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By: Delegate Barron

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Assigned to: Health and Government Operations and Ways and Means

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 7, 2021

CHAPTER

1 AN ACT concerning

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Maryland Health Equity Resource Act

FOR the purpose of establishing a Pathways to Health Equity Program in the Community Health Resources Commission; providing for the purpose of the Program; requiring the Program to provide grant funding for a certain purpose; requiring the Commission to issue a certain request for proposals and establish certain criteria; providing for the duration of certain grants; requiring certain staff support for the Commission; requiring the Commission to report to the Governor and the General Assembly on or before certain dates; establishing a Pathways to Health Equity Fund in the Commission as a special, nonlapsing fund; specifying the purpose of the Fund; requiring the Commission to administer the Fund; requiring the State Treasurer to hold the Fund and the Comptroller to account for the Fund; specifying the contents of the Fund; specifying the purpose for the which the Fund may be used; requiring. on or before a certain date, the Secretary of Health to designate certain areas as Health Equity Resource Communities in a certain manner; specifying the purpose of establishing Health Equity Resource Communities; authorizing, beginning on a certain date, the Secretary to adopt certain regulations; requiring the Secretary to consult with the Office of Minority Health and Health Disparities in implementing certain provisions of this Act; requiring the Secretary to allocate staff and resources to carry out certain provisions of this Act; requiring the Secretary to establish a Health Equity Resource Community Advisory Committee on or before a certain date: establishing the duties purposes of the Advisory Committee; providing for the composition, cochairs chairs, and meetings of the Advisory Committee; specifying the terms and conditions for the removal of Advisory Committee members; prohibiting a member of the Advisory Committee from receiving certain compensation, but

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



authorizing the reimbursement of certain expenses; requiring the Secretary to convene certain working and advisory groups; authorizing federally qualified health centers, nonprofit community-based organizations, nonprofit hospitals, institutions of higher education, and local government agencies to apply to the Secretary on behalf of certain areas for designation as Health Equity Resource Communities; establishing certain procedures and requirements in connection with the application process; authorizing requiring an application to include certain elements; requiring the application to allocate certain funding to cover certain costs for a certain employee; requiring the Secretary to consider certain factors and prioritize certain applications when designating areas as Health Equity Resource Communities; authorizing the Secretary to conduct certain outreach for a certain purpose; establishing certain requirements for an employee to be designated as an evaluator; establishing that the Secretary's decision to designate an area as a Health Equity Resource Community is final; authorizing certain health care providers who practice in Health Equity Resource Communities to receive certain tax credits, assistance, and grants; authorizing certain nonprofit community-based organizations, nonprofit hospitals, institutions of higher education, and local government agencies to receive certain grants; establishing a Health Equity Resource Community Reserve Fund; establishing the purpose and contents of the Fund; requiring the Secretary to administer the Fund; requiring the Fund to provide certain money to the Maryland Department of Health to supplement and not supplant existing funding for certain programs; requiring the State Treasurer to invest the money of the Fund in a certain manner; requiring the interest earnings of the Fund to be credited to the Fund; exempting the Fund from a certain provision of law requiring interest earnings on State money to accrue to the General Fund of the State; requiring certain nonprofit community-based organizations, nonprofit hospitals, institutions of higher education, federally qualified health centers, and local government agencies to submit certain reports; authorizing the Secretary to revoke a designation of an area as a Health Equity Resource Community under certain circumstances; requiring the Secretary to submit certain reports; establishing that a designation of an area as a Health Equity Resource Community has a term of a certain length and may be renewed in a certain manner; authorizing certain credits against the State income tax for certain health care providers and organizations under certain circumstances; authorizing certain nonprofit community-based organizations, nonprofit hospitals, institutions of higher education, and local government agencies to apply for certain tax credits under certain circumstances for certain health care providers; authorizing a health care practitioner or community-based organization to claim a certain refundable tax credit, under certain circumstances; establishing certain procedures and requirements for certifying certain tax credits; establishing a certain limit on the amount of certain tax credits allowed for a fiscal year; requiring the Secretary, in consultation with the Comptroller, to adopt certain regulations; altering the sales and use tax rate for the sale of certain alcoholic beverages; requiring a certain percentage of revenues generated from a certain tax to be credited to the Fund; defining certain terms; providing for the construction of certain provisions of this Act; making this Act an emergency measure; providing for the termination of certain provisions of this Act and generally relating to health improvement and the reduction of health disparities.

1	BY adding to				
2					
3	Section 19-2112; and 20-1401 through 20-1408 20-1406 to be under the new				
4	subtitle "Subtitle 14. Health Equity Resource Communities"				
5	Annotated Code of Maryland				
6	(2019 Replacement Volume and 2020 Supplement)				
7	BY repealing and reenacting, without amendments,				
8	Article - State Finance and Procurement				
9	Section 6-226(a)(2)(i)				
10	Annotated Code of Maryland				
11	(2015 Replacement Volume and 2020 Supplement)				
12	BY repealing and reenacting, with amendments,				
13	Article - State Finance and Procurement				
14	Section 6-226(a)(2)(ii)122. and 123.				
15	Annotated Code of Maryland				
16	(2015 Replacement Volume and 2020 Supplement)				
17	BY adding to				
18	Article – State Finance and Procurement				
19	Section 6-226(a)(2)(ii)124.				
20	Annotated Code of Maryland				
21	(2015 Replacement Volume and 2020 Supplement)				
41	(2019 Replacement volume and 2020 Supplement)				
22	BY adding to				
23	Article - Tax - General				
24	Section 10–731				
25	Annotated Code of Maryland				
26	(2016 Replacement Volume and 2020 Supplement)				
27	BY repealing and reenacting, with amendments,				
28	Article - Tax - General				
29	Section 11–104(g)				
30	Annotated Code of Maryland				
31	(2016 Replacement Volume and 2020 Supplement)				
32	Preamble				
33	WHEREAS, Chapter 3 of 2012, the Maryland Health Improvement and Disparities				
34	Reduction Act of 2012, established Health Enterprise Zones to target State resources to				
35	reduce health disparities, improve health outcomes, and reduce health costs and hospital				
36	admissions and readmissions in specific areas of the State; and				
00	aumosions and reaumosions in specific areas of the state, and				

WHEREAS, The provisions of that Act abrogated June 30, 2017; and

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- WHEREAS, A 2018 study concluded that the net cost savings under that Act far outweighed the initiative's cost to the State and that implementing such an initiative would be a viable way to reduce inpatient admissions and reduce health care costs; and
- WHEREAS, The COVID-19 pandemic has made it clear that certain communities lack the health care resources they need, leading to disturbing health disparities; now, therefore,
- 7 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 8 That the Laws of Maryland read as follows:
- 9 Article Health General
- 10 **19–2112.**
- 11 (A) (1) THE COMMISSION SHALL ESTABLISH A PATHWAYS TO HEALTH 12 EQUITY PROGRAM.
- 13 (2) THE PURPOSE OF THE PROGRAM IS TO PROVIDE THE
 14 FOUNDATION AND GUIDANCE FOR A PERMANENT HEALTH EQUITY RESOURCE
 15 COMMUNITY PROGRAM IN THE DEPARTMENT.
- 16 (3) (I) THE PROGRAM SHALL PROVIDE GRANT FUNDING TO
 17 REDUCE HEALTH DISPARITIES, IMPROVE HEALTH OUTCOMES, IMPROVE ACCESS TO
 18 PRIMARY CARE, PROMOTE PRIMARY AND SECONDARY PREVENTION SERVICES, AND
 19 REDUCE HEALTH CARE COSTS AND HOSPITAL ADMISSIONS AND READMISSIONS.
- 20 <u>(II) THE COMMISSION SHALL ISSUE A REQUEST FOR</u> 21 PROPOSALS FOR APPLICANTS WITH PROPOSALS FOR PROGRAMS THAT:
- 22 <u>1. Address the criteria listed under</u> 23 Subparagraph (I) of this paragraph; and
- 24 <u>DEMONSTRATE HOW THE PROPOSED PROGRAM</u>
 25 <u>COULD BE SUSTAINABLE AS A HEALTH EQUITY RESOURCE COMMUNITY UNDER</u>
 26 TITLE 20, SUBTITLE 14 OF THIS ARTICLE.
- 27 <u>(III) THE COMMISSION SHALL ESTABLISH THE CRITERIA TO</u> 28 <u>QUALIFY FOR GRANT FUNDING UNDER THIS SUBSECTION.</u>
- 29 (IV) GRANTS AWARDED THROUGH THE PROGRAM SHALL BE FOR 30 2 YEARS.
- 31 (4) ONE ADDITIONAL STAFF SHALL BE ADDED TO THE COMMISSION 32 TO PROVIDE STAFF SUPPORT FOR THE PROGRAM.

