HOUSE No. 4643

The Commonwealth of Massachusetts

HOUSE OF REPRESENTATIVES, May 14, 2024.

The committee on Ways and Means, to whom was referred the Bill enhancing the market review process (House, No. 4620), reports recommending that the same ought to pass with an amendment substituting therefor the accompanying bill (House, No. 4643).

For the committee,

AARON MICHLEWITZ.

The Commonwealth of Massachusetts

In the One Hundred and Ninety-Third General Court (2023-2024)

An Act enhancing the market review process.

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. Section 16 of chapter 6A of the General Laws, as appearing in the 2022
2	Official Edition, is hereby amended by striking out, in lines 24 to 26, inclusive, the words ", the
3	division of medical assistance and the Betsy Lehman center for patient safety and medical error
4	reduction" and inserting in place thereof the following words:- and the division of medical
5	assistance.
r.	
6	SECTION 2. Section 16D of said chapter 6A, as so appearing, is hereby amended by
7	striking out, in lines 4 and 5, the words "commissioner of insurance" and inserting in place
8	thereof the following words:- commissioner of health insurance.
9	SECTION 3. Said section 16D of said chapter 6A, as so appearing, is hereby further
10	amended by striking out, in lines 22 to 24, inclusive, the words "department of public health
11	established by section 217 of chapter 111, and the managed care bureau in the division of
12	insurance" and inserting in place thereof the following words:- health policy commission

established by section 16 of chapter 6D, and the managed care bureau in the division of healthinsurance.

15 SECTION 4. Section 16G of said chapter 6A, as amended by section 16 of chapter 7 of 16 the acts of 2023, is hereby further amended by striking out subsection (b) and inserting in place 17 thereof the following subsection:-

(b) The following divisions and agencies shall be within the department of consumer
affairs and business regulation: the division of banks, the division of insurance, the division of
health insurance, the division of standards, the division of occupational licensure and the
department of telecommunications and cable.

22 SECTION 5. Section 16N of said chapter 6A of the General Laws is hereby repealed.

23 SECTION 6. Section 16Q of said chapter 6A of the General Laws, as appearing in the 24 2022 Official Edition, is hereby amended by striking out, in line 13, the word "insurance" and 25 inserting in place thereof the following words:- health insurance.

26 SECTION 7. Section 16T of chapter 6A of the General Laws is hereby repealed.

SECTION 8. Section 16Z of said chapter 6A, as appearing in the 2022 Official Edition, is
hereby amended by striking out, in line 7, the word "insurance" and inserting in place thereof the
following words:- health insurance.

30 SECTION 9. Section 1 of chapter 6D of the General Laws, as so appearing, is hereby
 31 amended by inserting after the definition of "Alternative payment methodologies or methods"
 32 the following definition:-

33	"Benchmark cycle", a fixed, predetermined period of 3 consecutive calendar years during
34	which the projected average annual percentage change in total health care expenditures in the
35	commonwealth is calculated pursuant to section 9 and monitored pursuant to section 10.
36	SECTION 10. Said section 1 of said chapter 6D, as so appearing, is hereby further
37	amended by striking out the definition of "Health care cost growth benchmark" and inserting in
38	place thereof the following definition:-
39	"Health care cost growth benchmark", the projected average annual percentage change in
40	total health care expenditures in the commonwealth during a benchmark cycle, as established in
41	section 9.
42	SECTION 11. Said section 1 of said chapter 6D, as so appearing, is hereby further
43	amended by inserting after the definition of "Health care provider" the following 2 definitions:-
44	"Health care real estate investment trust", a real estate investment trust, as defined by 26
45	U.S.C section 856, whose assets consist of real property held in connection with the use or
46	operations of a provider or provider organization.
47	"Health care resource", any resource, whether personal or institutional in nature and
48	whether owned or operated by any person, the commonwealth or political subdivision thereof,
49	the principal purpose of which is to provide, or facilitate the provision of, services for the
50	prevention, detection, diagnosis or treatment of those physical and mental conditions
51	experienced by humans which usually are the result of, or result in, disease, injury, deformity or
52	pain; provided, that the term "treatment" shall include custodial and rehabilitative care incident
53	to infirmity, developmental disability or old age.

54	SECTION 12. Said section 1 of said chapter 6D, as so appearing, is hereby further
55	amended by inserting after the definition of "Health care services" the following 2 definitions:-
56	"Health disparities", preventable differences in the opportunities to achieve optimal
57	health experienced by socially disadvantaged racial, ethnic and other population groups and
58	communities, including, but not limited to, preventable differences between groups in health
59	insurance coverage, affordability and access to quality health care services.
60	"Health equity", the state in which a health system offers the infrastructure, facilities,
61	services, geographic coverage, affordability and all other relevant features, conditions and
62	capabilities that will provide all people with the opportunity and reasonable expectation that they
63	can reach their full health potential and well-being and are not disadvantaged in access to health
64	care by their race, ethnicity, language, disability, age, gender, gender identity, sexual orientation,
65	social class, intersections among these communities or identities, or their socially determined
66	circumstances.
67	SECTION 13. Said section 1 of said chapter 6D, as so appearing, is hereby further
68	amended by inserting after the definition of "Hospital service corporation" the following
69	definition:-
70	"Management services organization", any organization that is contracted by a provider or
71	provider organization to perform management or administrative services relating to, supporting
72	or facilitating the provision of patient care.
73	SECTION 14. Said section 1 of said chapter 6D, as so appearing, is hereby further
74	amended by striking out, in lines 168 and 169, the word "insurance" and inserting in place
75	thereof the following words:- health insurance.
	4 of 101

76	SECTION 15. Said section 1 of said chapter 6D, as so appearing, is hereby further
77	amended by striking out, in line 189, the word "excludes".
78	SECTION 16. Said section 1 of said chapter 6D, as so appearing, is hereby further
79	amended by inserting after the definition of "Primary care provider" the following definition:-
80	"Private equity company", any company that collects capital investments from
81	individuals or entities and purchases a direct or indirect ownership share of a provider or
82	provider organization.
83	SECTION 17. Said section 1 of said chapter 6D, as so appearing, is hereby further
84	amended by inserting after the definition of "Shared decision-making" the following definition:-
85	"Significant equity investor", (i) any private equity company with a financial interest in a
86	provider or provider organization, or (ii) an investor, group of investors or other entity with a
87	direct or indirect possession of equity in the capital, stock or profits totaling more than 10 per
88	cent of a provider or provider organization.
89	SECTION 18. Said section 1 of said chapter 6D, as so appearing, is hereby further
90	amended by inserting after the definition of "Surcharge payor" the following definition:-
91	"Technical advisory committee", the technical advisory committee of the health policy
92	commission established by section 4A.
93	SECTION 19. Section 2 of said chapter 6D, as so appearing, is hereby amended by
94	striking out subsections (b) and (c) and inserting in place thereof the following subsections:-
95	(b)(1) There shall be a board, with duties and powers established by this chapter, which
96	shall govern the commission. The board shall consist of 9 members: 1 of whom shall be the
	5 of 101

97 secretary of health and human services, or a designee; 1 of whom shall be the commissioner of 98 health insurance, or a designee; 5 of whom shall be appointed by the governor, 1 of whom shall 99 serve as chairperson, 1 of whom shall be selected from a list of 3 nominees submitted by the 100 president of the senate, and 1 of whom shall be selected from a list of 3 nominees submitted by 101 the speaker of the house or representatives; and 2 of whom shall be appointed by the attorney 102 general. All appointed members shall serve for a term of 5 years, but a person appointed to fill a 103 vacancy shall serve only for the unexpired term. An appointed member of the board shall be 104 eligible for reappointment; provided, however, no appointed member shall hold full or part-time 105 employment in the executive branch of state government. The board shall annually elect 1 of its 106 members to serve as vice-chairperson. Each member of the board shall be a resident of the 107 commonwealth.

108 (2) The person appointed by the governor to serve as chairperson shall have demonstrated 109 expertise in health care administration, finance and management at a senior level. The second 110 person appointed by the governor, shall have demonstrated expertise in representing hospitals or 111 hospital health systems. The third person appointed by the governor shall have demonstrated 112 expertise in health plan administration, benefits management or health insurance brokerage. The 113 fourth person appointed by the governor, from the list of nominees submitted by the president of 114 the senate, shall have demonstrated expertise in representing the health care workforce as a 115 leader in a labor organization. The fifth person appointed by the governor, from the list of 116 nominees submitted by the speaker of the house of representatives, shall have demonstrated 117 expertise in health care innovation, including pharmaceuticals, biotechnology or medical 118 devices. The first person appointed by the attorney general shall be a health economist. The

second person appointed by the attorney general shall have demonstrated expertise in health careconsumer advocacy or population health.

121 (c) Five members of the board shall constitute a quorum, and the affirmative vote of 5 122 members of the board shall be necessary and sufficient for any action taken by the board. No 123 vacancy in the membership of the board shall impair the right of a quorum to exercise all the 124 rights and duties of the commission. The appointed members of the board shall receive a stipend 125 in an amount not greater than 10 per cent of the salary of the secretary of administration and 126 finance under section 4 of chapter 7; provided, however, that the chairperson shall receive a 127 stipend in an amount not greater than 12 per cent of the salary of the secretary. The secretary of 128 health and human services and the commissioner of health insurance shall not receive a stipend 129 for their service as board members. Appointed members of the board shall be special state 130 employees subject to chapter 268A. An appointed member of the board shall disclose any 131 employment by, affiliation with, or financial interest in a health care entity, and the governor and 132 attorney general shall consider, in light of the requirements of said chapter 268A, any such 133 employment, affiliation or financial interest prior to appointing a member of the board.

