AN ACT CONCERNING THE INNOVATION INCENTIVE PROGRAM FOR NONPROFIT PROVIDERS OF HUMAN SERVICES.

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

Section 1. Subsection (c) of section 4-216 of the general statutes is repealed and the following is substituted in lieu thereof (Effective July 1, 2019):

(c) The secretary [may] shall establish [an] a pilot incentive program for nonprofit providers of human services [whose contracts with the state do not exceed one million dollars and who provide direct services to not more than one hundred fifty persons enrolled in state-funded assistance programs in specific geographical regions of the state. The incentive program may] that shall (1) allow providers who otherwise meet contractual requirements to retain a percentage of any savings realized by the providers from the contracted cost for services, (2) require that at least fifty per cent of savings retained by the providers be used to expand such services, and (3) provide that future contracted amounts from the state for the same types of services are not reduced solely to reflect savings achieved in previous contracts by such providers. The pilot incentive program shall include eight nonprofit providers of human services with state contracts of the following amounts: (A) Two with contracts of at least fifty million dollars, (B) two with contracts of at least twenty million dollars but less than fifty
million dollars, (C) two with contracts of at least five million dollars but less than twenty million dollars, and (D) two with contracts of less than five million dollars. For purposes of this subsection, "state-funded assistance programs" "nonprofit providers of human services" includes, but is not limited to, "nonprofit providers of services [provided] to persons with intellectual, physical or mental disabilities or autism spectrum disorder.

This act shall take effect as follows and shall amend the following sections:

| Section 1 | July 1, 2019 | 4-216(c) |

*HS Joint Favorable Subst.*