1	(5) (I) ON OR BEFORE JANUARY 1, 2022, THE COMMISSION SHALL
2	ISSUE AN INTERIM REPORT TO THE GOVERNOR AND, IN ACCORDANCE WITH § 2–1257
3	OF THE STATE GOVERNMENT ARTICLE, THE GENERAL ASSEMBLY ON THE GRANTS
4	AWARDED UNDER PARAGRAPH (3) OF THIS SUBSECTION, INCLUDING:
5	1. A LIST AND SUMMARY OF THE GRANTS AWARDED;
6 7	2. AN OVERVIEW OF KEY INTERVENTIONS IN THE GRANTS AWARDED;
8	3. SPECIFIC HEALTH DISPARITIES THAT WILL BE
9	ADDRESSED BY THE GRANTS; AND
0	4. KEY MEASURES TO EVALUATE THE IMPACT OF EACH
1	GRANT.
	(v) Ov on purope Lavivany 1, 2022 mus Construction divisit
12	(II) ON OR BEFORE JANUARY 1, 2023, THE COMMISSION SHALL
13	ISSUE A FINAL REPORT TO THE GOVERNOR AND, IN ACCORDANCE WITH § 2–1257 OF
L4	THE STATE GOVERNMENT ARTICLE, THE GENERAL ASSEMBLY ON:
15	1. The grants awarded under paragraph (3) of
16	THIS SUBSECTION, INCLUDING A DESCRIPTION OF THE GRANTEE'S PROGRAM AND
17	ANY DATA RELATED TO COST SAVINGS ACHIEVED UNDER THE PROGRAM;
•	THE DISTRIBUTED TO COST SHAME THE PROBLEM THE PROBLEM TO
18	2. OPTIONS TO DEVELOP, SUSTAIN, AND ESTABLISH A
9	PERMANENT HEALTH EQUITY RESOURCE COMMUNITY PROGRAM IN THE
20	DEPARTMENT;
21	3. COST-EFFECTIVE WAYS TO MEASURE THE IMPACT OF
22	A HEALTH EQUITY RESOURCE COMMUNITY;
23	4. WORKFORCE AND RECRUITMENT STRATEGIES TO BE
24	USED BY A HEALTH EQUITY RESOURCE COMMUNITY; AND
. ~	ANY PROMOTENTATIONS INSTRUMENT AND IN
25 26	5. ANY RECOMMENDATIONS, INCLUDING LEGISLATIVE
26	RECOMMENDATIONS, RELATED TO HEALTH EQUITY RESOURCE COMMUNITIES
27	ESTABLISHED UNDER TITLE 20, SUBTITLE 14 OF THE HEALTH – GENERAL ARTICLE.
28	(B) (1) THERE IS A PATHWAYS TO HEALTH EQUITY FUND IN THE
29	COMMISSION.

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	TO CALL PILLE 100
1	(2) THE PURPOSE OF THE FUND IS TO IMPLEMENT THE
2	REQUIREMENTS OF SUBSECTION (A) OF THIS SECTION THROUGH GRANT FUNDING
3	AND STAFF SUPPORT.
4	(3) THE COMMISSION SHALL ADMINISTER THE FUND.
5	(4) (I) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT
6	SUBJECT TO § 7–302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.
O	SUBJECT TO § 7-302 OF THE STATE FINANCE AND I ROCUREMENT ARTICLE.
7 8	(II) THE STATE TREASURER SHALL HOLD THE FUND SEPARATELY, AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.
Ü	<u> </u>
9	(5) THE FUND CONSISTS OF:
10	(I) THE \$14,000,000 AUTHORIZED FOR THE COMMISSION
11	UNDER CHAPTER 39 OF THE ACTS OF THE GENERAL ASSEMBLY OF 2021; AND
	<u> </u>
12	(II) ANY OTHER MONEY FROM ANY OTHER SOURCE ACCEPTED
13	FOR THE BENEFIT OF THE FUND.
14	(6) THE FUND SHALL BE SUBJECT TO AN AUDIT BY THE OFFICE OF
15	LEGISLATIVE AUDITS AS PROVIDED FOR IN § 2–1220 OF THE STATE GOVERNMENT
16	ARTICLE.
17	(7) THE FUND MAY BE USED ONLY TO IMPLEMENT THE
18	REQUIREMENTS OF SUBSECTION (A) OF THIS SECTION AND TO EVALUATE THE
19	IMPACT OF GRANTS AWARDED UNDER THE PROGRAM.
20	(8) (I) MONEY EXPENDED FROM THE FUND TO IMPLEMENT THE
21	REQUIREMENTS OF SUBSECTION (A) OF THIS SECTION AND TO EVALUATE THE
22	IMPACT OF GRANTS AWARDED UNDER THE PROGRAM IS NOT INTENDED TO
23	SUPPLANT FUNDING THAT IS APPROPRIATED TO THE COMMISSION IN ACCORDANCE
24	WITH § 14-106(D)(2)(II) OF THE INSURANCE ARTICLE AND DEPOSITED IN THE
25	COMMUNITY HEALTH RESOURCES COMMISSION FUND FOR THE PURPOSES SET
26	FORTH UNDER § 19–2201 OF THIS TITLE.
27	(II) THE FUND MAY NOT BE COMMINGLED OR COMBINED WITH
28	THE COMMUNITY HEALTH RESOURCES COMMISSION FUND.
29	SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read
30	as follows:

<u> Article - Health - General</u>

SUBTITLE 14. HEALTH EQUITY RESOURCE COMMUNITIES.

- 1 20–1401.
- 2 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS
- 3 INDICATED.
- 4 (B) "ADVISORY COMMITTEE" MEANS THE HEALTH EQUITY RESOURCE
- 5 COMMUNITY ADVISORY COMMITTEE.
- 6 (C) "COMMUNITY HEALTH WORKER" HAS THE MEANING STATED IN § 7 13-3701 OF THIS ARTICLE.
- 8 (D) (C) "FEDERALLY QUALIFIED HEALTH CENTER" HAS THE MEANING STATED IN § 24–1301 OF THIS ARTICLE.
- 10 (E) "FUND" MEANS THE HEALTH EQUITY RESOURCE COMMUNITY
 11 RESERVE FUND ESTABLISHED UNDER § 20–1407 OF THIS SUBTITLE.
- 12 (F) "HEALTH CARE PRACTITIONER" MEANS AN INDIVIDUAL OR,
- 13 COLLECTIVELY, A GROUP OF INDIVIDUALS WORKING TOGETHER WITHIN THE SAME
- 14 PRACTICE, EACH OF WHOM IS LICENSED, CERTIFIED, OR OTHERWISE AUTHORIZED
- 15 BY LAW TO PROVIDE HEALTH CARE SERVICES UNDER THE HEALTH OCCUPATIONS
- 16 ARTICLE.
- 17 (G) (D) "HEALTH DISPARITY" MEANS A PARTICULAR TYPE OF HEALTH
- 18 DIFFERENCE, SUCH AS A DIFFERENCE IN RATES OF HYPERTENSION, HEART
- 19 DISEASE, ASTHMA, DIABETES, SUBSTANCE ABUSE, MENTAL HEALTH DISORDERS,
- 20 AND MATERNAL AND INFANT MORTALITY, THAT:
- 21 (1) IS CLOSELY LINKED WITH SOCIAL, ECONOMIC, OR
- 22 ENVIRONMENTAL DISADVANTAGE; AND
- 23 (2) ADVERSELY AFFECTS GROUPS OF INDIVIDUALS WHO HAVE
- 24 SYSTEMATICALLY EXPERIENCED GREATER OBSTACLES TO HEALTH CARE BASED ON
- 25 THEIR:
- 26 (I) RACE OR ETHNICITY;
- 27 (II) RELIGION;
- 28 (III) SOCIOECONOMIC STATUS;
- 29 (IV) GENDER, GENDER IDENTITY, OR SEXUAL ORIENTATION;

1	(V) AGE;		
2	(VI) MENTAL HEALTH STATUS;		
3	(VII) COGNITIVE, SENSORY, OR PHYSICAL DISABILITY;		
4	(VIII) GEOGRAPHIC LOCATION; OR		
5 6	(IX) OTHER CHARACTERISTIC HISTORICALLY LINKED TO DISCRIMINATION OR EXCLUSION.		
7 8	(H) (E) "HEALTH EQUITY RESOURCE COMMUNITY" MEANS A CONTIGUOUS GEOGRAPHIC AREA THAT:		
9 10	(1) DEMONSTRATES MEASURABLE AND DOCUMENTED HEALTH DISPARITIES AND POOR HEALTH OUTCOMES;		
11 12 13 14	(2) IS SMALL ENOUGH TO ALLOW FOR THE INCENTIVES OFFERED UNDER THIS SUBTITLE TO HAVE A SIGNIFICANT IMPACT ON IMPROVING HEALTH OUTCOMES AND REDUCING HEALTH DISPARITIES, INCLUDING RACIAL, ETHNIC, GEOGRAPHIC, AND DISABILITY RELATED HEALTH DISPARITIES;		
15 16	(3) IS DESIGNATED BY THE SECRETARY IN ACCORDANCE WITH THE PROVISIONS OF THIS SUBTITLE; AND		
17	(4) HAS A MINIMUM POPULATION OF 5,000 RESIDENTS.		
18 19	(H) (F) "HOSPITAL" HAS THE MEANING STATED IN § 19–301 OF THIS ARTICLE.		
20 21	(J) (G) "Institution of higher education" has the meaning stated in § 10–101 of the Education Article.		
22	20-1402.		
23 24 25	(A) THE PURPOSE OF ESTABLISHING HEALTH EQUITY RESOURCE COMMUNITIES IS TO TARGET STATE RESOURCES TO SPECIFIC AREAS OF THE STATE TO:		
26	(1) REDUCE HEALTH DISPARITIES;		
27	(2) IMPROVE HEALTH OUTCOMES;		
28	(3) IMPROVE ACCESS TO PRIMARY CARE;		