134 SECTION 20. Said chapter 6D is hereby further amended by inserting after section 4 the135 following section:-

Section 4A. (a) There is hereby established a technical advisory committee consisting of appointed members with demonstrated experience in a broad range of provider sectors and public and private health care payers. The technical advisory committee shall: (i) establish the adjustment factor as part of the health care cost growth benchmark setting process pursuant to subsection (c) of section 9; (ii) provide technical advice to the commission upon request; (iii)

provide the commission with operational, policy, regulatory or legislative recommendations for
the commission's consideration; and (iv) produce an annual report and other reports pursuant to
subsection (c).

144 (b) The technical advisory committee shall consist of the following 16 members: the 145 executive director of the commission, who shall serve as non-voting chairperson; the assistant 146 secretary for MassHealth, or a designee; the executive director of the commonwealth health 147 insurance connector authority, or a designee; the executive director of the group insurance 148 commission, or a designee; and 12 members appointed by the executive director of the 149 commission for their technical experience in specific health care sectors, 1 of whom shall be 150 selected from a list of 3 nominees submitted by the Massachusetts Hospital Association, Inc., 1 151 of whom shall be selected from a list of 3 nominees submitted by the Massachusetts Senior Care 152 Association, Inc., 1 of whom shall be selected from a list of 3 nominees submitted by the 153 Massachusetts Medical Society, 1 of whom shall be selected from a list of 3 nominees submitted 154 by the Massachusetts League of Community Health Centers, Inc., 1 of whom shall be selected 155 from a list of 3 nominees submitted by the Massachusetts Biotechnology Council, Inc., 1 of 156 whom shall be selected from a list of 3 nominees submitted by the Massachusetts Association of 157 Health Plans, Inc., 1 of whom shall be selected from a list of 3 nominees submitted by Blue 158 Cross Blue Shield of Massachusetts, Inc., and 5 of whom shall be selected by the executive 159 director from applications submitted by candidates with demonstrated experience in health care 160 delivery, health care economics, health care data analysis, clinical research and innovation in 161 health care delivery, or health care benefits management. In selecting members, the executive 162 director shall ensure that the composition of the committee reflects a diversity of expertise in 163 health care providers, purchasers, and consumer advocacy groups. Each member of the

164 committee shall serve without compensation for a term of 3 years, or until a successor is 165 appointed; provided, that no member shall serve more than 2 consecutive terms. Members of the 166 committee shall be special state employees subject to chapter 268A. The technical advisory 167 committee shall meet at least quarterly or at other times as specified by the commission and shall 168 annually elect 1 of its members to serve as vice-chairperson.

169 (c) The technical advisory committee shall report a summary of its activities to the 170 commission at least annually, and shall submit additional reports with technical 171 recommendations, as requested by the commission. In developing any reports or 172 recommendations to the commission, the technical advisory committee shall consider the 173 availability, timeliness, quality and usefulness of existing data, including the data collected by 174 the center under chapter 12C, and assess the need for additional investments in data collection, 175 data validation or data analysis capacity to support the committee in performing its duties. 176 SECTION 21. Section 5 of said chapter 6D, as so appearing, is hereby amended by

striking out, in line 10, the words "and (vii)" and inserting in place thereof the following words:; (vii) monitor the location and distribution of health care services and health care resources; and
(viii).

180 SECTION 22. Section 6 of said chapter 6D, as so appearing, is hereby amended by
181 striking out the first and second paragraphs and inserting in place thereof the following
182 paragraphs:-

Each acute hospital, ambulatory surgical center, non-hospital provider organization and surcharge payor shall pay to the commonwealth an amount for the estimated expenses of the commission. For the purposes of this section, "non-hospital provider organization" shall mean a provider organization required to register under section 11 that is: (i) a non-hospital-based
physician practice with not less than \$500,000,000 in annual gross patient service revenue; (ii) a
clinical laboratory; (iii) an imaging facility; or (iv) a network of affiliated urgent care centers.

189 The assessed amount for hospitals, ambulatory surgical centers and non-hospital provider 190 organizations shall be not less than 33 per cent of the amount appropriated by the general court 191 for the expenses of the commission minus amounts collected from: (i) filing fees; (ii) fees and 192 charges generated by the commission; and (iii) federal matching revenues received for these 193 expenses or received retroactively for expenses of predecessor agencies; provided, that non-194 hospital provider organizations shall be assessed not less than 5 per cent of the assessed amount 195 for hospitals, ambulatory surgical centers and non-hospital provider organizations. Each acute 196 hospital, ambulatory surgical center, and non-hospital provider organization shall pay such 197 assessed amount multiplied by the ratio of the hospital's, ambulatory surgical center's or non-198 hospital provider organization's gross patient service revenues to the total gross patient service 199 revenues of all such hospitals, ambulatory surgical centers, and non-hospital provider 200 organizations. Each acute hospital, ambulatory surgical center and non-hospital provider 201 organization shall make a preliminary payment to the commission on October 1 of each year in 202 an amount equal to 1/2 of the previous year's total assessment. Thereafter, each hospital, 203 ambulatory surgical center and non-hospital provider organization shall pay, within 30 days' 204 notice from the commission, the balance of the total assessment for the current year based upon 205 its most current projected gross patient service revenue. The commission shall subsequently 206 adjust the assessment for any variation in actual and estimated expenses of the commission and 207 for changes in hospital, ambulatory surgical center and non-hospital provider organization gross 208 patient service revenue. Such estimated and actual expenses shall include an amount equal to the

209 cost of fringe benefits and indirect expenses, as established by the comptroller under section 5D 210 of chapter 29. In the event of late payment by any such hospital, ambulatory surgical center or 211 non-hospital provider organization, the treasurer shall advance the amount of due and unpaid 212 funds to the commission prior to the receipt of such monies in anticipation of such revenues up 213 to the amount authorized in the then current budget attributable to such assessments and the 214 commission shall reimburse the treasurer for such advances upon receipt of such revenues. This 215 section shall not apply to any state institution or to any acute hospital which is operated by a city 216 or town.

SECTION 23. Section 7 of said chapter 6D, as so appearing, is hereby amended by
striking out, in line 35, the words "and (vi)" and inserting in place thereof the following words:(vi) advance health equity; and (vii).

SECTION 24. Section 8 of said chapter 6D, as so appearing, is hereby further amended
by striking out the words "for the previous calendar year", in lines 5 and 6, and inserting in place
thereof the following words:- established under section 9.

SECTION 25. Said section 8 of said chapter 6D, as so appearing, is hereby further amended by striking out, in lines 33 and 34, the words "and (xi) any witness identified by the attorney general or the center" and inserting in place thereof the following words:- (xi) any significant equity investor, health care real estate investment trust or management services organization associated with a provider or provider organization; (xii) a representative from the division of health insurance; (xiii) the executive director of the commonwealth health insurance connector authority; (xiv) the assistant secretary for MassHealth; and (xv) any witness identified by the attorney general or the center. The commission shall also request testimony from officialsrepresenting the federal Centers for Medicare and Medicaid Services.

232 SECTION 26. Said section 8 of said chapter 6D, as so appearing, is hereby further 233 amended by striking out, in line 49, the first time it appears, the word "and".

SECTION 27. Said section 8 of said chapter 6D, as so appearing, is hereby further amended by inserting after the word "commission", in line 60, the first time it appears, the following words:- ; and (iii) in the case of the assistant secretary for MassHealth, testimony concerning the structure, benefits, eligibility, caseload and financing of MassHealth and other Medicaid programs administered by the office of Medicaid or in partnership with other state and federal agencies and the agency's activities to align or redesign those programs in order to encourage the development of more integrated and efficient health care delivery systems.

SECTION 28. Said section 8 of said chapter 6D, as so appearing, is hereby amended, in lines 71 and 72, by striking out the words "exceeded the health care cost benchmark in the previous calendar year" and inserting in place thereof the following words:- in the previous calendar year exceeded the average annual growth established in the health care cost growth benchmark.

SECTION 29. Said section 8 of said chapter 6D, as so appearing, is hereby amended by
striking out subsection (g) and inserting in place thereof the following subsection:-

(g) The commission shall compile an annual health care cost growth progress report concerning spending trends, including primary care and behavioral health expenditures, and the underlying factors influencing said spending trends. The commission shall issue a final benchmark cycle report after the third year of a benchmark cycle which shall analyze spending

252 trends for the entire benchmark cycle. The reports shall be based on the commission's analysis of 253 information provided at the hearings by witnesses, providers, provider organizations and payers, 254 registration data collected pursuant to section 11, data collected or analyzed by the center 255 pursuant to sections 8, 9 and 10 of chapter 12C and any other available information that the 256 commission considers necessary to fulfill its duties under this section, as defined in regulations 257 promulgated by the commission. The reports shall be submitted to the chairs of the house and 258 senate committees on ways and means and the chairs of the joint committee on health care 259 financing and shall be published and available to the public not later than December 31 of each 260 year. The reports shall include recommendations for strategies to increase the efficiency of the 261 health care system and, in the case of annual progress reports, recommendations on the specific 262 spending trends that threaten the commonwealth's ability to meet the health care cost growth 263 benchmark, along with legislative language necessary to implement said recommendations. 264 SECTION 30. Said chapter 6D is hereby further amended by striking out sections 9 and 265 10, as so appearing, and inserting in place thereof the following 3 sections:-266 Section 9. (a) The board shall establish a health care cost growth benchmark for the 267 average annual growth in total health care expenditures in the commonwealth during a period of

benchmark not later than April 15 of the year immediately preceding the first calendar year of abenchmark cycle.

3 consecutive calendar years. The commission shall establish the health care cost growth

268

(b) The health care cost growth benchmark shall be equal to the growth rate of potential
gross state product established under section 7H¹/₂ of chapter 29, plus the adjustment factor
adopted by the commission upon the recommendation of the technical advisory committee

pursuant to subsections (c) and (d). The commission shall establish procedures to prominently
publish the health care cost growth benchmark on the commission's website.

