## **SENATE . . . . . . . . . . . . . . . . No. 755**

#### 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 transformation fund.

#### PETITION OF:

NAME:	DISTRICT/ADDRESS:	
Julian Cyr	Cape and Islands	
Michael D. Brady	Second Plymouth and Bristol	2/24/2021
Brendan P. Crighton	Third Essex	2/24/2021
Smitty Pignatelli	4th Berkshire	2/24/2021
Diana DiZoglio	First Essex	2/26/2021
Christina A. Minicucci	14th Essex	2/26/2021
Michael J. Barrett	Third Middlesex	2/26/2021
Steven G. Xiarhos	5th Barnstable	2/26/2021
Jack Patrick Lewis	7th Middlesex	3/3/2021
Brian W. Murray	10th Worcester	3/3/2021
John F. Keenan	Norfolk and Plymouth	3/5/2021
Michael O. Moore	Second Worcester	3/5/2021
Adam Gomez	Hampden	4/2/2021
Joanne M. Comerford	Hampshire, Franklin and Worcester	4/2/2021

### **SENATE . . . . . . . . . . . . . . . No. 755**

By Mr. Cyr, a petition (accompanied by bill, Senate, No. 755) of Julian Cyr, Michael D. Brady, Brendan P. Crighton, Smitty Pignatelli and other members of the General Court for legislation to establish a community health center transition fund. Health Care Financing.

# [SIMILAR MATTER FILED IN PREVIOUS SESSION SEE SENATE, NO. 675 OF 2019-2020.]

#### The Commonwealth of Alassachusetts

In the One Hundred and Ninety-Second General Court (2021-2022)

An Act establishing a community health center transformation fund.

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

- 1 SECTION 1. Chapter 29 of the General Laws is hereby amended by inserting after
- 2 section 2CCCCC the following section:-
- 3 Section 2DDDDD. (a) For the purposes of this section, unless the context clearly requires
- 4 otherwise, the 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 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.

- (b) 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.
- (c) 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.
- (d) 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.
- (e) The executive office of health and human services shall promulgate regulations necessary to carry out this section.