1 2	(4) PROMOTE PRIMARY AND SECONDARY PREVENTION SERVICES;
3	(5) REDUCE HEALTH CARE COSTS AND HOSPITAL ADMISSIONS AND
4	READMISSIONS.
5	(B) (1) THE BEGINNING JULY 1, 2023, THE SECRETARY MAY ADOPT
6	REGULATIONS TO CARRY OUT THE PROVISIONS OF THIS SUBTITLE AND TO SPECIFY
7	ELIGIBILITY CRITERIA AND APPLICATION, APPROVAL, AND MONITORING
8	PROCESSES FOR THE RESOURCES ALLOCATED UNDER THIS SUBTITLE.
9	(2) THE SECRETARY SHALL CONSULT WITH THE OFFICE OF
10	MINORITY HEALTH AND HEALTH DISPARITIES IN IMPLEMENTING THE PROVISIONS
11	OF THIS SUBTITLE.
12	(c) The Secretary shall allocate staff and resources as
12 13	NECESSARY TO CARRY OUT THE PROVISIONS OF THIS SUBTITLE.
14	20–1403.
15	(A) (1) ON OR BEFORE DECEMBER JULY 1, 2021, THE SECRETARY SHALL
16	ESTABLISH A HEALTH EQUITY RESOURCE COMMUNITY ADVISORY COMMITTEE.
17	(2) THE DUTIES OF THE ADVISORY COMMITTEE INCLUDE:
18	(I) PROVIDING INITIAL AND ONGOING ASSISTANCE AND
19	GUIDANCE REGARDING ELIGIBILITY CRITERIA AND APPLICATION, APPROVAL, AND
20	MONITORING PROCESSES FOR HEALTH EQUITY RESOURCE COMMUNITIES AND
21	HEALTH EQUITY RESEARCH PRACTITIONERS;
22	(II) COORDINATING WITH THE SECRETARY AS TO THE
22 23	REQUIRED ANNUAL REPORT DESCRIBED IN \$ 20–1408(B) OF THIS SUBTITLE; AND
24	(HI) PROVIDING GUIDANCE TO THE SECRETARY AS NECESSARY
25	TO IMPLEMENT THE PROVISIONS OF THIS SUBTITLE.
26	(2) THE PURPOSES OF THE ADVISORY COMMITTEE ARE TO:
	<u></u>
27	(I) PROVIDE ASSISTANCE TO THE COMMUNITY HEALTH
28	RESOURCES COMMISSION IN DEVELOPING THE REPORTS REQUIRED UNDER §
29	19–2112 OF THIS ARTICLE;
30	(II) PROVIDE GUIDANCE TO THE SECRETARY AS NECESSARY TO

IMPLEMENT THE PROVISIONS OF THIS SUBTITLE;

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1 2	(III) PROVIDE INITIAL AND ONGOING ASSISTANCE AND GUIDANCE REGARDING ELIGIBILITY CRITERIA AND APPLICATION, APPROVAL, AND
3	MONITORING PROCESSES FOR HEALTH EQUITY RESOURCES COMMUNITIES AND
4	HEALTH EQUITY RESOURCE PRACTITIONERS; AND
5	(IV) IDENTIFY LONG-TERM FUNDING STRATEGIES TO
6	IMPLEMENT THE PROVISIONS OF THIS SUBTITLE.
7	(B) THE ADVISORY COMMITTEE CONSISTS OF:
8 9	(1) THE CHAIR OF THE MARYLAND COMMUNITY HEALTH RESOURCES COMMISSION;
10	(2) An individual with expertise in health equity, appointed
11	BY THE PRESIDENT OF THE SENATE;
12	(3) AN INDIVIDUAL WITH EXPERTISE IN SOCIAL DETERMINANTS OF
13	HEALTH, APPOINTED BY THE SPEAKER OF THE HOUSE;
14	(4) ONE REPRESENTATIVE OF A LOCAL HEALTH DEPARTMENT,
15	DESIGNATED BY THE MARYLAND ASSOCIATION OF COUNTY HEALTH OFFICERS;
16	$\underline{\text{AND}}$
17	(1) (5) THE FOLLOWING MEMBERS, APPOINTED BY THE
18	GOVERNOR:
4.0	
19 20	(I) ONE REPRESENTATIVE OF THE MARYLAND MEDICAL ASSISTANCE PROGRAM;
20	ASSISTANCE I ROGRAM,
21	(II) ONE REPRESENTATIVE OF THE OFFICE OF POPULATION
22	HEALTH IMPROVEMENT; AND
23	(III) ONE REPRESENTATIVE OF THE PREVENTION AND HEALTH
24	PROMOTION ADMINISTRATION:
25 2c	(IV) ONE REPRESENTATIVE OF THE DEPARTMENT OF HUMAN
26	SERVICES;
27	(v) One representative of the Department of
28	Transportation;
29	(VI) ONE REPRESENTATIVE OF THE HEALTH SERVICES COST
30	REVIEW COMMISSION; AND

1	(VIII) ONE REPRESENTATIVE WHO IS A MEMBER OF THE GENERAL		
2	PUBLIC AND WHO RESIDES IN AN AREA WHICH HAS BEEN OR MAY BE DESIGNATED AS		
3	A HEALTH EQUITY RESOURCE COMMUNITY; AND		
4	(2)	THE	FOLLOWING MEMBERS, APPOINTED BY THE PRESIDENT OF
5	THE SENATE:		- 0 - 10 - 10 - 10 - 10 - 10 - 10 - 10
6		(1)	ONE REPRESENTATIVE OF PHYSICIANS;
7		(II)	ONE REPRESENTATIVE OF NURSES;
8		(III)	ONE REPRESENTATIVE OF HOSPITALS;
9		(IV)	ONE REPRESENTATIVE OF DENTISTS;
10 11	COMMUNITY;	(V)	ONE REPRESENTATIVE FROM THE BEHAVIORAL HEALTH
12 13	INFORMATION S		ONE REPRESENTATIVE OF THE CHESAPEAKE REGIONAL FOR OUR PATIENTS;
14 15	Communities;	(VII)	ONE REPRESENTATIVE OF ACCOUNTABLE HEALTH
16 17	ORGANIZATION;		ONE REPRESENTATIVE OF A CARE TRANSFORMATION
18 19	PUBLIC AND RES	(IX) SIDES I	ONE REPRESENTATIVE WHO IS A MEMBER OF THE GENERAL N AN AREA WHICH HAS BEEN OR MAY BE DESIGNATED AS A
20	HEALTH EQUITY	RESO	URCE COMMUNITY; AND
21	(3)	THE	FOLLOWING MEMBERS, APPOINTED BY THE SPEAKER OF THE
22	House:		
23 24	ADVOCACY COAL	(I) .ITION;	ONE REPRESENTATIVE OF A STATEWIDE HEALTH CARE
25		(II)	ONE REPRESENTATIVE OF A STATEWIDE CONSUMER
26	ADVOCACY GROU	JP;	
27 28	ORGANIZATION I	` '	One representative of a statewide advocacy

1	` '	NE REPRESENTATIVE OF A STATEWIDE ORGANIZATION
2	FOR DIVERSE COMMUNITI	ES;
3	(V) Q :	NE REPRESENTATIVE OF A LABOR UNION;
4	(VI)	NE REPRESENTATIVE OF AN AREA PREVIOUSLY
5	DESIGNATED AS A HEALTI	
6	(VII) O	NE REPRESENTATIVE OF A STATEWIDE IMMIGRANT
7	ADVOCACY GROUP; AND	
8	(VIII) O	NE REPRESENTATIVE WHO IS A MEMBER OF THE GENERAL
9	PUBLIC AND RESIDES IN A	AN AREA WHICH HAS BEEN OR MAY BE DESIGNATED AS A
10	HEALTH EQUITY RESOUR	CE COMMUNITY.
11	(c) (1) Collec	TIVELY, THE MEMBERS OF THE ADVISORY COMMITTEE
12	SHALL HAVE KNOWLEDGE	•
10	(t) D	WIGHING OD DOMENTIAL HEALTH DIGDARING IN THE
13	()	XISTING OR POTENTIAL HEALTH DISPARITIES IN THE
14	STATE;	
15	(II) G	ROUPS OF RESIDENTS NEGATIVELY AFFECTED BY HEALTH
16	DISPARITIES;	
17	(III) S 2	STEMS, POLICIES, AND METHODS LIKELY TO IMPROVE
18	` ,	REDUCE HEALTH DISPARITIES;
10	THE THE TOTAL PROPERTY OF THE	teroce iteratiii ristaatites,
19	(IV) E i	FFECTIVE PREVENTION SERVICES;
20	(V) H	EALTH CARE COSTS, TRENDS, AND DRIVERS;
21	(VI) C	LINICAL AND HEALTH SERVICES RESEARCH; AND
22	(VII) C	ONSUMER OR PATIENT PERSPECTIVES.
23	` `	TO THE EXTENT PRACTICABLE AND CONSISTENT
24		E LAW, THE MEMBERSHIP OF THE ADVISORY COMMITTEE
25	SHALL REFLECT THE RACI	AL, ETHNIC, AND GENDER DIVERSITY OF THE STATE.
26	(3) THE SE	CRETARY SHALL DESIGNATE THREE COCHAIRS FROM
27	• •	THE ADVISORY COMMITTEE.
-		