276 (c) The technical advisory committee shall recommend an adjustment factor to the 277 commission not later than February 15 of the year immediately preceding the first calendar year 278 of the benchmark cycle; provided, that the adjustment factor shall not be greater than 1 per cent 279 or less than minus 1 per cent. The adjustment factor shall be based on economic and market 280 factors specific to the health care industry including, but not limited to, the following factors: (i) 281 medical inflation as measured by the medical care index within the consumer price index 282 calculated by the United States Bureau of Labor Statistics; (ii) labor and workforce development 283 costs; (iii) the introduction of new pharmaceuticals, medical devices and other health 284 technologies; (iv) historical growth rate in the commonwealth's gross state product; and (v) any 285 other factors as determined by the technical advisory committee. The recommended adjustment 286 factor shall be approved by a majority vote of the technical advisory committee; provided, 287 however, that should the technical advisory committee fail to approve a recommended 288 adjustment factor, the adjustment factor shall be 0 per cent. The technical advisory committee 289 shall submit its recommendation to the commission in a public report that shall include an 290 analysis supporting the technical advisory committee's recommended adjustment factor.

(d) The commission shall hold a public hearing prior to accepting or rejecting the technical advisory committee's recommended adjustment factor. The public hearing shall be based on the report submitted by the technical advisory committee pursuant to subsection (c), the report submitted by the center pursuant to section 16 of chapter 12C, any other data provided by the technical advisory committee and the center, and such other pertinent information or data as may be available to the commission. The commission shall provide public notice of such hearing

297 at least 45 days prior to the date of the hearing, including notice to the joint committee on health 298 care financing. The joint committee on health care financing may participate in the hearing. The 299 commission shall identify as witnesses for the public hearing a representative sample of 300 providers, provider organizations, payers and such other interested parties as the commission 301 may determine. Any other interested parties may testify at the hearing. The hearing shall 302 examine health care provider, provider organization and private and public health care payer 303 costs, prices and cost trends, with particular attention to factors that contribute to cost growth 304 within the commonwealth's health care system, and whether, based on the testimony, 305 information and data presented at the hearing, it is appropriate to accept the recommended 306 adjustment factor.

307 (e) The commission shall approve the recommended adjustment factor by a majority vote308 of the board.

309 Section 9A. (a) For the purposes of this section, "low historic relative price hospital" 310 shall mean an acute hospital (i) with an average statewide relative price across all carriers during 311 a 5-year period of less than 0.85, and (ii) that is either corporately independent or is corporately 312 affiliated with 2 or more acute hospitals but negotiates carrier contracts separately and on its own 313 behalf.

314 (b) The commission shall establish a rate equity target to advance the equitable315 reimbursement of low historic relative price hospitals:

(1) For the benchmark cycle of calendar years 2026 to 2029, inclusive, a carrier shall not
pay any in-network low historic relative price hospital a payment rate that is less than 15 per cent
below the average relative price of all acute hospitals in the carrier's network;

319	(2) For the benchmark cycle of calendar years 2029 to 2032, inclusive, the average
320	annual reimbursement rate increase from a carrier to a low historic relative price hospital shall be
321	not less than 2 per cent above the health care cost growth benchmark;
322	(3) For the benchmark cycle of calendar years 2032 to 2035, inclusive, the average
323	annual reimbursement rate increase from a carrier to a low historic relative price hospital shall be
324	not less than 1 per cent above the health care cost growth benchmark; and
325	(4) Beginning in the benchmark cycle of calendar years 2035 to 2038, inclusive, and
326	beyond, the average annual reimbursement rate increase from a carrier to a low historic relative
327	price hospital shall be not less than the health care cost growth benchmark.
328	Section 10. (a) As used in this section the following words shall, unless the context
329	clearly requires otherwise, have the following meanings:
330	"Health care entity", a clinic, hospital, ambulatory surgical center, physician
331	organization, carrier or accountable care organization required to register under section 11.
332	(b) The commission shall provide notice to all health care entities that have been
333	identified by the center under section 18 of chapter 12C. Such notice shall state that the
334	commission may analyze the cost growth and the health care spending performance of the
335	individual health care entity and that the commission may require certain actions, as established
336	in this section, from health care entities so identified.
337	(c)(1) If the commission finds, based on the center's benchmark cycle report issued under
338	subsection (d) of section 16, that the percentage change in total health care expenditures during
339	the benchmark period exceeded the health care cost growth benchmark, the commission may

340 require certain health care entities to file and implement a performance improvement plan,

341 subject to the factors in subsection (f).

342 (2) The commission may require a carrier to file and implement a performance
343 improvement plan if the commission determines that the carrier has both: (i) exceeded the health
344 care cost growth benchmark; and (ii) failed to meet the rate equity target established by section
345 9A.

(d) In addition to the notice provided under subsection (b), the commission shall provide
written notice to any health care entity it determines must file a performance improvement plan.
Within 45 days of receipt of such written notice, the health care entity shall either:

349 (1) file a performance improvement plan with the commission; or

350 (2) file an application with the commission to waive or extend the requirement to file a351 performance improvement plan.

(e) The health care entity may file any documentation or supporting evidence with the commission to support the health care entity's application to waive or extend the requirement to file a performance improvement plan. The commission shall require the health care entity to submit any other relevant information it deems necessary in considering the waiver or extension application; provided, however, that such information shall be made public at the discretion of the commission.

(f) The commission may waive or delay the requirement for a health care entity to file aperformance improvement plan in response to a waiver or extension request filed under

360 subsection (d) in light of all information received from the health care entity, based on a361 consideration of the following factors:

(1) the baseline spending and trends relative to cost, price, utilization and payer mix of
the health care entity over time, independently and as compared to similar entities, and any
demonstrated improvement to reduce health status adjusted total medical expenses;

365 (2) any ongoing strategies or investments that the health care entity is implementing to366 improve future long-term efficiency and reduce cost growth;

367 (3) whether the factors that led to increased costs for the health care entity can reasonably
368 be considered to be unanticipated and outside of the control of the entity. Such factors may
369 include, but shall not be limited to, age and other health status adjusted factors and other cost
370 inputs such as pharmaceutical expenses, medical device expenses and labor costs;

371 (4) the overall financial condition of the health care entity;

(5) a significant difference between the growth rate of potential gross state product and
the growth rate of actual gross state product, as determined under section 7H¹/₂ of chapter 29; and

374 (6) any other factors the commission considers relevant.

(g) If the commission declines to waive or extend the requirement for the health care
entity to file a performance improvement plan, the commission shall provide written notice to the
health care entity that its application for a waiver or extension was denied and the health care
entity shall file a performance improvement plan.

(h) A health care entity shall file a performance improvement plan: (1) within 45 days of
receipt of a notice under subsection (d); (2) if the health care entity has requested a waiver or

381 extension, within 45 days of receipt of a notice that such waiver or extension has been denied; or 382 (3) if the health care entity is granted an extension, on the date given on such extension. The 383 performance improvement plan shall be generated by the health care entity and shall identify the 384 causes of the entity's cost growth and, in the case of carriers, the causes for the carrier's failure to 385 meet the rate equity target under section 9A, and shall include, but not be limited to, specific 386 strategies, adjustments and action steps the entity proposes to implement to improve cost 387 performance and performance against the rate equity target. The proposed performance 388 improvement plan shall include specific identifiable and measurable expected outcomes and a 389 timetable for implementation. The timetable for a performance improvement plan shall not 390 exceed 3 years.

(i) The commission shall approve any performance improvement plan that it determines
is reasonably likely to address the underlying cause of the health care entity's cost growth and
has a reasonable expectation for successful implementation.

(j) If the board determines that the performance improvement plan is unacceptable or
incomplete, the commission may provide consultation on the criteria that have not been met and
may allow an additional time period, up to 30 calendar days, for resubmission; provided,
however, that all aspects of the performance improvement plan shall be proposed by the health
care entity and the commission shall not require specific elements for approval.

399 (k) Upon approval of the proposed performance improvement plan, the commission shall
400 notify the health care entity to begin implementation of the performance improvement plan.
401 Public notice shall be provided by the commission on its website, identifying that the health care
402 entity is implementing a performance improvement plan. All health care entities implementing

an approved performance improvement plan shall be subject to additional reporting requirements
and compliance monitoring, as determined by the commission. The commission shall provide
assistance to the health care entity in the successful implementation of the performance
improvement plan.

407 (1) All health care entities shall, in good faith, work to implement the performance
408 improvement plan. A health care entity may file amendments to the performance improvement
409 plan at any point during the implementation of the performance improvement plan, subject to
410 approval of the commission.

411 (m) At the conclusion of the timetable established in the performance improvement plan, 412 the health care entity shall report to the commission regarding the outcome of the performance 413 improvement plan. If the commission finds that the performance improvement plan was 414 unsuccessful, the commission shall either: (i) extend the implementation timetable of the existing 415 performance improvement plan; (ii) approve amendments to the performance improvement plan 416 as proposed by the health care entity; (iii) require the health care entity to submit a new 417 performance improvement plan, including requiring specific elements for approval, 418 notwithstanding the limitation in subsection (j) on the commission's authority during its review 419 of an initial plan proposal; (iv) waive or delay the requirement to file any additional performance 420 improvement plans; or (v) conduct a cost and market impact review of the health care entity 421 under section 13.

422 (n) Upon the successful completion of the performance improvement plan, the identity of
423 the health care entity shall be removed from the list of entities currently implementing a
424 performance improvement plan on the commission's website.

425 (o) The commission may submit a recommendation for proposed legislation to the joint
426 committee on health care financing if the commission determines that further legislative
427 authority is needed to achieve the commonwealth's health care quality and spending
428 sustainability objectives, assist health care entities with the implementation of performance
429 improvement plans or otherwise ensure compliance with the provisions of this section.

