

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:	DATE ADDED:
Kevin G. Honan	17th Suffolk	2/17/2021
Thomas M. Stanley	9th Middlesex	2/17/2021
James M. Murphy	4th Norfolk	2/19/2021
Sarah K. Peake	4th Barnstable	2/19/2021
Vanna Howard	17th Middlesex	2/22/2021
Gerard J. Cassidy	9th Plymouth	2/22/2021
Peter Capano	11th Essex	2/25/2021
Brendan P. Crighton	Third Essex	2/25/2021
Smitty Pignatelli	4th Berkshire	2/25/2021
Lindsay N. Sabadosa	1st Hampshire	2/25/2021
Diana DiZoglio	First Essex	2/25/2021
Christina A. Minicucci	14th Essex	2/25/2021
Dylan A. Fernandes	Barnstable, Dukes and Nantucket	2/25/2021
Michael J. Barrett	Third Middlesex	2/25/2021
Linda Dean Campbell	15th Essex	2/25/2021
Sean Garballey	23rd Middlesex	2/26/2021
James J. O'Day	14th Worcester	2/26/2021
Jack Patrick Lewis	7th Middlesex	2/26/2021

Brian W. Murray	10th Worcester	2/26/2021
Daniel Cahill	10th Essex	3/18/2021
Adrian C. Madaro	1st Suffolk	3/18/2021
John J. Lawn, Jr.	10th Middlesex	3/18/2021
Elizabeth A. Malia	11th Suffolk	3/18/2021
Tram T. Nguyen	18th Essex	3/31/2021

By Messrs. Honan of Boston and Stanley of Waltham, a petition (accompanied by bill, House, No. 1276) of Kevin G. Honan, Thomas M. Stanley and others relative to establishing a community health center transformation fund. Health Care Financing.

The Commonwealth of Massachusetts

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
10	of critical community services, (v) a public payer mix of 63% or higher including uninsured
11	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
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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.
- 26 (e) The executive office of health and human services shall promulgate regulations
 27 necessary to carry out this section.