

OFFICE OF LEGISLATIVE RESEARCH
PUBLIC ACT SUMMARY



PA 26-91—sSB 468

Government Administration and Elections Committee

AN ACT CONCERNING THE PAYMENT OF NONPROFIT HUMAN SERVICES PROVIDERS

SUMMARY: This act requires the Office of Policy and Management (OPM) secretary, if possible under federal law, to establish a policy requiring state agencies to pay a private provider organization for services provided under a purchase of service contract within 45 days after receiving the services or a properly completed claim, whichever is later.

Existing law generally requires state agencies to pay contracts within this timeframe or include interest on the payment, but it has several exceptions, including one for contracts that will be paid exclusively with federal funds (CGS §§ 4a-71 & -72). By law, private provider organizations include nonstate entities that are either nonprofits or proprietary corporations or partnerships that receive funds from the state, and may receive federal funds, to provide direct health or human services to clients.

EFFECTIVE DATE: July 1, 2026