- BEFORE JULY 1, 2023, THE CHAIR OF THE MARYLAND 1 **(2) (I)** COMMUNITY HEALTH RESOURCES COMMISSION SHALL CHAIR THE ADVISORY 2 3 COMMITTEE. 4 (II) ON AND AFTER JULY 1, 2023, THE SECRETARY SHALL 5 DESIGNATE THE CHAIR OF THE ADVISORY COMMITTEE. 6 **(1)** THE TERM OF A MEMBER OF THE ADVISORY COMMITTEE IS 4 (D) 7 YEARS. 8 THE SECRETARY SHALL STAGGER THE TERMS OF THE INITIAL 9 APPOINTED MEMBERS. 10 $\frac{(3)}{(2)}$ AT THE END OF A TERM, A MEMBER CONTINUES TO SERVE UNTIL A SUCCESSOR IS APPOINTED AND QUALIFIES. 11 12 (4) (3) A MEMBER WHO IS APPOINTED AFTER A TERM HAS BEGUN 13 SERVES ONLY FOR THE REMAINDER OF THAT TERM AND UNTIL A SUCCESSOR IS 14 APPOINTED AND QUALIFIES. THE SECRETARY MAY REMOVE AN APPOINTED MEMBER 15 $\frac{(5)}{(4)}$ FOR INCOMPETENCE, MISCONDUCT, OR FAILURE TO PERFORM THE DUTIES OF THE 16 17 POSITION. 18 **(E)** A MEMBER OF THE ADVISORY COMMITTEE: 19 MAY NOT RECEIVE COMPENSATION AS A MEMBER OF THE **(1)** ADVISORY COMMITTEE; BUT 20 21IS ENTITLED TO REIMBURSEMENT FOR EXPENSES UNDER THE STANDARD STATE TRAVEL REGULATIONS, AS PROVIDED IN THE STATE BUDGET. 2223**(F)** THE ADVISORY COMMITTEE SHALL: 24ON OR BEFORE JANUARY 1, 2022 AUGUST 1, 2021, HOLD AN **(1)** 25**INITIAL MEETING; AND** 26 **(2)** MEET AT LEAST ONCE EVERY 6 4 MONTHS THEREAFTER.
- 27 (G) This section may not be construed to prevent the Secretary 28 FROM CONVENING OTHER FORMAL OR INFORMAL WORKING OR ADVISORY GROUPS 29 TO FACILITATE THE IMPLEMENTATION OF THIS SUBTITLE.

- 1 (G) THE SECRETARY SHALL CONVENE WORKING OR ADVISORY GROUPS TO
- 2 FACILITATE THE IMPLEMENTATION OF THIS SUBTITLE THAT SHALL INCLUDE
- 3 INDIVIDUALS WHO RESIDE IN AN AREA THAT HAS BEEN OR MAY BE DESIGNATED AS
- 4 A HEALTH EQUITY RESOURCE COMMUNITY.
- 5 **20–1404**.
- 6 (A) FOR AN AREA TO RECEIVE A DESIGNATION AS A HEALTH EQUITY
- 7 RESOURCE COMMUNITY, A FEDERALLY QUALIFIED HEALTH CENTER, A NONPROFIT
- 8 COMMUNITY-BASED ORGANIZATION, A NONPROFIT HOSPITAL, AN INSTITUTION OF
- 9 HIGHER EDUCATION, OR A LOCAL GOVERNMENT AGENCY SHALL APPLY:
- 10 (1) APPLY TO THE SECRETARY ON BEHALF OF THE AREA TO RECEIVE 11 THE DESIGNATION; AND
- 12 (2) INCLUDE FEDERALLY QUALIFIED HEALTH CENTERS OR OTHER
- 13 COMMUNITY-BASED ORGANIZATIONS TO PROVIDE HEALTH OR WRAPAROUND
- 14 SUPPORT SERVICES WITHIN THE HEALTH EQUITY RESOURCE COMMUNITY.
- 15 (B) SUBJECT TO SUBSECTIONS (C) AND (E) SUBSECTION (C) OF THIS
- 16 SECTION, THE APPLICATION SHALL BE IN THE FORM AND MANNER AND CONTAIN
- 17 THE INFORMATION THAT THE SECRETARY REQUIRES.
- 18 (C) (1) THE APPLICATION SHALL CONTAIN AN EFFECTIVE AND
- 19 SUSTAINABLE PLAN TO REDUCE HEALTH DISPARITIES, REDUCE COSTS OR PRODUCE
- 20 SAVINGS TO THE HEALTH CARE SYSTEM, AND IMPROVE HEALTH OUTCOMES.
- 21 (2) THE APPLICATION SHALL INCLUDE:
- 22 <u>(I) A DESCRIPTION OF HOW THE PLAN WILL EXPAND</u>
- 23 FEDERALLY QUALIFIED HEALTH CENTERS' OR OTHER COMMUNITY-BASED
- 24 ORGANIZATIONS' CAPACITY TO PROVIDE HEALTH CARE SERVICES OR WRAPAROUND
- 25 SERVICES TO ADDRESS SOCIAL DETERMINANTS OF HEALTH; AND
- 26 (I) (II) A DESCRIPTION OF HOW FUNDING THAT MAY BE
- 27 AVAILABLE UNDER THIS SUBTITLE WILL BE USED TO ADDRESS HEALTH DISPARITIES
- 28 THROUGH EVIDENCE-BASED, CROSS-SECTOR STRATEGIES THAT MAY INCLUDE:
- 29 1. BUILDING HEALTH CARE PROVIDER CAPACITY;
- 30 **2. IMPROVING HEALTH SERVICES DELIVERY;**
- 31 EFFECTUATING COMMUNITY IMPROVEMENTS;

1	4. CONDUCTING OUTREACH AND EDUCATION EFFORTS;
0	Tagor pagonary a creampage and ampage and response
2	5. IMPLEMENTING SYSTEMIC STRATEGIES TO IMPROVE
3	COORDINATION AND COMMUNICATION ACROSS ORGANIZATIONS THAT PROVIDE
4	HEALTH CARE SERVICES;
5	6. Supporting community leadership
6	DEVELOPMENT EFFORTS;
7	7. FACILITATING POLICY INTERVENTIONS TO ADDRESS
8	UPSTREAM DETERMINANTS OF HEALTH; AND
0	OFSIREAM DETERMINANTS OF HEALTH, AND
9	8. Implementing scalable approaches to meet
10	THE NONMEDICAL SOCIAL NEEDS OF POPULATIONS IDENTIFIED IN THE MOST
11	RECENT COMMUNITY HEALTH NEEDS ASSESSMENT, SUCH AS UNSTABLE HOUSING,
12	INADEQUATE FOOD, OR JOB DEVELOPMENT ; AND
14	INDEQUATE 1 00D, OR 90D DEVELOT MENT, MAD
13	(II) A PROPOSAL TO USE FUNDING AVAILABLE UNDER THIS
14	SUBTITLE TO PROVIDE FOR LOAN REPAYMENT INCENTIVES TO INDUCE HEALTH
15	CARE PRACTITIONERS TO PRACTICE IN THE AREA.
10	
16	(D) THE APPLICATION MAY INCLUDE:
17	(1) A PLAN TO USE TAX CREDITS AVAILABLE UNDER THIS SUBTITLE
18	(1) A PLAN TO USE TAX CREDITS AVAILABLE UNDER THIS SUBTITLE AND § 10–731 OF THE TAX — GENERAL ARTICLE AND OTHER RESOURCES TO
19	ENCOURAGE HEALTH CARE PRACTITIONERS AND COMMUNITY HEALTH WORKERS TO
20	ESTABLISH OR EXPAND HEALTH CARE PRACTICES IN THE AREA;
21	(2) A PROPOSAL TO USE INNOVATIVE PUBLIC HEALTH STRATEGIES
22	TO REDUCE HEALTH DISPARITIES IN THE AREA THAT MAY BE SUPPORTED BY
23	GRANTS AWARDED UNDER THIS SUBTITLE, SUCH AS THE USE OF COMMUNITY
24	HEALTH WORKERS, COMMUNITY HEALTH CENTERS, FEDERALLY QUALIFIED HEALTH
25	CENTERS, INSTITUTIONS OF HIGHER EDUCATION, AND COMMUNITY-BASED DISEASE
26	MANAGEMENT ACTIVITIES; AND
20	HINTIGENETIC TIVITIES, TIVE
27	(3) A PROPOSAL TO USE OTHER INCENTIVES OR MECHANISMS TO
28	ADDRESS HEALTH DISPARITIES THAT FOCUS ON WAYS TO EXPAND ACCESS TO CARE,
29	EXPAND ACCESS TO NONMEDICAL INTERVENTIONS THAT PROMOTE IMPROVED
30	HEALTH OUTCOMES, PROMOTE HIRING, AND REDUCE COSTS TO THE HEALTH CARE
31	SYSTEM.
J 1	~ -~
32	(E) THE APPLICATION SUBMITTED IN ACCORDANCE WITH THIS SECTION
33	SHALL ALLOCATE SUFFICIENT FUNDING TO COVER SALARY AND BENEFIT COSTS FOR
34	THE EVALUATOR REQUIRED UNDER § 20–1406 OF THIS SUBTITLE.
o_1	THE EVILLENT ON REQUIRED CHEEK 3 20 TIOU OF THIS SUBTILE.

