  
126 of Connecticut of its education extension program and its summer  
127 school session, except funds received by The University of Connecticut  
128 Health Center, shall be deposited in said operating fund. If the  
129 Secretary of the Office of Policy and Management disapproves such  
130 transfer, he may require the amount of the appropriation for operating  
131 expenses to be used for personal services and fringe benefits to be  
132 excluded from said fund. The State Treasurer shall review and  
133 approve the transfer prior to such request by the university. All costs  
134 of waiving or remitting tuition pursuant to subsection (e) of this  
135 section, except the cost of waiving or remitting tuition for students  
136 enrolled in the schools of medicine or dental medicine, shall be  
137 charged to said fund. Repairs, alterations or additions to facilities  
138 supported by said fund costing one million dollars or more shall  
139 require the approval of the General Assembly, or when the General  
140 Assembly is not in session, of the Finance Advisory Committee. Any  
141 balance of receipts above expenditures shall remain in said fund,  
142 except such sums as may be required for deposit into a debt service  
143 fund or the General Fund for further payment by the Treasurer of debt  
144 service on general obligation bonds of the state issued for purposes of  
145 The University of Connecticut.

146 (c) The Board of Trustees of The University of Connecticut shall  
147 establish and administer a fund to be known as The University of

148 Connecticut Health Center Operating Fund. Appropriations from  
 149 general revenues of the state except the amount of the appropriation  
 150 for operating expenses to be used for personal services and the  
 151 appropriations for fringe benefits pursuant to [subsection (a) of section  
 152 4-73] sections 4-73 and 4-73a, all tuition revenue received by the health  
 153 center in accordance with the provisions of subsection (a) of this  
 154 section, income from student fees or related charges, proceeds from  
 155 auxiliary and business enterprises, gifts and donations, federal funds  
 156 and grants for purposes other than research and other income relative  
 157 to these activities shall be deposited in said fund. All costs of waiving  
 158 or remitting tuition pursuant to subsection (f) of this section for  
 159 students enrolled in the schools of medicine or dental medicine shall  
 160 be charged to said fund. Repairs, alterations or additions to facilities  
 161 supported by said fund costing one million dollars or more shall  
 162 require the approval of the General Assembly, or when the General  
 163 Assembly is not in session, of the Finance Advisory Committee. Any  
 164 balance of receipts above expenditures shall remain in said fund,  
 165 except such sums as may be required for deposit into a debt service  
 166 fund or the General Fund for further payment by the Treasurer of debt  
 167 service on general obligation bonds of the state issued for purposes of  
 168 The University of Connecticut Health Center.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2009</i>	New section
Sec. 2	<i>from passage</i>	10a-77(b)
Sec. 3	<i>from passage</i>	10a-99(b)
Sec. 4	<i>from passage</i>	10a-105(b) and (c)

**Statement of Purpose:**

To authorize the Comptroller to cover the cost difference between the state fringe benefits rate and the average fringe benefits rate of short-term acute care hospitals.

*[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.]*