HOUSE No. 1165

The Commonwealth of Massachusetts

PRESENTED BY:

Kevin G. Honan and Thomas M. Stanley

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:
Kevin G. Honan	17th Suffolk
Thomas M. Stanley	9th Middlesex
James Arciero	2nd Middlesex
Bruce J. Ayers	1st Norfolk
John Barrett, III	1st Berkshire
Michael J. Barrett	Third Middlesex
David Biele	4th Suffolk
Natalie M. Blais	1st Franklin
Michael D. Brady	Second Plymouth and Bristol
Daniel Cahill	10th Essex
Linda Dean Campbell	15th Essex
Peter Capano	11th Essex
Gerard J. Cassidy	9th Plymouth
Tackey Chan	2nd Norfolk
William L. Crocker, Jr.	2nd Barnstable
Claire D. Cronin	11th Plymouth
Daniel R. Cullinane	12th Suffolk
Julian Cyr	Cape and Islands

Marcos A. Devers	16th Essex
Diana DiZoglio	First Essex
Mindy Domb	3rd Hampshire
Daniel M. Donahue	16th Worcester
Michelle M. DuBois	10th Plymouth
Lori A. Ehrlich	8th Essex
James B. Eldridge	Middlesex and Worcester
Nika C. Elugardo	15th Suffolk
Dylan A. Fernandes	Barnstable, Dukes and Nantucket
Barry R. Finegold	Second Essex and Middlesex
Denise C. Garlick	13th Norfolk
Carmine Lawrence Gentile	13th Middlesex
Carlos Gonzalez	10th Hampden
Patricia A. Haddad	5th Bristol
Stephan Hay	3rd Worcester
Jonathan Hecht	29th Middlesex
Natalie M. Higgins	4th Worcester
Russell E. Holmes	6th Suffolk
Randy Hunt	5th Barnstable
Louis L. Kafka	8th Norfolk
Patrick Joseph Kearney	4th Plymouth
Mary S. Keefe	15th Worcester
Kay Khan	11th Middlesex
John J. Lawn, Jr.	10th Middlesex
David Henry Argosky LeBoeuf	17th Worcester
David Paul Linsky	5th Middlesex
Adrian C. Madaro	1st Suffolk
John J. Mahoney	13th Worcester
Paul McMurtry	11th Norfolk
Christina A. Minicucci	14th Essex
Liz Miranda	5th Suffolk
Rady Mom	18th Middlesex
Frank A. Moran	17th Essex
James M. Murphy	4th Norfolk
Tram T. Nguyen	18th Essex
James J. O'Day	14th Worcester
Sarah K. Peake	4th Barnstable
Denise Provost	27th Middlesex
David M. Rogers	24th Middlesex

Daniel J. Ryan	2nd Suffolk
Lindsay N. Sabadosa	1st Hampshire
Jon Santiago	9th Suffolk
Walter F. Timilty	Norfolk, Bristol and Plymouth
José F. Tosado	9th Hampden
Steven Ultrino	33rd Middlesex
Andres X. Vargas	3rd Essex
Aaron Vega	5th Hampden
David T. Vieira	3rd Barnstable
Bud L. Williams	11th Hampden

HOUSE No. 1165

By Messrs. Honan of Boston and Stanley of Waltham, a petition (accompanied by bill, House, No. 1165) of Kevin G. Honan and others relative to establishing a community health center transformation 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 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:

- SECTION 1. Chapter 29 of the General Laws, as appearing in the 2018 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.