- 1 **20–1405**.
- 2 (A) (1) THE BEGINNING JULY 1, 2023, THE SECRETARY SHALL
- 3 DESIGNATE AREAS AS HEALTH EQUITY RESOURCE COMMUNITIES IN ACCORDANCE
- 4 WITH THIS SUBTITLE.
- 5 (2) THE SECRETARY:
- 6 (I) SHALL CONSIDER GEOGRAPHIC DIVERSITY, AMONG OTHER
- 7 FACTORS, WHEN DESIGNATING AREAS AS HEALTH EQUITY RESOURCE
- 8 COMMUNITIES; AND
- 9 (II) MAY CONDUCT OUTREACH EFFORTS TO FACILITATE A
- 10 GEOGRAPHICALLY DIVERSE POOL OF APPLICANTS, INCLUDING EFFORTS TO
- 11 FACILITATE SUBMISSION OF APPLICATIONS FROM RURAL AREAS.
- 12 (3) AFTER RECEIVING ALL APPLICATIONS SUBMITTED TO THE
- 13 SECRETARY, THE SECRETARY SHALL REPORT TO THE SENATE FINANCE
- 14 COMMITTEE AND THE HOUSE HEALTH AND GOVERNMENT OPERATIONS
- 15 COMMITTEE, IN ACCORDANCE WITH § 2-1257 OF THE STATE GOVERNMENT
- 16 ARTICLE, ON THE NAMES OF APPLICANTS AND GEOGRAPHIC AREAS IN WHICH
- 17 APPLICANTS ARE LOCATED.
- 18 (B) THE SECRETARY SHALL GIVE PRIORITY TO APPLICATIONS THAT
- 19 **DEMONSTRATE**:
- 20 (1) SUPPORT FROM AND PARTICIPATION OF KEY STAKEHOLDERS IN
- 21 THE PUBLIC AND PRIVATE SECTORS, INCLUDING RESIDENTS OF THE AREA AND
- 22 LOCAL GOVERNMENT;
- 23 (2) A PLAN FOR LONG-TERM FUNDING AND SUSTAINABILITY;
- 24 (3) INCLUSION OF SUPPORTING FUNDS FROM THE PRIVATE SECTOR;
- 25 (4) INTEGRATION WITH THE STATE HEALTH IMPROVEMENT
- 26 PROCESS AND THE GOALS SET OUT IN THE STRATEGIC PLAN OF THE LOCAL HEALTH
- 27 IMPROVEMENT COALITION;
- 28 (5) A PLAN FOR EVALUATION OF THE IMPACT OF DESIGNATION OF
- 29 THE PROPOSED AREA AS A HEALTH EQUITY RESOURCE COMMUNITY AND
- 30 STRATEGIES FOR QUALITY IMPROVEMENT; AND

- OTHER FACTORS THAT THE SECRETARY DETERMINE ARE 1 2APPROPRIATE TO DEMONSTRATE A COMMITMENT TO REDUCE HEALTH DISPARITIES
- 3 AND IMPROVE HEALTH OUTCOMES.
- 4 (1) AN APPLICATION FOR DESIGNATION OF AN AREA AS A HEALTH EQUITY RESOURCE COMMUNITY SUBMITTED BY A FEDERALLY QUALIFIED HEALTH 5
- CENTER, A NONPROFIT COMMUNITY-BASED ORGANIZATION, A NONPROFIT 6 HOSPITAL, AN INSTITUTION OF HIGHER EDUCATION, OR A LOCAL GOVERNMENT 7
- AGENCY SHALL PROVIDE FOR THE EMPLOYMENT AND SUPERVISION OF 8
- EMPLOYMENT OF ONE FULL-TIME EMPLOYEE TO SERVE AS AN EVALUATOR OF THE 9
- OPERATION, IMPACT, AND EFFECTIVENESS OF THE HEALTH EQUITY RESOURCE 10
- COMMUNITY DESIGNATED UNDER THIS SUBTITLE. 11
- 12 **(2)** TO BE DESIGNATED AS AN EVALUATOR UNDER THIS SUBSECTION,
- THE EMPLOYEE MUST DEMONSTRATE EXPERIENCE IN METHODS OF QUALITATIVE 13
- 14 AND QUANTITATIVE RESEARCH METHODOLOGY.
- AN EMPLOYEE DESIGNATED AS AN EVALUATOR UNDER THIS 15
- SUBSECTION SHALL COORDINATE WITH THE SECRETARY AND THE ADVISORY 16
- 17 COMMITTEE TO:
- 18 MONITOR THE OPERATION, EFFECTIVENESS, AND IMPACT
- OF THE HEALTH EQUITY RESOURCE COMMUNITY; AND 19
- 20 PROVIDE DATA, STATISTICS, AND ANALYSIS TO THE
- SECRETARY AND THE HEALTH EQUITY RESOURCE ADVISORY COMMITTEE THAT 21
- SHALL ADDRESS THE REPORTING ELEMENTS SPECIFIED UNDER § 20-1408(B) 22
- 20-1406(B) OF THIS SUBTITLE. 23
- 24THE DECISION OF THE SECRETARY TO DESIGNATE AN AREA AS A
- HEALTH EQUITY RESOURCE COMMUNITY SHALL BE A FINAL DECISION. 25
- 26 A DESIGNATION BY THE SECRETARY OF AN AREA AS A HEALTH EQUITY
- RESOURCE COMMUNITY SHALL HAVE A TERM OF 5 YEARS AND MAY BE RENEWED IN 27
- 28 ACCORDANCE WITH AN APPLICATION APPROVED BY THE SECRETARY.
- 29 20 1406.
- 30 HEALTH CARE PRACTITIONERS AND COMMUNITY HEALTH WORKERS THAT PRACTICE IN A HEALTH EQUITY RESOURCE COMMUNITY MAY RECEIVE: 31
- TAX CREDITS AGAINST THE STATE INCOME TAX AS PROVIDED 32
- UNDER § 10-731 OF THE TAX GENERAL ARTICLE: AND 33

- 1 (2) LOAN REPAYMENT ASSISTANCE, AS PROVIDED FOR IN THE
 2 APPLICATION FOR DESIGNATION FOR THE HEALTH EQUITY RESOURCE
 3 COMMUNITY AND APPROVED BY THE SECRETARY UNDER THIS SUBTITLE.
- 4 (B) (1) A HEALTH CARE PRACTITIONER OR COMMUNITY HEALTH
 5 WORKER MAY APPLY TO THE SECRETARY FOR A GRANT TO DEFRAY THE COSTS OF
 6 CAPITAL OR LEASEHOLD IMPROVEMENTS TO, OR MEDICAL OR DENTAL EQUIPMENT
 7 TO BE USED IN, A HEALTH EQUITY RESOURCE COMMUNITY.
- 8 (2) TO QUALIFY FOR A GRANT UNDER PARAGRAPH (1) OF THIS
 9 SUBSECTION, A HEALTH CARE PRACTITIONER OR A COMMUNITY HEALTH WORKER
 10 SHALL:
- 11 OWN OR LEASE THE HEALTH CARE FACILITY; AND
- 12 (H) PROVIDE HEALTH CARE FROM THAT FACILITY.
- 13 (3) (1) A GRANT TO DEFRAY THE COST OF MEDICAL OR DENTAL
 14 EQUIPMENT MAY NOT EXCEED THE LESSER OF \$25,000 OR 50% OF THE COST OF THE
 15 EQUIPMENT.
- 16 (II) GRANTS FOR CAPITAL OR LEASEHOLD IMPROVEMENTS
 17 SHALL BE FOR THE PURPOSES OF IMPROVING OR EXPANDING THE DELIVERY OF
 18 HEALTH CARE IN THE HEALTH EQUITY RESOURCE COMMUNITY.
- 19 (C) (1) A NONPROFIT COMMUNITY-BASED ORGANIZATION, A NONPROFIT
 20 HOSPITAL, AN INSTITUTION OF HIGHER EDUCATION, OR A LOCAL GOVERNMENT
 21 AGENCY THAT RECEIVES APPROVAL OF AN APPLICATION SUBMITTED UNDER §
 22 20-1403 OF THIS SUBTITLE MAY SUBMIT AN APPLICATION, ON ITS OWN BEHALF, TO
 23 RECEIVE GRANTS FOR CAPITAL OR LEASEHOLD IMPROVEMENTS, AS DETERMINED
 24 BY THE SECRETARY, FOR THE PURPOSES DESCRIBED UNDER SUBSECTION (B)(3)(II)
 25 OF THIS SECTION.
- 26 (2) SUBJECT TO § 20–1408(A)(2) OF THIS SUBTITLE, THE TERM OF
 27 ANY GRANT AWARDED TO A NONPROFIT COMMUNITY-BASED ORGANIZATION, A
 28 NONPROFIT HOSPITAL, AN INSTITUTION OF HIGHER EDUCATION, OR A LOCAL
 29 GOVERNMENT AGENCY FOR CAPITAL OR LEASEHOLD IMPROVEMENTS UNDER THIS
 30 SUBSECTION SHALL HAVE A TERM OF 5 YEARS, AND MAY BE RENEWED IN
 31 ACCORDANCE WITH AN APPLICATION APPROVED BY THE SECRETARY.
- 32 **20-1407**

33

(A) THERE IS A HEALTH EQUITY RESOURCE COMMUNITY RESERVE FUND.

