



General Assembly

Amendment

January Session, 2019

LCO No. 11062



Offered by:
SEN. FONFARA, 1st Dist.

To: Subst. House Bill No. 7415 File No. 883 Cal. No. 694

"AN ACT CONCERNING A STUDY OF NEW REVENUE STREAMS."

1 Strike everything after the enacting clause and substitute the
2 following in lieu thereof:

3 "Section 1. Subsection (a) of section 7-536 of the general statutes is
4 repealed and the following is substituted in lieu thereof (*Effective July*
5 *1, 2019*):

6 (a) As used in sections 7-535 to 7-538, inclusive:

7 (1) "Adjusted equalized net grand list per capita" means the
8 adjusted equalized net grand list per capita determined for each town
9 pursuant to section 10-261;

10 (2) "Density" means the population of a municipality divided by the
11 number of square miles of the municipality;

12 (3) "Grant anticipation note" means a note issued in anticipation of
13 the receipt of project grants to the municipality from moneys in the

14 Local Capital Improvement Fund;

15 (4) "Local capital improvement project" means a municipal capital
16 expenditure project for any of the following purposes: (A) Road
17 construction, renovation, repair or resurfacing, (B) sidewalk and
18 pavement improvements, (C) construction, renovation, enlargement or
19 repair of sewage treatment plants and sanitary or storm, water or
20 sewer lines, including separation of lines, (D) public building
21 construction other than schools, including renovation, repair, code
22 compliance, energy conservation and fire safety projects, (E)
23 construction, renovation, enlargement or repair of dams, bridges and
24 flood control projects, (F) construction, renovation, enlargement or
25 repair of water treatment or filtration plants and water mains, (G)
26 construction, renovation or enlargement of solid waste facilities, (H)
27 improvements to public parks, (I) the preparation and revision of local
28 capital improvement plans projected for a period of not less than five
29 years and so prepared as to show the general description, need and
30 estimated cost of each individual capital improvement, (J)
31 improvements to emergency communications systems and building
32 security systems, including for schools, (K) public housing projects,
33 including renovations and improvements and energy conservation and
34 the development of additional housing, (L) renovations to or
35 construction of veterans' memorial monuments, (M) thermal imaging
36 systems, (N) bulky waste and landfill projects, (O) the preparation and
37 revision of municipal plans of conservation and development adopted
38 pursuant to section 8-23, provided such plans are endorsed by the
39 legislative body of the municipality not more than one hundred eighty
40 days after adoption by the commission, (P) acquisition of automatic
41 external defibrillators, (Q) floodplain management and hazard
42 mitigation activities, (R) on-board oil refining systems consisting of a
43 filtration canister and evaporation canister that remove solid and
44 liquid contaminants from lubricating oil, (S) activities related to the
45 planning of a municipal broadband network, provided the speed of
46 the network shall be not less than three hundred eighty-four thousand
47 bits per second, (T) establishment of bikeways and greenways, (U)

48 land acquisition, including for open space, and costs involved in
49 making land available for public uses, (V) acquisition of technology
50 related to implementation of the Department of Education's common
51 core state standards, (W) technology upgrades, including for
52 improvements to expand public access to government information
53 through electronic portals and kiosks, [and] (X) for the fiscal years
54 ending June 30, 2013, and June 30, 2014, acquisition of snow removal
55 equipment, capital expenditures made to improve public safety, and
56 capital expenditures made to facilitate regional cooperation, and (Y)
57 for hazardous tree removal or trimming for "nonutility" related
58 hazardous branches, limbs and trees on municipal property or within a
59 municipal right-of-way. "Local capital improvement project" means
60 only capital expenditures and includes repairs incident to
61 reconstruction and renovation but does not include ordinary repairs
62 and maintenance of an ongoing nature. As used in this subdivision,
63 "floodplain management" and "hazard mitigation" have the same
64 meanings as provided in section 25-68j;

65 (5) "Municipality" means any town, city, borough, consolidated
66 town and city or consolidated town and borough;

67 (6) "Population" means the number of persons according to the most
68 recent federal decennial census, except that, in intervening years
69 between such censuses, "population" means the number of persons
70 according to the most recent estimate of the Department of Public
71 Health; and

72 (7) "Secretary" means the Secretary of the Office of Policy and
73 Management.