430 (p) If the commission determines that a health care entity has: (i) willfully neglected to 431 file a performance improvement plan with the commission within 45 days as required under 432 subsection (d); (ii) failed to file an acceptable performance improvement plan in good faith with 433 the commission; (iii) failed to implement the performance improvement plan in good faith; or 434 (iv) knowingly failed to provide information required by this section to the commission or 435 knowingly falsified the same, the commission may: (i) assess a civil penalty to the health care 436 entity of not more than \$500,000 for a first violation, not more than \$750,000 for a second 437 violation and not more than \$1,000,000 for a third or subsequent violation; (ii) stay consideration 438 of any material change notice submitted under section 13 by the health care entity until the 439 commission determines that the health care entity is in compliance with this section; and (iii) 440 notify the department of public health that the health care entity, if applying for a notice of 441 determination of need, is not in compliance with this section. The commission shall seek to 442 promote compliance with this section and shall only impose a civil penalty as a last resort.

(q) The commission shall promulgate regulations necessary to implement this section;
provided, however, that notice of any proposed regulations shall be filed with the joint
committee on health care financing at least 180 days before adoption.

446	SECTION 31. Section 11 of said chapter 6D of the General Laws, as appearing in the
447	2022 Official Edition, is hereby amended by striking out, in lines 5, 34 and 40 the words
448	"division of insurance" and inserting in place thereof, in each instance, the following words:-
449	division of health insurance.
450	SECTION 32. Said section 11 of chapter 6D, as so appearing, is hereby amended by
451	inserting after the word "affiliates", in line 17, the following words:-, significant equity
452	investors, health care real estate investment trusts, management services organizations.
453	SECTION 33. Section 12 of said chapter 6D, as so appearing, is hereby amended by
454	striking out, in lines 8 and 9, the words "carriers or third party administrators" and inserting in
455	place thereof the following word:- payers.
456	SECTION 34. Chapter 6D of the General Laws is hereby further amended by striking out
457	section 13, as so appearing, and inserting in place thereof the following section:-
458	Section 13. (a) Every provider or provider organization shall, before making any material
459	change to its operations or governance structure, submit notice to the commission, the center and
460	the attorney general of such change, not fewer than 60 days before the date of the proposed
461	change. Material changes shall include, but not be limited to: (i) significant expansions in a
462	provider or provider organization's capacity; (ii) a corporate merger, acquisition or affiliation of
463	a provider or provider organization and a carrier; (iii) mergers or acquisitions of hospitals or
464	hospital systems; (iv) acquisition of insolvent provider organizations; (v) transactions involving a
465	significant equity investor which result in a change of ownership or control of a provider,
466	provider organization or a carrier; (vi) significant transfers of assets including, but not limited to,
467	real estate sale lease-back arrangements; (vii) conversion of a provider or provider organization

from a non-profit entity to a for-profit entity; and (viii) mergers or acquisitions of provider
organizations which will result in a provider organization having a dominant market share in a
given service or region.

Within 30 days of receipt of a notice filed under the commission's regulations, the commission shall conduct a preliminary review to determine whether the material change is likely to result in a significant impact on the commonwealth's ability to meet the health care cost growth benchmark established in section 9, or on the competitive market. If the commission finds that the material change is likely to have a significant impact on the commonwealth's ability to meet the health care cost growth benchmark, or on the competitive market, the commission may conduct a cost and market impact review under this section.

(b) In addition to the grounds for a cost and market impact review set forth in subsection
(a), if the commission finds, based on the center's final benchmark cycle report under subsection
(d) of section 16 of chapter 12C, that the percentage change in total health care expenditures
during the benchmark cycle exceeded the health care cost growth benchmark, the commission
may conduct a cost and market impact review of any provider organization identified by the
center under section 18 of chapter 12C.

(c) The commission shall initiate a cost and market impact review by sending the provider or provider organization notice of a cost and market impact review, which shall explain the basis for the review and the particular factors that the commission seeks to examine through the review. The provider or provider organization shall submit to the commission, within 21 days of the commission's notice, a written response to the notice, including, but not limited to, any information or documents sought by the commission that are described in the commission's

490 notice. The commission may require that any provider or provider organization submit 491 documents and information in connection with a notice of material change or a cost and market 492 impact review under this section. The commission shall keep confidential all nonpublic 493 information and documents obtained under this section and shall not disclose the information or 494 documents to any person without the consent of the provider or payer that produced the 495 information or documents, except in a preliminary report or final report under this section if the 496 commission believes that such disclosure should be made in the public interest after taking into 497 account any privacy, trade secret or anti-competitive considerations. The confidential 498 information and documents shall not be public records and shall be exempt from disclosure 499 under clause Twenty-sixth of section 7 of chapter 4 or section 10 of chapter 66.

500 (d) A cost and market impact review may examine factors relating to the provider or 501 provider organization's business and its relative market position, including, but not limited to: (i) 502 the provider or provider organization's size and market share within its primary service areas by 503 major service category, and within its dispersed service areas; (ii) the provider or provider 504 organization's prices for services, including its relative price compared to other providers for the 505 same services in the same market; (iii) the provider or provider organization's health status 506 adjusted total medical expense, including its health status adjusted total medical expense 507 compared to similar providers; (iv) the quality of the services provided by the provider or 508 provider organization, including patient experience; (v) provider cost and cost trends in 509 comparison to total health care expenditures statewide; (vi) the availability and accessibility of 510 services similar to those provided, or proposed to be provided, through the provider or provider 511 organization within its primary service areas and dispersed service areas; (vii) the provider or 512 provider organization's impact on competing options for the delivery of health care services

513 within its primary service areas and dispersed service areas including, if applicable, the impact 514 on existing service providers of a provider or provider organization's expansion, affiliation, 515 merger or acquisition, to enter a primary or dispersed service area in which it did not previously 516 operate; (viii) the methods used by the provider or provider organization to attract patient volume 517 and to recruit or acquire health care professionals or facilities; (ix) the role of the provider or 518 provider organization in serving at-risk, underserved and government payer patient populations, 519 including those with behavioral, substance use disorder and mental health conditions, within its 520 primary service areas and dispersed service areas; (x) the role of the provider or provider 521 organization in providing low margin or negative margin services within its primary service 522 areas and dispersed service areas; (xi) consumer concerns, including but not limited to, 523 complaints or other allegations that the provider or provider organization has engaged in any 524 unfair method of competition or any unfair or deceptive act or practice; (xii) the size and market 525 share of any corporate affiliates or significant equity investors of the provider or provider 526 organization; (xiii) the inventory of health care resources maintained by the department of public 527 health, pursuant to section 25A of chapter 111, and any related data or reports from the health 528 resource planning council, established in section 22; and (xiv) any other factors that the 529 commission determines to be in the public interest.

(e) The commission shall make factual findings and issue a preliminary report on the cost and market impact review. In the report, the commission shall identify any provider or provider organization that meets all of the following criteria: (i) the provider or provider organization has, or likely will have as a result of the proposed material change, a dominant market share for the services it provides; (ii) the provider or provider organization charges, or likely will charge as a result of the proposed material change, prices for services that are materially higher than the median prices charged by all other providers for the same services in the same market; and (iii)
the provider or provider organization has, or likely will have as a result of the proposed material
change, a health status adjusted total medical expense that is materially higher than the median
total medical expense for all other providers for the same service in the same market.

540 (f) Within 30 days after issuance of a preliminary report, the provider or provider 541 organization may respond in writing to the findings in the report. The commission shall then 542 issue its final report. The commission shall refer to the attorney general its report on any provider 543 or provider organization that meets all 3 criteria under subsection (e). The commission shall 544 issue its final report on the cost and market impact review within 185 days from the date that the 545 provider or provider organization has submitted notice to the commission; provided, that the 546 provider or provider organization has certified substantial compliance with the commission's 547 requests for data and information pursuant to subsection (c) within 21 days of the commission's 548 notice, or by a later date set by mutual agreement of the provider or provider organization and 549 the commission.

(g) Nothing in this section shall prohibit a proposed material change under subsection (a); provided, however, that any proposed material change shall not be completed: (i) until at least 30 days after the commission has issued its final report; or (ii) if the attorney general brings an action as described in subsection (h), while such action is pending and prior to a final judgment being issued by a court of competent jurisdiction, whichever is later.

(h) A provider or provider organization that meets the criteria in subsection (e) has
engaged, or through a material change will engage, in an unfair method of competition or unfair
and deceptive trade practice subject to challenge pursuant to section 4, but not sections 9 or 11,

558 of chapter 93A. When the commission, under subsection (f), refers a report on a provider or 559 provider organization to the attorney general, the report shall create a presumption that the 560 provider or provider organization has met or through the material change addressed in the report 561 will meet the 3 criteria in subsection (e) and therefore has engaged, or through a material change 562 will engage, in an unfair method of competition or unfair and deceptive trade practice in 563 violation of chapter 93A. The attorney general may take action under chapter 93A or any other 564 law to protect consumers in the health care market, including by bringing an action seeking to 565 restrain such violation of chapter 93A. The commission's final report may be evidence in any 566 such action brought by the attorney general.

(i) Nothing in this section shall limit the authority of the attorney general to protectconsumers in the health care market under any other law.

(j) The commission shall adopt regulations for conducting cost and market impact
reviews and for administering this section. These regulations shall include definitions of material
change and non-material change, primary service areas, dispersed service areas, dominant market
share, materially higher prices and materially higher health status adjusted total medical
expenses, and any other terms as necessary. All regulations promulgated by the commission shall
comply with chapter 30A.

(k) Nothing in this section shall limit the application of other laws or regulations that may
be applicable to a provider or provider organization, including laws and regulations governing
insurance.

