SENATE No. 675

The Commonwealth of Massachusetts

PRESENTED BY:

Julian Cyr

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act establishing a community health center transition fund.

PETITION OF:

NAME:	DISTRICT/ADDRESS:	
Julian Cyr	Cape and Islands	
Jason M. Lewis	Fifth Middlesex	1/23/2019
Thomas M. Stanley	9th Middlesex	1/29/2019
Christina A. Minicucci	14th Essex	1/29/2019
Joanne M. Comerford	Hampshire, Franklin and Worcester	1/29/2019
Mary S. Keefe	15th Worcester	1/29/2019
Daniel M. Donahue	16th Worcester	1/29/2019
William N. Brownsberger	Second Suffolk and Middlesex	1/29/2019
Michael J. Barrett	Third Middlesex	1/30/2019
Sarah K. Peake	4th Barnstable	1/30/2019
Diana DiZoglio	First Essex	1/30/2019
James B. Eldridge	Middlesex and Worcester	1/30/2019
Adam G. Hinds	Berkshire, Hampshire, Franklin and Hampden	1/30/2019
Steven Ultrino	33rd Middlesex	1/30/2019
Edward J. Kennedy	First Middlesex	1/30/2019
Marcos A. Devers	16th Essex	1/30/2019
Cindy F. Friedman	Fourth Middlesex	1/31/2019

Michael D. Brady	Second Plymouth and Bristol	1/31/2019
John F. Keenan	Norfolk and Plymouth	2/1/2019
Barry R. Finegold	Second Essex and Middlesex	2/1/2019
David T. Vieira	3rd Barnstable	2/1/2019
Walter F. Timilty	Norfolk, Bristol and Plymouth	2/1/2019
Brendan P. Crighton	Third Essex	2/1/2019
Sal N. DiDomenico	Middlesex and Suffolk	2/12/2019
Joan Meschino	3rd Plymouth	2/28/2019

SENATE No. 675

By Mr. Cyr, a petition (accompanied by bill, Senate, No. 675) of Julian Cyr, Jason M. Lewis, Thomas M. Stanley, Christina A. Minicucci and other members of the General Court for legislation to establish a community health center transition fund. Health Care Financing.

The Commonwealth of Alassachusetts

In the One Hundred and Ninety-First General Court (2019-2020)

An Act establishing a community health center transition fund.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- SECTION 1. Chapter 29 of the General Laws, as appearing in the 2016 Official Edition,
- 2 is hereby amended by inserting section 2WWWW after section 2VVVV:
- 3 (a) For the purposes of this section, unless the context clearly requires otherwise, the
- 4 following words shall have the following meanings:
- 5 "Community health center", any community health center in the Commonwealth
- 6 receiving a grant under 42 U.S.C section 254(b).
- 7 "Financial need", shall be demonstrated by, but not limited to, evidence of any of the
- 8 following criteria: (i) negative operating margins, (ii) insufficient cash flow or cash-on-hand, (iii)
- 9 uncertain ability to cover long-term obligations, (iv) potential for loss, reduction, or full closure
- of critical community services, (v) a public payer mix of 63% or higher including uninsured
- individuals or individuals whose care may in whole or in part be subsidized by the Health Safety
- 12 Net or the Health Connector, (vi) a substantial proportion of patients requiring additional

services to meet unique cultural, linguistic, and socioeconomic needs, (vii) limited access to capital finance for essential health center services and operations; or (viii) inability to adequately meet staffing needs due to salary constraints and other issues regarding workforce recruitment and retention.

- (a) There shall be established and set up on the books of the commonwealth a separate fund, to be known as the Community Health Center Transformation Fund. It shall be expended at the direction of the secretary of the executive office of health and human services.
- (b) The secretary shall expend not less than \$15,000,000 annually from the Community Health Center Transformation Fund to community health centers based upon their demonstrated financial need.
- (c) The secretary may require as a condition of receiving payment from the fund that an eligible community health center agrees to an independent financial and operational audit to recommend steps to increase the sustainability and efficiency of the community health center.
- (d) The executive office of health and human services shall promulgate regulations necessary to carry out this section.