74 Sec. 2. (NEW) (*Effective from passage*) (a) The Commissioner of
75 Revenue Services may, if the commissioner determines that the
76 enforcement of chapters 228z and 229 of the general statutes would not
77 be adversely affected, provide for an affected business entity to file a
78 composite income tax return on behalf of each nonresident member of
79 such affected business entity, subject to the requirements and

80 conditions the commissioner may prescribe in the form and
81 instructions for such return.

82 (b) If an affected business entity files a composite income tax return
83 pursuant to this section, the affected business entity shall pay to the
84 commissioner the tax, interest and penalties such nonresident member
85 of such affected business entity would otherwise be required to pay
86 under chapter 229 of the general statutes. Any such payment made by
87 an affected business entity to the commissioner with respect to any
88 taxable period shall be considered to be a payment by such
89 nonresident member for the tax imposed on such nonresident member
90 under chapter 229 of the general statutes for such taxable period.

91 Sec. 3. Subsections (c) and (d) of section 7-325 of the general statutes
92 are repealed and the following is substituted in lieu thereof (*Effective*
93 *July 1, 2019*):

94 (c) The clerk of each district created pursuant to this chapter or any
95 provisions of the general statutes or any special act, shall report to the
96 town clerk of each town in which such district is located: (1) If created
97 by approval of a petition pursuant to subsection (a) of this section on
98 or after July 1, 1987, within seven days of such approval; and (2) on or
99 before July 31, 1993, and [annually thereafter for each such district,
100 irrespective of the date of creation] any time the charter or special act
101 of such district is amended. The first report filed after the creation of a
102 district shall include a list of the officers of such district, a copy of the
103 charter or special act of such district and such other information on the
104 organization and the financial status of such district as the Secretary of
105 the Office of Policy and Management may recommend. A copy of the
106 charter or special act of such district shall be included in any
107 subsequent report if such charter or special act was amended after the
108 date of the previous filing. No district, irrespective of the date of
109 creation, created by approval of a petition pursuant to subsection (a) of
110 this section shall exist as a body corporate and politic until the clerk of
111 such district has filed at least one report required by this subsection. If
112 a district is located in more than one town, the report shall be filed by

113 the district clerk with the town clerk of each town in which the district
114 is located.

115 (d) [Any fine imposed on and after July 1, 1992, on a clerk for failure
116 to file a report required pursuant to subsection (c) of this section shall
117 be waived.] Not later than July 1, 2020, and annually thereafter, the tax
118 collector of each district shall submit a statement to the Secretary of the
119 Office of Policy and Management on a form prescribed by the
120 secretary. Such statement shall include complete information
121 concerning the mill rate and tax levy in the district for the preceding
122 year. Any tax collector who neglects to file a true and correct statement
123 shall forfeit one hundred dollars to the state.

124 Sec. 4. Subsection (b) of section 12-81g of the general statutes is
125 repealed and the following is substituted in lieu thereof (*Effective July*
126 *1, 2019*):

127 (b) (1) Effective for the assessment year commencing October 1,
128 [2013] 2019, and each assessment year thereafter, any municipality
129 may, upon approval by its legislative body or, in any town in which
130 the legislative body is a town meeting, by the board of selectmen,
131 provide that, in lieu of the additional exemption prescribed under
132 subsection (a) of this section, any person entitled to an exemption from
133 property tax in accordance with subdivision (20) of section 12-81,
134 reflecting any increase made pursuant to the provisions of section 12-
135 62g, who has a disability rating of one hundred per cent, as
136 determined by the United States Department of Veterans Affairs, shall
137 be entitled to an additional exemption from such tax in an amount
138 equal to three times the amount of the exemption provided for such
139 person pursuant to subdivision (20) of section 12-81, provided such
140 person's total adjusted gross income as determined for purposes of the
141 federal income tax, [plus any other income not included in such
142 adjusted income,] excluding veterans' disability payments,
143 individually if unmarried, or jointly with spouse if married, during the
144 calendar year ending immediately preceding the filing of a claim for
145 any such exemption, is not more than twenty-four thousand dollars if

146 such person is married or not more than twenty-one thousand dollars
147 if such person is not married.