(1) Upon issuance of its final report pursuant to subsection (f), the commission shallprovide a copy of said final report to the department of public health. The final report shall be

580 included in the written record and considered by the department of public health during its 581 review of an application for determination of need and considered where relevant in connection 582 with licensure or other regulatory actions involving the provider or provider organization. 583 SECTION 35. Section 15 of said chapter 6D, as so appearing, is hereby amended by 584 striking out, in line 38, the words "division of insurance" and inserting in place thereof the 585 following words:- division of health insurance. 586 SECTION 36. Paragraph (15) of subsection (c) of said section 15 of said chapter 6D, as 587 so appearing, is hereby amended by striking out, in line 168, the word "and". 588 SECTION 37. Said subsection (c) of said section 15 of said chapter 6D, as so appearing, 589 is hereby further amended by striking out paragraph (16) and inserting in place thereof the 590 following 2 paragraphs:-591 (16) to ensure ACOs demonstrate, in care delivered in-person and via telehealth, 592 compliance with standards that meet or exceed the standards to attain the certification of the 593 National Committee for Quality Assurance for the distinction in multicultural health care; and 594 (17) any other requirements the commission considers necessary. 595 SECTION 38. Section 16 of said chapter 6D, as so appearing, is hereby amended by 596 striking out, in lines 9, 12 and 67, each time they appear, the words "division of insurance" and 597 inserting in place thereof, in each instance, the following words:- division of health insurance. 598 SECTION 39. Said section 16 of said chapter 6D, as so appearing, is hereby further 599 amended by striking out, in lines 43 and 44, the words "commissioner of insurance" and 600 inserting in place thereof the following words:- commissioner of health insurance.

601 SECTION 40. Said chapter 6D is hereby further amended by adding the following
602 section:-

603 Section 22. (a) There is hereby established within the commission a health resource planning council, consisting of the executive director of the health policy commission, who shall 604 605 serve as co-chair; the secretary of health and human services or a designee, who shall serve as 606 co-chair; the commissioner of public health or a designee; the director of the office of Medicaid 607 or a designee; the commissioner of mental health or a designee; the commissioner of health 608 insurance or a designee; the secretary of elder affairs or a designee; the executive director of the 609 center for health information and analysis or a designee; and 3 members appointed by the 610 governor, 1 of whom shall be a health economist, 1 of whom shall have experience in health care 611 market planning and service line analysis and 1 of whom shall have experience in health care 612 administration and delivery.

(b)(1) The council shall develop a state health plan to identify: (i) the anticipated needs of
the commonwealth for health care services and facilities; (ii) the existing health care resources
available to meet those needs; (iii) the projected resources, including the health care workforce,
necessary to meet those anticipated needs; and (iv) the priorities for addressing those needs.

(2) The state health plan developed by the council shall be a forecast of anticipated demand, supply and distribution of health care resources during a 5-year planning period, and shall include the location, distribution and nature of all health care resources in the commonwealth, including: (i) acute care units; (ii) non-acute care units; (iii) specialty care units, including, but not limited to, burn, coronary care, cancer care, neonatal care, post-obstetric and post-operative recovery care, pulmonary care, renal dialysis and surgical, including trauma and

623 intensive care units; (iv) skilled nursing facilities; (v) assisted living facilities; (vi) long-term care 624 facilities; (vii) ambulatory surgical centers; (viii) office-based surgical centers; (ix) urgent care 625 centers; (x) home health; (xi) adult and pediatric behavioral health and mental health services 626 and supports; (xii) substance use disorder treatment and recovery services; (xiii) emergency care; 627 (xiv) ambulatory care services; (xv) primary care resources; (xvi) pediatric care services; (xvii) 628 family planning services; (xviii) obstetrics and gynecology and maternal health services; (xix) 629 allied health services including, but not limited to, optometric care, chiropractic services, oral 630 health care and midwifery services; (xx) federally qualified health centers and free clinics; (xxi) 631 numbers of technologies or equipment defined as innovative services or new technologies by the 632 department of public health pursuant to section 25C of chapter 111; (xxii) hospice and palliative 633 care service; (xxiii) health screening and early intervention services; and (xxiv) any other service 634 or resource identified by the council.

635 (3) The state health plan shall also make recommendations for the supply and distribution 636 of health care resources on a state-wide or regional basis based on an assessment of need during 637 the 5-year plan and options for implementing such recommendations. The recommendations 638 shall reflect, at a minimum, the following goals: (i) to maintain or improve the quality of and 639 access to health care services; (ii) to ensure a stable and adequate health care workforce; (iii) to 640 support the commonwealth's efforts to meet the health care cost growth benchmark established 641 pursuant to section 9; (iv) to support innovative health care delivery and alternative payment 642 models as identified by the commission; (v) to reduce unnecessary duplication of health care 643 resources; (vi) to advance health equity and to address health disparities based on the needs of 644 particular demographic factors, including, but not limited to, race, ethnicity, immigration status, 645 sexual orientation, gender identity, geographic location, age, language spoken, ability and

socioeconomic status; (vii) to support efforts to integrate oral health, mental health, behavioral
and substance use disorder treatment services with overall medical care; (viii) to support efforts
to align housing, health care and home care to improve overall health outcomes and reduce costs;
(ix) to reflect the latest trends in utilization and support the best standards of care; and (x) to
ensure equitable access to health care resources across geographic regions of the commonwealth.

651 (c) The council shall provide direction to the department of public health to establish and 652 maintain on a current basis an inventory of all such health care resources together with all other 653 reasonably pertinent information concerning such resources. Agencies of the commonwealth that 654 license, register, regulate or otherwise collect cost, quality or other data concerning health care 655 resources shall cooperate with the council and the department of public health in coordinating 656 such data and information collected pursuant to this section and section 25A of chapter 111. The 657 inventory compiled pursuant to this section and said section 25A of said chapter 111 and all 658 related information shall be maintained in a form usable by the general public and shall 659 constitute a public record; provided, however, that any item of information which is confidential 660 or privileged in nature under any other law shall not be regarded as a public record pursuant to 661 this section.

(d) The council shall establish an advisory committee of not more than 15 members who
shall reflect a broad distribution of diverse perspectives on the health care system, including
health care providers and provider organizations, public and private third-party payers, consumer
representatives and labor organizations representing health care workers. Not fewer than 2
members of the advisory committee shall have expertise in rural health matters and rural health
needs in the commonwealth. The advisory committee shall review drafts and provide

recommendations to the council during the development of the state health plan described insubsection (b).

(e) The council shall conduct at least 5 public hearings, in geographically diverse areas
throughout the commonwealth, during the development of the state health plan and shall give
interested persons an opportunity to submit their views orally and in writing. In addition, the
council may create and maintain a website to allow members of the public to submit comments
electronically and review comments submitted by others.

(f) The council shall publish analyses, reports and interpretations of information collected
pursuant to this section to promote awareness of the distribution and nature of health care
resources in the commonwealth.

(g) The council shall file a report annually by January 1 with the joint committee on
health care financing concerning the activities of the council in general and, in particular,
describing the progress to date in developing the state health plan and recommending such
further legislative action as it considers appropriate.

(h) Nothing in this section shall be construed to impose caps on health care resources inthe commonwealth or a particular region in the commonwealth.

684 SECTION 41. Section 5A of chapter 12 of the General Laws, as appearing in the 2022 685 Official Edition, is hereby amended by striking out the words "or "knowingly"", in line 26, and 686 inserting in place thereof the following words:- , "knowingly" or "knows".

687 SECTION 42. Said section 5A of said chapter 12, as so appearing, is hereby further 688 amended by inserting after the definition of "Overpayment" the following definition:-

689 "Ownership or investment interest", any: (1) direct or indirect possession of equity in the 690 capital, stock or profits totaling more than 10 per cent of an entity; (2) interest held by an 691 investor or group of investors who engages in the raising or returning of capital and who invests, 692 develops or disposes of specified assets; or (3) interest held by a pool of funds by investors, 693 including a pool of funds managed or controlled by private limited partnerships, if those 694 investors or the management of that pool or private limited partnership employ investment 695 strategies of any kind to earn a return on that pool of funds. 696 SECTION 43. Said section 5B of said chapter 12, as so appearing, is hereby further 697 amended by striking out, in line 29, the word "or", the second time it appears. 698 SECTION 44. Said section 5B of said chapter 12, as so appearing, is hereby further 699 amended by inserting after the word "applicable" in lines 38 and 39, the following words:-; or 700 (11) has an ownership or investment interest in any person who violates clauses (1) through (10), 701 knows about the violation, and fails to disclose the violation to the commonwealth or a political 702 subdivision thereof within 60 days of identifying the violation. 703 SECTION 45. Section 11F of said chapter 12, as so appearing, is hereby amended by 704 striking out, in lines 6 and 7, the words "division of insurance within the department of banking 705 and insurance" and inserting in place thereof the following words:- division of insurance or the 706 division of health insurance within the department of banking, insurance and health insurance. 707 SECTION 46. Section 11N of said chapter 12, as so appearing, is hereby amended by 708 striking out the words "or provider organization", in line 7, and inserting in place thereof the 709 following words:-, provider organization, significant equity investor, health care real estate

710 investment trust or management services organization.

