

OFFICE OF LEGISLATIVE RESEARCH  
PUBLIC ACT SUMMARY



**PA 13-14—sSB 967**  
*Public Health Committee*

**AN ACT CONCERNING EXPENSES RELATING TO THE SALE OF  
NONPROFIT HOSPITALS**

**SUMMARY:** By law, the attorney general can contract with experts or consultants when reviewing a proposal to approve the sale of a nonprofit hospital to a for-profit entity, including contracting with an outside entity to conduct the review. This act increases, from \$300,000 to \$500,000, the amount the purchaser can be billed for these services.

**EFFECTIVE DATE:** Upon passage, and applicable to applications to approve such transactions filed on or after January 1, 2013.

**BACKGROUND**

*Sale of Nonprofit Hospitals*

By law, the public health commissioner and the attorney general must review and approve a nonprofit hospital's agreement to (1) sell or otherwise transfer a material amount of its assets or operations or (2) change the control of its operations, to a for-profit entity. The law sets out procedures and standards for the commissioner's and attorney general's review of such transactions. Any such agreement without the required approval is void (CGS §§ 19a-486 to -486h).

OLR Tracking: JO:DC:TA:ts