148 (2) The provisions of this subsection shall not limit the applicability
149 of the provisions of subsection (a) of this section for persons not
150 eligible for the property tax exemption provided by this subsection.

151 Sec. 5. Section 12-81cc of the general statutes is repealed and the
152 following is substituted in lieu thereof (*Effective July 1, 2019*):

153 Any person who has established his or her entitlement to a property
154 tax exemption under [subdivisions] subdivision (19), (20), (22), (23),
155 (24), (25), (26), (28) or (53) of section 12-81 or section 12-81g, for a
156 particular assessment year shall be issued a certificate as to such
157 entitlement by the tax assessor of the relevant municipality. Such
158 person shall be entitled to such exemption in any municipality in this
159 state for such assessment year provided a copy of such certificate is
160 provided to the tax assessor of any municipality in which such
161 exemption is claimed and further provided such person would
162 otherwise have been eligible for such exemption in such municipality
163 if he or she had filed for such exemption as provided under the general
164 statutes.

165 Sec. 6. Subdivision (2) of subsection (a) of section 12-170e of the
166 general statutes is repealed and the following is substituted in lieu
167 thereof (*Effective July 1, 2019*):

168 (2) The amounts of income at each level of qualifying income, as
169 provided in the table in subdivision (1) of this subsection, shall be
170 adjusted annually in a uniform manner to reflect the annual inflation
171 adjustment in Social Security income. Each such adjustment of
172 qualifying income shall be determined to the nearest one hundred
173 dollars and shall be applicable in determining the amount of grant
174 allowed under this subsection with respect to charges for rents,
175 electricity, gas, water and fuel actually paid during the preceding
176 calendar year. Each such adjustment of qualifying income shall be
177 prepared by the [Commissioner of Housing] Secretary of the Office of

178 Policy and Management in relation to the annual inflation adjustment
179 in Social Security, if any, becoming effective at any time during the
180 twelve-month period immediately preceding the first day of October
181 each year and shall be distributed to the assessors in each municipality
182 not later than the thirty-first day of December next following.

183 Sec. 7. Subsection (a) of section 12-170f of the general statutes is
184 repealed and the following is substituted in lieu thereof (*Effective July*
185 *1, 2019*):

186 (a) Any renter, believing himself or herself to be entitled to a grant
187 under section 12-170d for any calendar year, shall apply for such grant
188 to the assessor of the municipality in which the renter resides or to the
189 duly authorized agent of such assessor or municipality on or after
190 April first and not later than October first of each year with respect to
191 such grant for the calendar year preceding each such year, on a form
192 prescribed and furnished by the Secretary of the Office of Policy and
193 Management to the assessor. [A renter may apply to the secretary prior
194 to December fifteenth of the claim year for an extension of the
195 application period. The secretary may grant such extension in the case
196 of extenuating circumstance due to illness or incapacitation as
197 evidenced by a certificate signed by a physician or an advanced
198 practice registered nurse to that extent, or if the secretary determines
199 there is good cause for doing so.] A renter making such application
200 shall present to such assessor or agent, in substantiation of the renter's
201 application, a copy of the renter's federal income tax return, and if not
202 required to file a federal income tax return, such other evidence of
203 qualifying income, receipts for money received, or cancelled checks, or
204 copies thereof, and any other evidence the assessor or such agent may
205 require. When the assessor or agent is satisfied that the applying renter
206 is entitled to a grant, such assessor or agent shall issue a certificate of
207 grant in such form as the secretary may prescribe and supply showing
208 the amount of the grant due.