711	SECTION 47. Said section 11N of said chapter 12, as so appearing, is hereby further
712	amended by striking out subsection (b) and inserting in place thereof the following subsection:-
713	(b) The attorney general may investigate any provider organization referred to the
714	attorney general by the health policy commission under section 13 of chapter 6D to determine
715	whether the provider organization engaged in unfair methods of competition or anti-competitive
716	behavior in violation of chapter 93A or any other law, and, if appropriate, take action under
717	chapter 93A or any other law to protect consumers in the health care market including, but not
718	limited to, an action for injunctive relief.
719	SECTION 48. Section 1 of chapter 12C of the General Laws, as appearing in the 2022
720	Official Edition, is hereby amended by inserting after the definition of "Ambulatory surgical
721	center services", the following definition:-
722	"Benchmark cycle", a fixed, predetermined period of 3 consecutive calendar years during
722 723	"Benchmark cycle", a fixed, predetermined period of 3 consecutive calendar years during which the projected average annual percentage change in total health care expenditures in the
723	which the projected average annual percentage change in total health care expenditures in the
723 724	which the projected average annual percentage change in total health care expenditures in the commonwealth is calculated pursuant to section 9 of chapter 6D and monitored pursuant to
723 724 725	which the projected average annual percentage change in total health care expenditures in the commonwealth is calculated pursuant to section 9 of chapter 6D and monitored pursuant to section 10 of said chapter 6D.
723724725726	which the projected average annual percentage change in total health care expenditures in the commonwealth is calculated pursuant to section 9 of chapter 6D and monitored pursuant to section 10 of said chapter 6D. SECTION 49. Said section 1 of said chapter 12C, as so appearing, is hereby further
 723 724 725 726 727 	which the projected average annual percentage change in total health care expenditures in the commonwealth is calculated pursuant to section 9 of chapter 6D and monitored pursuant to section 10 of said chapter 6D. SECTION 49. Said section 1 of said chapter 12C, as so appearing, is hereby further amended by striking out the definitions of "Health care professional" and "Health care cost
 723 724 725 726 727 728 	which the projected average annual percentage change in total health care expenditures in the commonwealth is calculated pursuant to section 9 of chapter 6D and monitored pursuant to section 10 of said chapter 6D. SECTION 49. Said section 1 of said chapter 12C, as so appearing, is hereby further amended by striking out the definitions of "Health care professional" and "Health care cost growth benchmark" and inserting in place thereof the following 3 definitions:-

732	"Health care professional", a physician or other health care practitioner licensed,
733	accredited, or certified to perform specified health services consistent with law.
734	"Health care real estate investment trust", a real estate investment trust, as defined by 28
735	U.S.C section 856, whose assets consist of real property held in connection with the use or
736	operations of a provider or provider organization.
737	SECTION 50. Said section 1 of said chapter 12C, as so appearing, is hereby further
738	amended by inserting after the definition of "Health care services" the following 2 definitions:-
739	"Health disparities", preventable differences in the opportunities to achieve optimal
740	health experienced by socially disadvantaged racial, ethnic and other population groups and
741	communities, including, but not limited to, preventable differences between groups in health
742	insurance coverage, affordability and access to quality health care services.
743	"Health equity", the state in which a health system offers the infrastructure, facilities,
744	services, geographic coverage, affordability and all other relevant features, conditions and
745	capabilities that will provide all people with the opportunity and reasonable expectation that they
746	can reach their full health potential and well-being and are not disadvantaged in access to health
747	care by their race, ethnicity, language, disability, age, gender, gender identity, sexual orientation,
748	social class, intersections among these communities or identities or their socially determined
749	circumstances.
750	SECTION 51. Said section 1 of said chapter 12C, as so appearing, is hereby further

SECTION 51. Said section 1 of said chapter 12C, as so appearing, is hereby further
amended by inserting after the definition of "Major service category" the following definition:-

"Management services organization", any organization that is contracted by a provider or
provider organization to perform management or administrative services relating to, supporting
or facilitating the provision of patient care.

SECTION 52. Said section 1 of said chapter 12C, as so appearing, is hereby amended by
striking out, in lines 189 and 190, the words "division of insurance" and inserting in place
thereof the following words:- division of health insurance.

SECTION 53. Said section 1 of said chapter 12C, as so appearing, is hereby further
amended by inserting after the definition of "Patient-centered medical home" the following
definition:-

"Payer", any entity, other than an individual, that pays providers for the provision of
health care services; provided, that "payer" shall include both governmental and private entities;
provided further, that "payer" shall not include ERISA plans.

SECTION 54. Said section 1 of said chapter 12C, as so appearing, is hereby further
 amended by inserting after the definition of "Primary service area" the following definition:-

"Private equity company", a publicly traded or non-publicly traded company that collects
capital investments from individuals or entities and purchases a direct or indirect ownership
share of a provider or provider organization.

SECTION 55. Said section 1 of said chapter 12C, as so appearing, is hereby further
 amended by inserting after the definition of "Self-insured group" the following definition:-

"Significant equity investor", (i) any private equity company with a financial interest in a
provider or provider organization, or (ii) an investor, group of investors or other entity with a

direct or indirect possession of equity in the capital, stock or profits totaling more than 10 percent of a provider or provider organization.

SECTION 56. Section 2A of said chapter 12C, as so appearing, is hereby amended by
striking out, in lines 6 and 7, the words "commissioner of insurance" and inserting in place
thereof the following words:- commissioner of health insurance.

SECTION 57. Section 3 of said chapter 12C, as so appearing, is hereby amended by
striking out, in lines 19 and 20, the words "division of insurance" and inserting in place thereof
the following words:- division of health insurance.

SECTION 58. Section 7 of said chapter 12C, as so appearing, is hereby amended by
 striking out the first two paragraphs and inserting in place thereof the following paragraphs:-

783 Each acute hospital, ambulatory surgical center, non-hospital provider organization and 784 surcharge payor shall pay to the commonwealth an amount for the estimated expenses of the 785 center and for the other purposes described in this chapter which shall include any transfer made 786 to the Community Hospital Reinvestment Trust Fund established in section 2TTTT of chapter 787 29. For the purposes of this section, "non-hospital provider organization" shall mean a provider 788 organization required to register under section 11 that is: (i) a non-hospital-based physician 789 practice with not less than \$500,000,000 in annual gross patient service revenue; (ii) a clinical 790 laboratory; (iii) an imaging facility; or (iv) a network of affiliated urgent care centers.

The assessed amount for hospitals, ambulatory surgical centers and non-hospital provider organizations shall be not less than 33 per cent of the amount appropriated by the general court for the expenses of the center and for the other purposes described in this chapter which shall include any transfer made to the Community Hospital Reinvestment Trust Fund established in 795 section 2TTTT of chapter 29 minus amounts collected from (i) filing fees; (ii) fees and charges 796 generated by the center's publication or dissemination of reports and information; and (iii) 797 federal matching revenues received for these expenses or received retroactively for expenses of 798 predecessor agencies; provided, that non-hospital provider organizations shall be assessed not 799 less than 5 per cent of the assessed amount for hospitals, ambulatory surgical centers and non-800 hospital provider organizations. Each acute hospital, ambulatory surgical center and non-hospital 801 provider organization shall pay such assessed amount multiplied by the ratio of the hospital's, 802 ambulatory surgical center's or non-hospital provider organization's gross patient service 803 revenues to the total gross patient services revenues of all such hospitals, ambulatory surgical 804 centers and non-hospital provider organizations. Each acute hospital, ambulatory surgical center 805 and non-hospital provider organization shall make a preliminary payment to the center on 806 October 1 of each year in an amount equal to 1/2 of the previous year's total assessment. 807 Thereafter, each hospital, ambulatory surgical center and non-hospital provider organization 808 shall pay, within 30 days' notice from the center, the balance of the total assessment for the 809 current year based upon its most current projected gross patient service revenue. The center shall 810 subsequently adjust the assessment for any variation in actual and estimated expenses of the 811 center and for changes in hospital, ambulatory surgical center and non-hospital provider 812 organization gross patient service revenue. Such estimated and actual expenses shall include an 813 amount equal to the cost of fringe benefits and indirect expenses, as established by the 814 comptroller under section 5D of chapter 29. In the event of late payment by any such hospital, 815 ambulatory surgical center or non-hospital provider organization, the treasurer shall advance the 816 amount of due and unpaid funds to the center prior to the receipt of such monies in anticipation 817 of such revenues up to the amount authorized in the then current budget attributable to such

assessments and the center shall reimburse the treasurer for such advances upon receipt of such
revenues. This section shall not apply to any state institution or to any acute hospital which is
operated by a city or town.

821 SECTION 59. Section 8 of chapter 12C, as so appearing, is hereby amended by inserting
822 after the word "entities", in line 5, the following words:- including significant equity investors,
823 health care real estate investment trusts and management services organizations.

824 SECTION 60. Said section 8 of said chapter 12C, as so appearing, is hereby further 825 amended by inserting after the word "statements", in line 23, the following words:-, including 826 the audited financial statements of the parent organization's out-of-state operations, significant 827 equity investors, health care real estate investment trusts and management services 828 organizations,.

SECTION 61. Said section 8 of said chapter 12C, as so appearing, is hereby further
amended by striking out, in line 49, the words "and (6)" and inserting in place thereof the
following words:- (6) margins, including margins by payer type; (7) investments; (8) information
on any relationships with significant equity investors, health care real estate investment trusts
and management service organizations; and (9).

SECTION 62. Section 9 of said chapter 12C, as so appearing, is hereby amended by
striking out the words "entities and corporate affiliates", in line 21, and inserting in place thereof
the following words:- entities, including their out-of-state operations, and corporate affiliates,
including significant equity investors, health care real estate investment trusts and management
services organizations,.

839	SECTION 63. Said section 9 of said chapter 12C, as so appearing, is hereby further
840	amended by striking out, in lines 31, 34 and 35, and 36, each time they appear, the words
841	"division of insurance" and inserting in place thereof, in each instance, the following words:-
842	division of health insurance.
843	SECTION 64. Said section 9 of said chapter 12C, as so appearing, is hereby further
844	amended by striking out, in line 32, the words "and (10)" and inserting in place thereof the
845	following words:- (10) information regarding other assets and liabilities that may affect the
846	financial condition of the provider organization or the provider organization's facilities,
847	including, but not limited to, real estate sale-leaseback arrangements with health care real estate
848	investment trusts; and (11).
849	SECTION 65. Section 10 of said chapter 12C, as so appearing, is hereby amended by
850	striking out, in lines 24 and 25, the words "division of insurance" and inserting in place thereof
851	the following words:- division of health insurance.
852	SECTION 66. Said section 10 of said chapter 12C, as so appearing, is hereby further
853	amended by striking out, in lines 96 and 97, the words "commissioner of insurance" and
854	inserting in place thereof the following words:- commissioner of health insurance.
855	SECTION 67. Section 11 of said chapter 12C, as so appearing, is hereby further amended
856	by striking out, in line 11, the figure "\$1,000" and inserting in place thereof the following
857	figure:- \$25,000.
858	SECTION 68. Said section 11 of said chapter 12C, as so appearing, is hereby further
859	amended by striking out, in lines 13 to 16, inclusive, the words "notice; provided, however, that

the maximum annual penalty against a private payer, provider or provider organization under this
section shall be \$50,000" and inserting in place thereof the following word:- notice.