1 (B) THE PURPOSE OF THE FUND IS TO:

- 2 (1) SUPPORT AREAS DESIGNATED BY THE SECRETARY AS HEALTH
 3 EQUITY RESOURCE COMMUNITIES BY PROVIDING GRANTS OR TAX CREDITS TO
 4 COMMUNITY-BASED ORGANIZATIONS, NONPROFIT HOSPITALS, INSTITUTIONS OF
 5 HIGHER EDUCATION, LOCAL GOVERNMENT AGENCIES, HEALTH CARE
 6 PRACTITIONERS, AND COMMUNITY HEALTH WORKERS TO FACILITATE REDUCTION
 7 OF HEALTH DISPARITIES, IMPROVE HEALTH OUTCOMES, PROVIDE DRUG
 8 TREATMENT AND REHABILITATION, AND REDUCE HEALTH COSTS AND HOSPITAL
 9 ADMISSIONS AND READMISSIONS IN SPECIFIC AREAS OF THE STATE; AND
- 10 (2) PROVIDE FUNDING TO THE DEPARTMENT TO SUPPLEMENT AND
 11 NOT SUPPLANT EXISTING FUNDING FOR BEHAVIORAL HEALTH PROGRAMS THAT
 12 PROVIDE PREVENTION, RECOVERY SUPPORT, AND HARM REDUCTION SERVICES FOR
 13 INDIVIDUALS WITH SUBSTANCE USE AND MENTAL HEALTH DISORDERS.
- 14 (C) THE SECRETARY SHALL ADMINISTER THE FUND.
- 15 (D) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT 16 SUBJECT TO § 7–302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.
- 17 (2) ANY UNSPENT PORTION OF THE FUND MAY NOT BE TRANSFERRED
 18 OR REVERT TO THE GENERAL FUND BUT SHALL REMAIN IN THE FUND TO BE USED
 19 FOR THE PURPOSES SPECIFIED IN THIS SUBTITLE.
- 20 (3) THE STATE TREASURER SHALL HOLD THE FUND SEPARATELY,
 21 AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.
- 22 (E) THE FUND CONSISTS OF:
- 23 (1) 10% OF THE INCOME GENERATED FROM ALCOHOLIC BEVERAGE 24 TAX REVENUE UNDER § 11–104(G) OF THE TAX – GENERAL ARTICLE;
- 25 **(2)** Money appropriated in the State Budget to the Fund:
- 26 (3) INTEREST EARNINGS OF THE FUND; AND
- 27 (4) ANY OTHER MONEY FROM ANY OTHER SOURCE ACCEPTED FOR 28 THE BENEFIT OF THE FUND.
- 29 (F) THE FUND ANNUALLY SHALL PROVIDE MONEY TO THE DEPARTMENT TO
 30 SUPPLEMENT AND NOT SUPPLANT EXISTING FUNDING FOR BEHAVIORAL HEALTH
 31 PROGRAMS THAT PROVIDE PREVENTION, RECOVERY SUPPORT, AND HARM

- 1 REDUCTION SERVICES FOR INDIVIDUALS WITH SUBSTANCE USE AND MENTAL
- 2 HEALTH DISORDERS IN THE FOLLOWING AMOUNTS:
- 3 **(1)** \$1,000,000 FOR FISCAL YEAR 2022; AND
- 4 \$2,000,000 FOR EACH FISCAL YEAR THEREAFTER.
- 6 MAY BE USED ONLY TO PROVIDE FUNDING TO THE SECRETARY FOR THE SUPPORT
 7 OF AREAS DESIGNATED AS HEALTH EQUITY RESOURCE COMMUNITIES BY
 8 PROVIDING GRANTS OR TAX CREDITS TO COMMUNITY-BASED ORGANIZATIONS,
 9 NONPROFIT HOSPITALS, INSTITUTIONS OF HIGHER EDUCATION, LOCAL
 10 GOVERNMENT AGENCIES, HEALTH CARE PRACTITIONERS, FEDERALLY QUALIFIED
 11 HEALTH CENTERS, COMMUNITY HEALTH WORKERS, AND INSTITUTIONS OF HIGHER
- 12 EDUCATION TO REDUCE HEALTH DISPARITIES, IMPROVE HEALTH OUTCOMES,
- 13 PROVIDE ADDICTION AND MENTAL HEALTH SERVICES, AND REDUCE HEALTH COSTS
- 14 AND HOSPITAL ADMISSIONS AND READMISSIONS.
- 15 (H) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE FUND 16 IN THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.
- 17 (2) ANY INTEREST EARNINGS OF THE FUND SHALL BE CREDITED TO 18 THE FUND.
- 19 (I) EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN ACCORDANCE 20 WITH THE STATE BUDGET.
- 21 (J) MONEY EXPENDED FROM THE FUND TO SUPPORT AREAS DESIGNATED
 22 BY THE SECRETARY AS HEALTH EQUITY RESOURCE COMMUNITIES UNDER THIS
 23 SUBTITLE IS SUPPLEMENTAL TO AND IS NOT INTENDED TO SUPPLANT FUNDING
 24 THAT OTHERWISE WOULD BE APPROPRIATED FOR THOSE PURPOSES.
- 25 20-1408. 20-1406.
- 26 (A) (1) ON OR BEFORE SEPTEMBER 15 EACH YEAR, <u>BEGINNING IN 2024</u>, 27 EACH NONPROFIT COMMUNITY-BASED ORGANIZATION, NONPROFIT HOSPITAL, 28 INSTITUTION OF HIGHER EDUCATION, <u>FEDERALLY QUALIFIED HEALTH CENTER</u>, OR 29 LOCAL GOVERNMENT AGENCY THAT HAS SUBMITTED A SUCCESSFUL APPLICATION 30 FOR DESIGNATION OF AN AREA AS A HEALTH EQUITY RESOURCE COMMUNITY 31 UNDER § 20–1403 OF THIS SUBTITLE SHALL SUBMIT TO THE SECRETARY A REPORT 32 THAT INCLUDES:
- 33 (I) A DESCRIPTION OF PROGRESS MADE TOWARD THE 34 OBJECTIVES SET FORTH IN THE APPLICATION; AND

1	(II) A DESCRIPTION OF OBJECTIVES TO BE MET DURING THE		
2	IMMEDIATELY FOLLOWING YEAR.		
3	(2) THE SECRETARY MAY REVOKE A DESIGNATION OF AN AREA AS A		
4	HEALTH EQUITY RESOURCE COMMUNITY IF THE NONPROFIT COMMUNITY-BASED		
5	ORGANIZATION, NONPROFIT HOSPITAL, INSTITUTION OF HIGHER EDUCATION,		
6	FEDERALLY QUALIFIED HEALTH CENTER, OR LOCAL GOVERNMENT AGENCY THAT		
7	HAS SUBMITTED A SUCCESSFUL APPLICATION FOR DESIGNATION OF AN AREA AS A		
8	HEALTH EQUITY RESOURCE COMMUNITY FAILS TO MEET THE OBJECTIVES		
9	PROVIDED TO THE SECRETARY UNDER SUBSECTION (A)(1) OF THIS SECTION FOR A GIVEN YEAR.		
10	GIVEN YEAR.		
11	(B) (1) ON OR BEFORE DECEMBER 15 EACH YEAR, BEGINNING IN 2024,		
12	THE SECRETARY SHALL SUBMIT TO THE GOVERNOR AND, IN ACCORDANCE WITH §		
13	2–1257 OF THE STATE GOVERNMENT ARTICLE, THE GENERAL ASSEMBLY A REPORT		
14	THAT INCLUDES:		
15	(I) THE NUMBER AND TYPES OF INCENTIVES GRANTED IN EACH		
16	HEALTH EQUITY RESOURCE COMMUNITY;		
17	(II) EVIDENCE OF THE IMPACT OF THE TAX AND LOAN		
18	REPAYMENT INCENTIVES IN ATTRACTING HEALTH CARE PRACTITIONERS AND		
19	COMMUNITY HEALTH WORKERS TO HEALTH EQUITY RESOURCE COMMUNITIES;		
20	(III) EVIDENCE OF THE IMPACT OF THE INCENTIVES OFFERED IN		
21	HEALTH EQUITY RESOURCE COMMUNITIES IN REDUCING HEALTH DISPARITIES		
22	AND IMPROVING HEALTH OUTCOMES; AND		
23	(IV) (III) EVIDENCE OF THE PROGRESS IN REDUCING HEALTH		
$\frac{25}{24}$	COSTS AND HOSPITAL ADMISSIONS AND READMISSIONS IN HEALTH EQUITY		
2 5	RESOURCE COMMUNITIES.		
26	(2) THE REPORT DESCRIBED IN PARAGRAPH (1) OF THIS SUBSECTION		
27	SHALL INCLUDE DATA DISAGGREGATED BY THE FOLLOWING:		
28	(I) RACE;		
29	(II) ETHNICITY;		
20	(III) DDIMADY I ANGUACE.		
30	(III) PRIMARY LANGUAGE;		
31	(IV) GENDER;		