209 Sec. 8. Subsections (a) and (b) of section 16a-31 of the general
210 statutes are repealed and the following is substituted in lieu thereof

211 (Effective July 1, 2019):

212 (a) The following actions when undertaken by any state agency,
213 with state or federal funds, shall be consistent with the plan:

214 (1) The acquisition of real property when the acquisition costs are in
215 excess of two hundred thousand dollars;

216 (2) The development or improvement of real property when the
217 development costs are in excess of two hundred thousand dollars;

218 (3) The acquisition of public transportation equipment or facilities
219 when the acquisition costs are in excess of two hundred thousand
220 dollars; and

221 (4) The authorization of each state grant, any application for which
222 is not pending on July 1, 1991, for an amount in excess of two hundred
223 thousand dollars, for the acquisition or development or improvement
224 of real property or for the acquisition of public transportation
225 equipment or facilities.

226 (b) [A] Whenever an action described in subsection (a) of this
227 section is undertaken, and such action is subject to the public scoping
228 process described in section 22a-1b, the sponsoring state agency shall
229 request, and the secretary shall provide, an advisory statement
230 commenting on the extent to which [any of the actions specified in
231 subsection (a) of this section] such action conforms to the plan. [and
232 any] Any agency may request and the secretary shall provide such
233 other advisory reports as the state agency deems advisable.

234 Sec. 9. Subsection (a) of section 19a-308 of the general statutes is
235 repealed and the following is substituted in lieu thereof (Effective July
236 1, 2019):

237 (a) In any town in which there is a burial ground or cemetery
238 containing more than six places of interment [and not under the
239 control or management of any currently functioning cemetery
240 association,] that has been neglected and allowed to grow up to weeds,

241 briars and bushes, or about which the fences have become broken,
242 decayed or dilapidated, the selectmen of such town may cause such
243 burial ground or cemetery to be cleared of weeds, briars and bushes,
244 may mow the ground's lawn areas and may cause its fences or walls to
245 be repaired and kept in orderly and decent condition and its memorial
246 stones to be straightened, repaired and restored.

247 Sec. 10. (NEW) (*Effective October 1, 2019, and applicable to assessment*
248 *years commencing on or after October 1, 2018*) On or before March
249 fifteenth, annually, the assessor or board of assessors of each
250 municipality shall certify to the Secretary of the Office of Policy and
251 Management, on a form or forms provided by the secretary, the
252 amount of exemptions approved under the provisions of subdivisions
253 (60), (70), (72) and (76) of section 12-81 of the general statutes, together
254 with such supporting information as the secretary may require,
255 including the number of taxpayers with approved claims under each
256 said subdivision and a copy of the applications filed by such taxpayers
257 for each said subdivision.

258 Sec. 11. Subsection (a) of section 17b-131 of the general statutes, as
259 amended by section 312 of house bill 7424 of the current session, as
260 amended by House Amendment Schedules "A" and "B", is repealed
261 and the following is substituted in lieu thereof (*Effective July 1, 2019*):

262 (a) When a person in any town, or sent from such town to any
263 licensed institution or state humane institution, dies or is found dead
264 therein and does not leave sufficient estate and has no legally liable
265 relative able to pay the cost of a proper funeral and burial, or upon the
266 death of any beneficiary under the state-administered general
267 assistance program, the Commissioner of Social Services shall give to
268 such person a proper funeral and burial, and shall pay a sum not
269 exceeding one thousand three hundred fifty dollars as an allowance
270 toward the funeral expenses of such decedent. Said sum shall be paid,
271 upon submission of a proper bill, to the funeral director, cemetery or
272 crematory, as the case may be. Such payment for funeral and burial
273 expenses shall be reduced by (1) the amount in any revocable or

274 irrevocable funeral fund, (2) any prepaid funeral contract, (3) the face
275 value of any life insurance policy owned by the decedent that names a
276 funeral home, cemetery or crematory as a beneficiary, (4) the net value
277 of all liquid assets in the decedent's estate, and (5) contributions in
278 excess of [three thousand four hundred] four thousand dollars toward
279 such funeral and burial expenses from all other sources including
280 friends, relatives and all other persons, organizations, agencies,
281 veterans' programs and other benefit programs. Notwithstanding the
282 provisions of section 17b-90, whenever payment for funeral, burial or
283 cremation expenses is reduced due to liquid assets in the decedent's
284 estate, the commissioner may disclose information concerning such
285 liquid assets to the funeral director, cemetery or crematory providing
286 funeral, burial or cremation services for the decedent.