862 SECTION 69. Said section 11 of said chapter 12C, as so appearing, is hereby further 863 amended by adding the following 2 sentences:- The center shall notify the commission and the 864 department of public health if a provider or provider organization fails to timely report in accordance with this section, or if the center has assessed a penalty under this section. Such 865 866 notification shall be considered by the commission in a cost and market impact review under 867 section 13 of chapter 6D, and by the department in determining licensure and suitability in 868 accordance with section 51 of chapter 111 and for a determination of need under section 25C of 869 chapter 111.

870 SECTION 70. Said chapter 12C of the General Laws is hereby further amended by
871 striking out section 14, as so appearing, and inserting in place thereof the following section:-

872 Section 14. (a)(1) The center, in consultation with the statewide advisory committee 873 established pursuant to subsection (c), shall, not later than March 1 in each even-numbered year, 874 establish a standard set of measures of health care provider quality and health system 875 performance, hereinafter referred to as the "standard quality measure set", for use in: (i) contracts 876 between payers, including the commonwealth and carriers, and health care providers, provider 877 organizations and accountable care organizations, which incorporate quality measures into 878 payment terms, including the designation of a set of core measures and a set of non-core 879 measures; (ii) assigning tiers to health care providers in the design of any health plan; (iii) 880 consumer transparency websites and other methods of providing consumer information; and (iv) 881 monitoring system-wide performance.

882 (2) The standard quality measure set shall designate: (i) core measures that shall be used 883 in contracts that incorporate quality measures into payment terms between payers, including the 884 commonwealth and carriers, and health care providers, including provider organizations and 885 accountable care organizations, and shall meet the core criteria set by the statewide advisory 886 committee pursuant to paragraph (3) of subsection (c); and (ii) a menu of non-core measures that 887 may be used in such contracts. The standard quality measure set shall allow for innovation and 888 the development of outcome measures. If the standard quality measure set established by the 889 center differs from the recommendations of the statewide advisory committee, the center shall 890 issue a written report detailing each area of disagreement and the rationale for the center's 891 decision.

(b) The center shall develop uniform reporting requirements for the standard quality
measure set for each health care provider facility, medical group or provider group in the
commonwealth.

(c)(1) The center shall convene a statewide advisory committee which shall make
recommendations for the standard quality measure set to: (i) ensure consistency in the use of
quality measures in contracts between payers, including the commonwealth and carriers, and
health care providers in the commonwealth; (ii) ensure consistency in methods for the
assignment of tiers to providers in the design of any health plan; (iii) improve quality of care;
(iv) improve transparency for consumers and employers; (v) improve health system monitoring
and oversight by relevant state agencies; and (vi) reduce administrative burden.

902 (2) The statewide advisory committee shall consist of commissioner of health insurance903 and the executive director of the health policy commission, or their designees, who shall serve as

904 co-chairs, and shall include the following members or their designees: the executive director of 905 the center; the executive director of the Betsy Lehman center for patient safety and medical error 906 reduction; the executive director of the group insurance commission; the secretary of elder 907 affairs; the assistant secretary for MassHealth; the commissioner of the department of public 908 health; the commissioner of the department of mental health; and 11 members who shall be 909 appointed by the governor, 1 of whom shall be a representative of the Massachusetts Health and 910 Hospital Association, Inc., 1 of whom shall be a representative of the Massachusetts League of 911 Community Health Centers, Inc., 1 of whom shall be a representative the Massachusetts Medical 912 Society, 1 of whom shall be a registered nurse licensed to practice in Massachusetts who 913 practices in a patient care setting, 1 of whom shall be a representative of a labor organization 914 representing health care workers, 1 of whom shall be a behavioral health provider, 1 of whom 915 shall be a long-term supports and services provider, 1 of whom shall be a representative of Blue 916 Cross and Blue Shield of Massachusetts, Inc., 1 of whom shall be a representative of the 917 Massachusetts Association of Health Plans, Inc., 1 of whom shall be a representative of a 918 specialty pediatric provider, and 1 of whom shall be a representative for consumers. Members 919 appointed to the statewide advisory committee shall have experience with and expertise in health 920 care quality measurement.

(3) The statewide advisory committee shall meet quarterly to develop recommendations
for the core measure and non-core measures to be adopted in the standard quality measure set for
use in: (i) contracts between payers, including the commonwealth and carriers, and health care
providers, provider organizations and accountable care organizations, including the designation
of a set of core measures and a set of non-core measures; (ii) assigning tiers to health care

providers in the design of any health plan; (iii) consumer transparency websites and other
methods of providing consumer information; and (iv) monitoring system-wide performance.

928 (4) In developing its recommendations for the standard quality measure set, the statewide 929 advisory committee shall incorporate recognized quality measures including, but not limited to, 930 measures used by the Centers for Medicare and Medicaid Services, the group insurance 931 commission, carriers and providers and provider organizations in the commonwealth and other 932 states, as well as other valid measures of health care provider performance and outcomes, 933 including patient-reported outcomes and functional status, patient experience, health disparities 934 and population health. The statewide advisory committee shall consider measures applicable to 935 primary care providers, specialists, hospitals, provider organizations, accountable care 936 organizations, oral health providers and other types of providers and measures applicable to 937 different patient populations.

(5) The statewide advisory committee shall, not later than January 1 in each evennumbered year, submit to the center its recommendations on the core measures and non-core
measures to be adopted, changed or updated by the center in the standard quality measure set,
along with a report in support of its recommendations.

942 SECTION 71. Section 15 of said chapter 12C is hereby amended by striking out, in line943 4, the word "injury" and inserting in place thereof the following word:- harm.

944 SECTION 72. Said section 15 of said chapter 12C is hereby further amended by striking 945 out the definition of "Board" and inserting in place thereof the following 3 definitions:-

946 "Agency", any agency of the executive branch of the commonwealth, including but not947 limited to any constitutional or other office, executive office, department, division, bureau,

board, commission or committee thereof; or any authority created by the general court to serve a
public purpose, having either statewide or local jurisdiction.

950 "Board", the patient safety and medical errors reduction board.

951 "Healthcare-associated infection", an infection that a patient acquires during the course of952 receiving treatment for other conditions within a health care setting.

953 SECTION 73. Said section 15 of said chapter 12C, as so appearing, is hereby further 954 amended by inserting after the definition of "Patient safety" the following definition:-

955 "Patient safety information", data and information related to patient safety, including
956 adverse events, incidents, medical errors or health care-associated infections, that is collected or
957 maintained by agencies.

958 SECTION 74. Said section 15 of said chapter 12C, as so appearing, is hereby further 959 amended by striking out subsection (f) and inserting in place thereof the following 3 960 subsections:-

(f) Notwithstanding any general or special law to the contrary, the Lehman center and
any agency that collects or maintains patient safety information may transmit such information,
including personal data as defined in section 1 of chapter 66A, to each other through an
agreement, which may be an interagency service agreement, that provides for any safeguards
necessary to protect the privacy and security of the information; provided, that the transmission
of such information shall be consistent with federal law.

967 (g) The Lehman center may adopt rules and regulations necessary to carry out the968 purpose of this section. The Lehman center may contract with any federal, state or municipal

969 entity or other public institution or with any private individual, partnership, firm, corporation,
970 association or other entity to manage its affairs or carry out the purpose of this section.

971 (h) The Lehman center shall report annually to the joint committee on health care
972 financing regarding the progress made in improving patient safety and medical error reduction.
973 The Lehman center shall seek federal and foundation support to supplement state resources to
974 carry out the Lehman center's patient safety and medical error reduction goals.

975 SECTION 75. Section 16 of said chapter 12C, as so appearing, is hereby amended by
976 inserting after subsection (c) the following subsection:-

977 (d) The center's report on the third year of a benchmark cycle shall be a final benchmark
978 cycle report and shall compare the costs and cost trends for the entire benchmark cycle with the
979 health care cost growth benchmark established by the health policy commission under section 9
980 of chapter 6D.

981 SECTION 76. Chapter 12C of the General Laws is hereby amended by striking out
 982 section 17, as so appearing, and inserting in place thereof the following section:-

983 Section 17. The attorney general may review and analyze any information submitted to 984 the center by a provider, provider organization, significant equity investor, health care real estate 985 investment trust, management services organization or payer pursuant to sections 8, 9 and 10, 986 and to the health policy commission under section 8 of chapter 6D. The attorney general may 987 require that such entities produce documents, answer interrogatories and provide testimony under 988 oath related to health care costs and cost trends, factors that contribute to cost growth within the 989 commonwealth's health care system and the relationship between provider costs and payer 990 premium rates. The attorney general shall keep confidential all nonpublic information and

991 documents obtained under this section and shall not disclose the information or documents to any 992 person without the consent of the entity that produced the information or documents; provided, 993 however that the attorney general may disclose such information or documents during (i) the 994 annual hearing conducted under section 8 of chapter 6D, (ii) a rate hearing before the division of 995 health insurance, or (iii) in a case brought by the attorney general, if the attorney general believes 996 that such disclosure will promote the health care cost containment goals of the commonwealth 997 and that the disclosure would be in the public interest after taking into account any privacy, trade 998 secret or anti-competitive considerations. The confidential information and documents shall not 999 be public records and shall be exempt from disclosure under clause Twenty-sixth of section 7 of 1000 chapter 4 or section 10 of chapter 66.