1	(v)	SOCIOECONOMIC STATUS; AND
2	(VI)	ZIP CODE.
3	Art	icle - State Finance and Procurement
4	6-226.	
5	(a) (2) (i)	Notwithstanding any other provision of law, and unless
6	inconsistent with a federal	l law, grant agreement, or other federal requirement or with the
7		ent agreement, net interest on all State money allocated by the
8	State Treasurer under thi	s section to special funds or accounts, and otherwise entitled to
9	receive interest earnings,	as accounted for by the Comptroller, shall accrue to the General
10	Fund of the State.	
11	(ii)	The provisions of subparagraph (i) of this paragraph do not apply
12	to the following funds:	The provisions of susparagraph (i) of time paragraph as not apply
	to the following runds.	
13	-	122. the Racing and Community Development Financing Fund;
14	[and]	, i
	[unu]	
15		123. the Racing and Community Development Facilities Fund;
16	AND	120. the Macing and Community Development Lacinties Land,
10	THIE	
17	_	124. THE HEALTH EQUITY RESOURCE COMMUNITY
18	RESERVE FUND.	121. THE HEALTH EQUIT RESOURCE COMMONTH
10	TESERVE I UND.	
19		Article - Tax - General
20	10-731.	
0.1	(1) (1) Transcript	
21		IS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS
22	INDICATED.	
00	(9) ((Contr	MINUTE DAGED ODGANIZATION ²² MEANG A DUDING OD
23	()	MUNITY-BASED ORGANIZATION" MEANS A PUBLIC OR
24		IN THAT IS REPRESENTATIVE OF A COMMUNITY OR
25		S OF A COMMUNITY AND PROVIDES EDUCATIONAL, HEALTH,
26	OR SOCIAL SERVICES TO	INDIVIDUALS IN THE COMMUNITY.
27	(2) "Com	MUNITY HEALTH WORKER" HAS THE MEANING STATED IN §
28	13-3701 OF THE HEALT	· · · · · · · · · · · · · · · · · · ·
_ 0	10 0,01 OI IIIDIIIMI	
29	(4) "Ded	ARTMENT" MEANS THE MARYLAND DEPARTMENT OF
30	HEALTH.	
\mathcal{I}		

1	(5) "Fund" means the Health Equity Resource Community
2	RESERVE FUND ESTABLISHED UNDER § 20-1407 OF THE HEALTH - GENERAL
3	ARTICLE.
0	
4	(6) "HEALTH CARE PRACTITIONER" HAS THE MEANING STATED IN
4	· ·
5	20-1401 OF THE HEALTH - GENERAL ARTICLE.
6	(7) "HEALTH EQUITY RESOURCE COMMUNITY" HAS THE MEANING
7	STATED IN § 20-1401 OF THE HEALTH - GENERAL ARTICLE.
8	(8) "Institution of higher education" has the meaning
9	STATED IN § 10–101 OF THE EDUCATION ARTICLE.
9	STATED IN \$ 10-101 OF THE EDUCATION ARTICLE.
10	(0) "OUALIEUD EMPLOYED? MEANG A HEALTH GADE DRAGTITIONED
10	(9) "QUALIFIED EMPLOYEE" MEANS A HEALTH CARE PRACTITIONER
11	A COMMUNITY HEALTH WORKER, AN INDIVIDUAL DESIGNATED AS AN EVALUATOR
12	UNDER § 20-1405 OF THE HEALTH - GENERAL ARTICLE, OR ANY OTHER
13	INDIVIDUAL WHO:
14	(I) PROVIDES DIRECT SUPPORT TO A HEALTH CARE
15	PRACTITIONER OR A COMMUNITY HEALTH WORKER; AND
10	TWICHTIONER OWN COMMENTER HEREIT WORKER, THE
16	(II) EXPANDS ACCESS TO SERVICES IN A HEALTH EQUITY
-	` '
17	RESOURCE COMMUNITY.
18	(10) (1) "QUALIFIED POSITION" MEANS A QUALIFIED EMPLOYER
19	POSITION THAT:
20	1. PAYS AT LEAST 150% OF THE FEDERAL MINIMUM
21	WAGE:
-1	WIGE,
22	2. IS FULL-TIME AND OF INDEFINITE DURATION:
44	2. IS FULL-TIME AND OF INDEFINITE DURATION;
0.0	O TO TOGETHER THE LITTER TO THE PROPERTY DESCRIPTION
23	3. IS LOCATED IN A HEALTH EQUITY RESOURCE
24	COMMUNITY;
25	4. IS NEWLY CREATED AS A RESULT OF THE
26	ESTABLISHMENT OF, OR EXPANSION OF SERVICES IN, A HEALTH EQUITY RESOURCE
$\frac{27}{27}$	Community; and
<i>-</i>	
90	5 ICELLED
28	5. IS FILLED.
	(-) ((O)-
29	(H) "QUALIFIED POSITION" DOES NOT INCLUDE A POSITION
30	THAT IS FILLED FOR A PERIOD OF LESS THAN 12 MONTHS.

1 "SECRETARY" MEANS THE SECRETARY OF HEALTH.

- 2 (B) A HEALTH CARE PRACTITIONER OR A COMMUNITY HEALTH WORKER
 3 WHO PRACTICES HEALTH CARE IN A HEALTH EQUITY RESOURCE COMMUNITY
 4 DESIGNATED UNDER TITLE 20, SUBTITLE 14 OF THE HEALTH—GENERAL ARTICLE
 5 MAY SUBMIT TO THE SECRETARY A REQUEST FOR CERTIFICATION OF ELIGIBILITY
 6 FOR INCOME TAX CREDITS ESTABLISHED UNDER SUBSECTION (D) OF THIS SECTION
 7 IN ACCORDANCE WITH AN APPROVED APPLICATION FOR DESIGNATION OF AN AREA
 8 AS A HEALTH EQUITY RESOURCE COMMUNITY IF THE INDIVIDUAL:
- 9 (1) DEMONSTRATES COMPETENCY IN CULTURAL, LINGUISTIC, AND 10 HEALTH LITERACY IN A MANNER DETERMINED BY THE SECRETARY;
- 11 (2) ACCEPTS AND PROVIDES CARE FOR PATIENTS ENROLLED IN THE
 12 MARYLAND MEDICAL ASSISTANCE PROGRAM AND FOR UNINSURED PATIENTS:
- 13 (3) UNDERGOES TRAINING IN ANTIRACISM AND CULTURAL
 14 COMPETENCE THROUGH A PROGRAM APPROVED BY THE SECRETARY; AND
- 15 (4) MEETS ANY OTHER CRITERIA ESTABLISHED BY THE SECRETARY.
- 16 (C) A NONPROFIT COMMUNITY BASED ORGANIZATION, A NONPROFIT 17 HOSPITAL, AN INSTITUTION OF HIGHER EDUCATION, OR A LOCAL GOVERNMENT AGENCY THAT SUBMITS AN APPLICATION TO THE SECRETARY TO ESTABLISH A 18 HEALTH EQUITY RESOURCE COMMUNITY MAY SUBMIT TO THE SECRETARY A 19 20 REQUEST FOR CERTIFICATION OF ELIGIBILITY FOR INCOME TAX CREDITS ESTABLISHED UNDER SUBSECTION (D) OF THIS SECTION IN ACCORDANCE WITH THE 21 APPLICATION FOR DESIGNATION OF AN AREA AS A HEALTH EQUITY RESOURCE 2223 COMMUNITY ON BEHALF OF A HEALTH CARE PRACTITIONER OR A COMMUNITY **HEALTH WORKER WHO:** 24
- 25 (1) IS PRACTICING OR SEEKING TO PRACTICE IN A HEALTH EQUITY 26 RESOURCE COMMUNITY; AND
- 27 (2) SATISFIES THE REQUIREMENTS OF SUBSECTION (B) OF THIS 28 SECTION.
- 29 (D) (1) IF THE SECRETARY APPROVES A REQUEST FOR CERTIFICATION
 30 SUBMITTED UNDER SUBSECTION (B) OR (C) OF THIS SECTION, A HEALTH CARE
 31 PRACTITIONER OR A COMMUNITY HEALTH WORKER MAY CLAIM A CREDIT AGAINST
 32 THE STATE INCOME TAX IN AN AMOUNT EQUAL TO 100% OF THE AMOUNT OF THE
 33 STATE INCOME TAX EXPECTED TO BE DUE FROM THE HEALTH CARE PRACTITIONER
 34 OR COMMUNITY HEALTH WORKER FROM INCOME DERIVED FROM PRACTICE IN THE