287 Sec. 12. Subsection (a) of section 17b-84 of the general statutes, as
288 amended by section 313 of house bill 7424 of the current session, as
289 amended by House Amendment Schedules "A" and "B", is repealed
290 and the following is substituted in lieu thereof (*Effective July 1, 2019*):

291 (a) Upon the death of any beneficiary under the state supplement or
292 the temporary family assistance program, the Commissioner of Social
293 Services shall order the payment of a sum not to exceed one thousand
294 three hundred fifty dollars as an allowance toward the funeral and
295 burial expenses of such decedent. The payment for funeral and burial
296 expenses shall be reduced by (1) the amount in any revocable or
297 irrevocable funeral fund, (2) any prepaid funeral contract, (3) the face
298 value of any life insurance policy owned by the decedent that names a
299 funeral home, cemetery or crematory as a beneficiary, (4) the net value
300 of all liquid assets in the decedent's estate, and (5) contributions in
301 excess of [three thousand four hundred] four thousand dollars toward
302 such funeral and burial expenses from all other sources, including
303 friends, relatives and all other persons, organizations, agencies,
304 veterans' programs and other benefit programs. Notwithstanding the
305 provisions of section 17b-90, whenever payment for funeral, burial or
306 cremation expenses is reduced due to liquid assets in the decedent's
307 estate, the commissioner may disclose information concerning such

308 liquid assets to the funeral director, cemetery or crematory providing
309 funeral, burial or cremation services for the decedent.

310 Sec. 13. Subdivision (2) of subsection (a) of section 16-244z of the
311 general statutes, as amended by section 3 of house bill 5002 of the
312 current session, as amended by House Amendment Schedule "A", is
313 repealed and the following is substituted in lieu thereof (*Effective from*
314 *passage*):

315 (2) Not later than July 1, 2022, for customers eligible pursuant to
316 subparagraphs (A) and (B) of this subdivision, and not later than July
317 1, 2020, for customers eligible pursuant to subparagraph (C) of this
318 subdivision, and annually thereafter, each electric distribution
319 company shall solicit and file with the Public Utilities Regulatory
320 Authority for its approval one or more projects selected resulting from
321 any procurement issued pursuant to subdivision (1) of this subsection
322 that are consistent with the tariffs approved by the authority pursuant
323 to subparagraphs (B) and (C) of subdivision (1) of this subsection and
324 that are applicable to (A) customers that own or develop new
325 generation projects on a customer's own premises that are less than
326 two megawatts in size, serve the distribution system of the electric
327 distribution company, are constructed after the solicitation conducted
328 pursuant to subdivision (4) of this subsection to which the customer is
329 responding, and use a Class I renewable energy source that either (i)
330 uses anaerobic digestion, or (ii) has emissions of no more than 0.07
331 pounds per megawatt-hour of nitrogen oxides, 0.10 pounds per
332 megawatt-hour of carbon monoxide, 0.02 pounds per megawatt-hour
333 of volatile organic compounds and one grain per one hundred
334 standard cubic feet, (B) customers that own or develop new generation
335 projects on a customer's own premises that are less than two
336 megawatts in size, serve the distribution system of the electric
337 distribution company, are constructed after the solicitation conducted
338 pursuant to subdivision (4) of this subsection to which the customer is
339 responding, and use a Class I renewable energy source that emits no
340 pollutants, and (C) customers that own or develop new generation
341 projects that are a shared clean energy facility, as defined in section 16-

342 244x, and subscriptions, as defined in such section, associated with
343 such facility, consistent with the program requirements developed
344 pursuant to subparagraph (C) of subdivision (1) of this subsection.
345 Any project that is eligible pursuant to subparagraph (C) of this
346 subdivision shall not be eligible pursuant to subparagraph (A) or (B) of
347 this subdivision.

348 Sec. 14. Subsection (a) of section 50 of house bill 7424 of the current
349 session, as amended by House Amendment Schedules "A" and "B", is
350 repealed and the following is substituted in lieu thereof (*Effective from*
351 *passage*):

352 (a) In the event of and upon approval by the General Assembly,
353 pursuant to section 3-125a of the general statutes, of a comprehensive
354 court settlement between the state and hospitals regarding all
355 outstanding litigation and administrative matters related to pending
356 claims of such hospitals against the state concerning the user fee that
357 was sunset on June [31] 30, 2017, and Medicaid reimbursement: (1) The
358 General Assembly shall adjust the state budget for the biennium
359 ending June 30, 2021, to reflect the state's costs and revenues related to
360 such settlement; and (2) the parties to such settlement shall take all
361 steps necessary to effectuate such settlement, including, but not limited
362 to, working in collaboration to establish quality measures that will
363 improve overall health outcomes and patient experience and reduce
364 unnecessary costs and readmissions, as defined in section 45 of [this
365 act] house bill 7424 of the current session, as amended by House
366 Amendment Schedules "A" and "B".

367 Sec. 15. Section 51 of house bill 7424 of the current session, as
368 amended by House Amendment Schedules "A" and "B", is repealed
369 and the following is substituted in lieu thereof (*Effective July 1, 2019*):

370 The Secretary of the Office of Policy and Management may make
371 reductions in allotments in any budgeted agency of the executive
372 branch for the fiscal years ending June 30, 2020, and June 30, 2021, in
373 order to achieve savings in the General Fund of \$5,000,000 during the

374 fiscal year ending June 30, [2021] 2020, and \$15,000,000 during the
375 fiscal year ending June 30, [2022] 2021, associated with contracting
376 savings initiatives.

377 Sec. 16. (*Effective July 1, 2019*) The sum of \$100,000 of the amount
378 appropriated in section 1 of house bill 7424 of the current session, as
379 amended by House Amendment Schedules "A" and "B", to the Judicial
380 Department, for Youth Services Prevention, for each of the fiscal years
381 ending June 30, 2020, and June 30, 2021, shall be made available in each
382 said fiscal year for a grant to Beardsley Zoo for its Nature Classroom
383 program.

384 Sec. 17. Subsection (d) of section 4-66k of the general statutes, as
385 amended by section 365 of house bill 7424 of the current session, as
386 amended by House Amendment Schedules "A" and "B", is repealed
387 and the following is substituted in lieu thereof (*Effective from passage*):

388 (d) There is established a regionalization subaccount within the
389 regional planning incentive account. If the Connecticut Lottery
390 Corporation offers online its existing lottery draw games through the
391 corporation's Internet web site, online service or mobile application,
392 after the revenue from such online offering is deposited in the Lottery
393 Fund, as defined in section 12-801, and provision of any payment
394 required under subsection (c) of section 12-812, as amended by section
395 85 of house bill 7424 of the current session, as amended by House
396 Amendment Schedules "A" and "B", has been made, the revenue from
397 such online offering that exceeds an amount equivalent to the costs of
398 the debt-free community college program under section 362 of [this
399 act] house bill 7424 of the current session, as amended by House
400 Amendment Schedules "A" and "B", shall be [deposited in] transferred
401 to the subaccount, or, if such online offering is not established, the
402 amount provided under subsection (b) of section 364 of [this act] house
403 bill 7424 of the current session, as amended by House Amendment
404 Schedules "A" and "B" for regionalization initiatives shall be deposited
405 in the subaccount. Moneys in the subaccount shall be expended only
406 for the purposes recommended by the task force established under

407 section 366 of [this act] house bill 7424 of the current session, as
408 amended by House Amendment Schedules "A" and "B".