- 1 HEALTH EQUITY RESOURCE COMMUNITY, AS CERTIFIED BY THE SECRETARY FOR 2 THE TAXABLE YEAR.
- 3 (2) (I) IN ADDITION TO THE STATE INCOME TAX CREDIT PROVIDED
 4 UNDER PARAGRAPH (1) OF THIS SUBSECTION, A HEALTH CARE PRACTITIONER OR A
 5 COMMUNITY BASED ORGANIZATION MAY CLAIM A REFUNDABLE CREDIT OF \$10,000
 6 AGAINST THE STATE INCOME TAX FOR HIRING FOR A QUALIFIED POSITION IN THE
 7 HEALTH EQUITY RESOURCE COMMUNITY, AS CERTIFIED BY THE SECRETARY FOR
 8 THE TAXABLE YEAR.
- 9 (II) TO BE ELIGIBLE FOR THE CREDIT PROVIDED UNDER THIS
 10 PARAGRAPH, A HEALTH CARE PRACTITIONER OR A COMMUNITY BASED
 11 ORGANIZATION MAY CREATE ONE OR MORE QUALIFIED POSITIONS DURING ANY
 12 24-MONTH PERIOD.
- 13 (HI) THE CREDIT EARNED UNDER THIS PARAGRAPH SHALL BE
 14 TAKEN OVER A 24-MONTH PERIOD, WITH 50% OF THE CREDIT AMOUNT ALLOWED
 15 EACH YEAR BEGINNING WITH THE FIRST TAXABLE YEAR IN WHICH THE CREDIT IS
 16 CERTIFIED.
- 17 (IV) IF THE QUALIFIED POSITION IS FILLED FOR A PERIOD OF
 18 LESS THAN 24 MONTHS, THE CREDIT SHALL BE RECAPTURED AS FOLLOWS:
- 19 THE CREDIT SHALL BE RECOMPUTED AND REDUCED
 20 ON A PRORATED BASIS, BASED ON THE PERIOD OF TIME THE POSITION WAS FILLED,
 21 AS DETERMINED BY THE DEPARTMENT AND REPORTED TO THE COMPTROLLER; AND
- 22 23 COMMUNITY-BASED ORGANIZATION WHICH RECEIVED THE CREDIT SHALL REPAY
 24 ANY AMOUNT OF THE CREDIT THAT MAY HAVE ALREADY BEEN REFUNDED TO THE
 25 HEALTH CARE PRACTITIONER OR COMMUNITY BASED ORGANIZATION THAT
 26 EXCEEDS THE AMOUNT RECOMPUTED BY THE SECRETARY IN ACCORDANCE WITH
 27 HEM 1 OF THIS SUBPARAGRAPH.
- 28 (3) TO BE CERTIFIED AS ELIGIBLE FOR THE CREDITS ESTABLISHED
 29 UNDER THIS SUBSECTION, A HEALTH CARE PRACTITIONER, COMMUNITY HEALTH
 30 WORKER, OR COMMUNITY-BASED ORGANIZATION MAY APPLY FOR CERTIFICATION
 31 THROUGH THE NONPROFIT COMMUNITY-BASED ORGANIZATION, NONPROFIT
 32 HOSPITAL, INSTITUTION OF HIGHER EDUCATION, OR LOCAL GOVERNMENT THAT
 33 RECEIVES APPROVAL FROM THE SECRETARY TO ESTABLISH A HEALTH EQUITY
 34 RESOURCE COMMUNITY.

1	(4) (1) Eligibility for the credits provided under this
2	SUBSECTION IS LIMITED BY AVAILABILITY OF BUDGETED FUNDS FOR THAT
3	PURPOSE, AS DETERMINED BY THE SECRETARY.
4	(H) CERTIFICATES OF ELIGIBILITY SHALL BE SUBJECT TO
5	APPROVAL BY THE SECRETARY ON A FIRST COME, FIRST SERVED BASIS, AS
6	DETERMINED BY THE SECRETARY IN THE SECRETARY'S SOLE DISCRETION.

- 7 (E) THE SECRETARY SHALL CERTIFY TO THE COMPTROLLER THE
 8 APPLICABILITY OF THE CREDITS PROVIDED UNDER THIS SECTION FOR EACH
 9 HEALTH CARE PRACTITIONER, COMMUNITY HEALTH WORKER, OR
 10 COMMUNITY BASED ORGANIZATION AND THE AMOUNT OF EACH CREDIT ASSIGNED
 11 TO A HEALTH CARE PRACTITIONER, COMMUNITY HEALTH WORKER, OR
 12 COMMUNITY BASED ORGANIZATION, FOR EACH TAXABLE YEAR.
- 13 (F) THE CREDITS ALLOWED UNDER THIS SECTION FOR A FISCAL YEAR MAY
 14 NOT EXCEED THE AMOUNT PROVIDED FOR IN THE STATE BUDGET FOR THAT FISCAL
 15 YEAR.
- 16 (G) THE SECRETARY, IN CONSULTATION WITH THE COMPTROLLER, SHALL 17 ADOPT REGULATIONS TO IMPLEMENT THE TAX CREDIT UNDER THIS SECTION.
- 18 11-104.
- 19 (g) (1) (I) IN THIS SUBSECTION THE FOLLOWING WORDS HAVE THE 20 MEANINGS INDICATED.
- 21 (II) "ALCOHOLIC BEVERAGE" HAS THE MEANING STATED IN §
 22 1–101 OF THE ALCOHOLIC BEVERAGES ARTICLE.
- 23 (HI) "OFF-SALE RETAILERS" MEANS RETAIL SELLERS AND
 24 OTHER ENTITIES HOLDING A STATE OR LOCAL LICENSE TO SELL PACKAGED
 25 ALCOHOLIC BEVERAGES FOR OFF-SITE CONSUMPTION.
- 26 (IV) "On-sale retailers" means restaurants, bars,
 27 breweries, wineries, distilleries, and other entities holding a State or
 28 local license to manufacture or sell alcoholic beverages:
- 29 1. FOR CONSUMPTION ON SITE; OR
- 30 **2.** TO SELL ALCOHOLIC BEVERAGES ON SITE AS 31 CARRY-OUT PRODUCTS FOR CONSUMPTION OFF SITE.

1	(2) The sales and use tax rate for the sale of an alcoholic beverage[, as
2	defined in § 5–101 of this article,] is:
3	(1) 9% of the charge for the alcoholic beverage; and
4	(I) 1. FOR SALES OF ALCOHOLIC BEVERAGES BY OFF-SALE
5	RETAILERS AFTER OCTOBER 1, 2021, 10% OF THE CHARGE FOR THE ALCOHOLIC
6	BEVERAGE;
7	2. FOR SALES OF ALCOHOLIC BEVERAGES BY ON-SALE
8	RETAILERS BETWEEN OCTOBER 1, 2021, AND SEPTEMBER 30, 2023, INCLUSIVE, 9%
9	OF THE CHARGE FOR THE ALCOHOLIC BEVERAGE; AND
10	3. FOR SALES OF ALCOHOLIC BEVERAGES BY ON SALE
11	RETAILERS AFTER OCTOBER 1, 2023, 10% OF THE CHARGE FOR THE ALCOHOLIC
12	BEVERAGE; AND
10	[(0)] (11) (0) of a channel that is made in accounting with the color of an
13 14	[(2)] (II) 6% of a charge that is made in connection with the sale of an alcoholic beverage and is stated as a separate item of the consideration and made known
14 15	to the buyer at the time of sale for:
10	to the bayer at the time of sale for.
16	(i) 1. any labor or service rendered;
17	{(ii)} 2. any material used; or
18	{(iii)} 3. any property sold.
19	(3) 10% of the revenues generated under this subsection
20	SHALL BE CREDITED TO THE HEALTH EQUITY RESOURCE COMMUNITY RESERVE
21	Fund established under § 20–1407 of the Health – General Article.
22	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
23	October 1, 2021.
24	SECTION 3. AND BE IT FURTHER ENACTED, That this Act is an emergency
$\frac{25}{26}$	measure, is necessary for the immediate preservation of the public health or safety, has
26 27	been passed by a yea and nay vote supported by three—fifths of all the members elected to each of the two Houses of the General Assembly and shall take effect from the date it is
28	enacted. Section 1 of this Act shall remain effective through June 30, 2023, and, at the end
29	of June 30, 2023, Section 1 of this Act, with no further action required by the General
30	Assembly, shall be abrogated and of no further force and effect.