409 Sec. 18. Subsection (a) of section 3-123ttt of the general statutes, as
410 amended by section 379 of house bill 7424 of the current session, as
411 amended by House Amendment Schedules "A" and "B", is repealed
412 and the following is substituted in lieu thereof (*Effective July 1, 2019*):

413 (a) Any nonstate public employer that is eligible to seek coverage
414 under the state employee plan or a plan developed by the Comptroller
415 pursuant to subsection (a) of section 3-123sss for its nonstate public
416 employees may seek such coverage for such nonstate public
417 employer's retirees in accordance with this section. Premium payments
418 for such coverage shall be remitted by the nonstate public employer to
419 the Comptroller and shall be the same as those paid by the state,
420 inclusive of any premiums paid by retired state employees, except that
421 premium payments shall be adjusted pursuant to subdivision (2) of
422 subsection (a) of section 3-123sss, as amended by section 378 of house
423 bill 7424 of the current session, as amended by House Amendment
424 Schedules "A" and "B", for nonstate public employers enrolled in
425 coverage on and after July 1, 2019, to reflect the cost of health care in
426 the county in which the majority of such nonstate public employer's
427 employees work, differences from the benefits and networks provided
428 to state employees or as otherwise provided in this section or section 3-
429 123uuu. The Comptroller may charge each nonstate public employer
430 participating in the state employee plan an administrative fee
431 calculated on a per member, per month basis.

432 Sec. 19. Subsections (a) and (b) of section 3-123sss of the general
433 statutes, as amended by section 378 of house bill 7424 of the current
434 session, as amended by House Amendment Schedules "A" and "B", are
435 repealed and the following is substituted in lieu thereof (*Effective July*
436 *1, 2019*):

437 (a) (1) Notwithstanding any provision of title 38a, the Comptroller
438 shall offer to nonstate public employers and their nonstate public

439 employees, and their retirees, if applicable, coverage under the state
440 employee plan or another group hospitalization, medical, pharmacy
441 and surgical insurance plan developed by the Comptroller to provide
442 coverage for nonstate public employees and their retirees, if applicable.
443 Such nonstate public employees, or retirees, if applicable, shall be
444 pooled with the state employee plan, provided the Comptroller
445 receives an application from a nonstate public employer and the
446 application is approved in accordance with this section or section 3-
447 123ttt. Premium payments for such coverage shall be remitted by the
448 nonstate public employer to the Comptroller and shall be the same as
449 those paid by the state inclusive of any premiums paid by state
450 employees, except that premium payments shall be adjusted pursuant
451 to subdivision (2) of this subsection for nonstate public employers
452 enrolled in coverage on and after July 1, 2019, to reflect
453 total claims experience of each nonstate public employer, differences in
454 administrative fees, the cost of health care in the county in which the
455 majority of such nonstate public employer's employees work,
456 differences from the benefits and networks provided to state
457 employees, other costs or as otherwise provided in this section or
458 section 3-123uuu. The Comptroller may charge each nonstate public
459 employer participating in the state employee plan an administrative
460 fee calculated on a per member, per month basis.

461 (2) During the two-year period beginning July 1, 2020, the
462 Comptroller shall phase in the adjustment for premium payments to
463 reflect the cost of health care in the county in which the majority of a
464 nonstate public employer's employees work, as described in
465 subdivision (1) of this subsection. In no year shall the adjustment for
466 premium payments be greater than one-half of the total adjustment.

467 (b) Any group hospitalization, medical, pharmacy and surgical
468 insurance plan developed by the Comptroller pursuant to subsection
469 (a) of this section shall (1) include the health enhancement program, (2)
470 be consistent with value-based insurance design principles, and (3) be
471 approved by the Health Care Cost Containment Committee prior to
472 being offered to nonstate public employers. The Comptroller shall,

473 prior to seeking the approval of the Health Care Cost Containment
474 Committee, and offering any such plan, and annually thereafter, (A)
475 cause the premium payments associated with such plan, as well as
476 those remitted by nonstate public employers covered under the state
477 employee plan, to be reviewed and certified by [an independent
478 actuarial firm] a member of the American Academy of Actuaries to
479 determine the adequacy of such nonstate public employer premiums
480 relative to experience and total costs, and (B) provide a report
481 concerning such review to the Health Care Cost Containment
482 Committee, the Office of Policy and Management and the joint
483 standing committee of the General Assembly having cognizance of
484 matters relating to appropriations, in accordance with the provisions
485 of section 11-4a.

486 Sec. 20. Section 383 of house bill 7424 of the current session, as
487 amended by House Amendment Schedules "A" and "B", is repealed
488 and the following is substituted in lieu thereof (*Effective from passage*) :

489 Not later than January 1, 2021, and annually thereafter, the
490 Comptroller shall submit a report to the Health Care Cost
491 Containment Committee, Office of Policy and Management and joint
492 standing committee of the General Assembly having cognizance of
493 matters relating to appropriations, in accordance with the provisions
494 of section 11-4a of the general statutes, concerning [municipal] each
495 group hospitalization, medical, pharmacy and surgical insurance
496 [plans developed] plan offered by the Comptroller pursuant to
497 subsection (a) of section 3-923sss of the general statutes. Such report
498 shall have been certified by a member of the American Academy of
499 Actuaries or an independent certified public accountant external to the
500 state's broker and shall include, but need not be limited to, the total
501 number of contracts, members, plan costs and premium payments and
502 other revenues associated with such plans and the corresponding
503 profit loss ratio for the previous calendar year. Such report shall
504 distinguish [municipal health care plans from the state employee] each
505 plan and, to the extent each such plan is offered to nonstate public
506 employers, demonstrate cost neutrality. [by individual municipal

507 insurance plan and in total across all municipal insurance plans.] If the
 508 profit loss ratio demonstrates inadequacy in premium payments, such
 509 report shall include a plan to ensure the fiscal adequacy of the
 510 premium rate structure for such individual municipal insurance plans
 511 and the associated benefit design to eliminate any prior year financial
 512 loss and prevent financial loss in the upcoming plan year.

513 Sec. 21. Section 6 of house bill 7373 of the current session, as
 514 amended by House Amendment Schedule "A", is repealed. (*Effective*
 515 *June 30, 2019*)"

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2019</i>	7-536(a)
Sec. 2	<i>from passage</i>	New section
Sec. 3	<i>July 1, 2019</i>	7-325(c) and (d)
Sec. 4	<i>July 1, 2019</i>	12-81g(b)
Sec. 5	<i>July 1, 2019</i>	12-81cc
Sec. 6	<i>July 1, 2019</i>	12-170e(a)(2)
Sec. 7	<i>July 1, 2019</i>	12-170f(a)
Sec. 8	<i>July 1, 2019</i>	16a-31(a) and (b)
Sec. 9	<i>July 1, 2019</i>	19a-308(a)
Sec. 10	<i>October 1, 2019, and applicable to assessment years commencing on or after October 1, 2018</i>	New section
Sec. 11	<i>July 1, 2019</i>	17b-131(a)
Sec. 12	<i>July 1, 2019</i>	17b-84(a)
Sec. 13	<i>from passage</i>	16-244z(a)(2)
Sec. 14	<i>from passage</i>	HB 7424 (current session), Sec. 50(a)
Sec. 15	<i>July 1, 2019</i>	HB 7424 (current session), Sec. 51
Sec. 16	<i>July 1, 2019</i>	New section
Sec. 17	<i>from passage</i>	4-66k(d)
Sec. 18	<i>July 1, 2019</i>	3-123ttt(a)
Sec. 19	<i>July 1, 2019</i>	3-123sss(a) and (b)
Sec. 20	<i>from passage</i>	HB 7424 (current session), Sec. 383

Sec. 21	June 30, 2019	Repealer section
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