SECTION 77. Said chapter 12C is hereby further amended by striking out section 18 and
 inserting in place thereof the following section:-

Section 18. (a) For the purposes of this section, "health care entity" shall mean a clinic,
hospital, ambulatory surgical center, physician organization, carrier or an accountable care
organization required to register under section 11.

1006 (b) The center shall perform ongoing analysis of data it receives under this chapter to1007 identify any health care entity whose:

(1) contribution to health care spending growth, including but not limited to, spending
levels and growth as measured by health status adjusted total medical expense, is considered
excessive and who threaten the ability of the state to meet the health care cost growth benchmark
established by the health policy commission under section 9 of chapter 6D; provided, that the
center shall identify cohorts for similar health care entities and establish differential standards for

1013 excessive growth rates, based on a health care entity's baseline spending, pricing levels and1014 payer mix; or

1015 (2) data is not submitted to the center in a proper, timely or complete manner.

1016 (c) The center shall confidentially provide a list of the health care entities to the health 1017 policy commission such that the commission may pursue further action under section 10 of 1018 chapter 6D. Confidential referrals under this section shall not preclude the center from using its 1019 authority to assess penalties for noncompliance under section 11.

SECTION 78. Section 10 of chapter 13 of the General Laws, as so appearing, is hereby
amended by striking out the last paragraph and inserting in place thereof the following
paragraph:-

1023 The board shall adopt, amend and rescind such rules and regulations as it deems 1024 necessary to carry out this chapter; provided, however, that prior to adoption, amendment or 1025 rescission, any rule or regulation shall be submitted to the commissioner of public health for 1026 approval. The board may, subject to the approval of the commissioner of public health, appoint 1027 appropriate staff, including an executive director, legal counsel and any such other assistants as 1028 the board may require. The board may also make contracts and arrangements for the 1029 performance of administrative and similar services required, or appropriate, in the performance 1030 of the duties of the board.

SECTION 79. Said chapter 13 is hereby further amended by striking out section 10A, as
so appearing, and inserting in place thereof the following section:-

1033 Section 10A. The commissioner of public health shall review and approve any rule or 1034 regulation proposed by the board of registration in medicine pursuant to section 10. Such rule or 1035 regulation shall be deemed disapproved unless approved within 30 days of submission to the 1036 commissioner pursuant to said section 10. 1037 SECTION 80. Section 1 of chapter 24A of the General Laws is hereby further amended 1038 by striking out, in lines 18 and 19, as so appearing, the words "department of banking and 1039 insurance" and inserting in place thereof the following words:- department of banking, insurance 1040 and health insurance. 1041 SECTION 81. Chapter 26 of the General Laws is hereby amended by striking out the title

1042 and inserting in place thereof the following title:- DEPARTMENT OF BANKING,

1043 INSURANCE AND HEALTH INSURANCE

1044 SECTION 82. Chapter 26 of the General Laws is hereby further amended by striking out 1045 section 1, as appearing in the 2022 Official Edition, and inserting in place thereof the following 1046 section:-

1047 Section 1. (a) There shall be a department of banking, insurance and health insurance 1048 consisting of a division of banks and loan agencies, a division of insurance and a division of 1049 health insurance.

(b)(1) The division of health insurance shall have authority to oversee the health
insurance market in the commonwealth and regulate companies organized to transact business
and offering policies of accident and sickness insurance under chapter 175; nonprofit hospital
service corporations under chapter 176A; nonprofit medical service corporations under chapter
176B; nonprofit medical service plans under chapter 176C; dental service corporations under

1055	chapter 176E; optometric service corporations under chapter 176F; health maintenance
1056	organizations under chapter 176G; preferred provider arrangements under chapter 176I; health
1057	benefit plans under chapter 176J; Medicare supplemental insurance or Medicare select insurance
1058	contracts authorized under chapter 176K; nongroup health plans under chapter 176M; risk-
1059	bearing provider organizations under chapter 176T; long-term care insurance policies under
1060	chapter 176U; and dental benefit insurance plans under chapter 176X.
1061 1062	(2) The division of insurance shall have authority for oversight over all other insurance markets not included in paragraph 1.
1063	(c) Each division shall have a commissioner who shall be known, respectively, as the
1064	commissioner of banks, the commissioner of insurance and the commissioner of health
1065	insurance. The commissioners shall act as a board in all matters concerning the department as a
1066	whole.
1067	SECTION 83. Said chapter 26 is hereby further amended by striking out section 7A, as
1068	so appearing, and inserting in place thereof the following section:-
1069	Section 7A. (a) As used in this section, the following words shall, unless the context
1070	clearly requires otherwise, have the following meanings:-
1071	"Commissioner", the commissioner of the division of health insurance.
1072	"Division", the division of health insurance.
1073	"Rate review", any examination performed by the commissioner of the aggregate rates of
1074	payment pursuant to sections 5, 6 and 10 of chapter 176A; section 4 of chapter 176B; section 16

1075 of chapter 176G; section 6 of chapter 176J; and section 7 of chapter 176K.

1076 (b) There shall be a commissioner within the division of health insurance who shall be 1077 the executive and administrative head of the division, with the authority to oversee the health 1078 insurance market in the commonwealth. The commissioner shall: (i) protect the interests of 1079 consumers of health insurance; (ii) encourage fair treatment of health care providers by health 1080 insurers; (iii) enhance equity, access, quality and affordability in the health care system; (iv) 1081 guard the solvency of health insurers; (v) work cooperatively with the health policy commission 1082 and the center for health information and analysis to monitor health care spending; and (vi) 1083 prioritize affordability of health insurance products during rate review.

1084 (c) The commissioner shall develop affordability standards to consider during rate 1085 review; provided, however, that the commissioner's review of a carrier's rates shall adhere to 1086 principles of solvency and actuarial soundness. Such standards shall consider the following:

(i) affordability for consumers, including the totality of costs paid by consumers of health
insurance for covered benefits including, but not limited to, the enrollee's share of premium, outof-pocket maximum amounts, deductibles, copays, coinsurance and other forms of cost sharing
for health insurance coverage;

(ii) affordability for purchasers, including the totality of costs paid by purchasers of
health insurance including, but not limited to, premium costs, actuarial value of coverage for
covered benefits and the value delivered on health care spending in terms of improved quality
and cost efficiency; and

(iii) the impact of proposed rates on the commonwealth's performance against the healthcare cost growth benchmark established in section 9 of chapter 6D.

(d) The commissioner shall review data and documents submitted to the division
including, but not limited to, any materials submitted as part of rate reviews, to examine the
causes of premium rate increases and excessive provider price variation.

1100 (e) The commissioner shall be appointed by the governor to serve for a term coterminous 1101 with that of the governor and shall devote their full time during business hours to the duties of 1102 the office. The position of commissioner shall be classified in accordance with section 45 of 1103 chapter 30 and the salary shall be determined in accordance with section 46C of said chapter 30. 1104 The commissioner shall appoint, at a minimum, the following employees: a first deputy, a 1105 general counsel, a chief health economist, a chief actuary, a chief research analyst, and a chief 1106 examiner. The appointed employees shall devote their full time to the duties of their offices, shall 1107 be exempt from chapters 30 and 31 and shall serve at the pleasure of the commissioner. In case 1108 of a vacancy in the office of commissioner, and during their absence or disability, the first deputy 1109 shall perform the duties of the office, or in case of the absence or disability of such first deputy, 1110 the general counsel. The commissioner may appoint and remove additional employees, including 1111 deputies, economists, analysts, examiners, assistant actuaries, inspectors, clerks and other 1112 assistants as the work of the division may require. Such additional employees shall perform such 1113 duties as the commissioner may prescribe.

(f) The commissioner shall make and collect an assessment against the carriers licensed under chapters 175, 176A, 176B, 176E, 176F and 176G to pay for the expenses of the division. The assessment shall be at a rate sufficient to produce \$2,000,000 annually. In addition to that amount, the assessment shall include an amount to be credited to the General Fund which shall be equal to the total amount of funds estimated by the secretary of administration and finance to be expended from the General Fund for indirect and fringe benefit costs attributable to the personnel costs of the division. The assessment shall be allocated on a fair and reasonable basis among all carriers licensed under said chapters. The funds produced by the assessments shall be expended by the division, in addition to any other funds which may be appropriated, to assist in defraying the general operating expenses of the division, and may be used to compensate consultants retained by the division. A carrier licensed under said chapters shall pay the amount assessed against it within 30 days after the date of the notice of assessment from the commissioner.

SECTION 84. Section 7B of said chapter 26, as so appearing, is hereby amended by
inserting after the word "commissioner", in line 2, the following words:- of health insurance.

SECTION 85. Said section 7B of said chapter 26, as so appearing, is hereby further
amended by striking out, in line 9, the word "bureau" and inserting in place thereof the following
words:- division of health insurance.

SECTION 86. Section 8H of said chapter 26, as so appearing, is hereby amended bystriking out the first and second paragraphs.

1134 SECTION 87. Said section 8H of said chapter 26, as so appearing, is hereby further 1135 amended by striking out, in lines 48, 55 and 73 and 74, the words "division of insurance" and 1136 inserting in place thereof, in each instance, the following words:- division of health insurance.

1137 SECTION 88. Said section 8H of said chapter 26, as so appearing, is hereby further 1138 amended by striking out, in line 90, the words "commissioner of insurance" and inserting in 1139 place thereof the following words:- commissioner of health insurance.

1140	SECTION 89. Section 8K of said chapter 26, as so appearing, is hereby amended by
1141	striking out, in line 1, the words "commissioner of insurance" and inserting in place thereof the
1142	following words:- commissioner of health insurance.
1143	SECTION 90. Said section 8K of said chapter 26, as so appearing, is hereby further
1144	amended by striking out, in line 28, the words "division of insurance" and inserting in place
1145	thereof the following words:- division of health insurance.
1146	SECTION 91. Section 8M of said chapter 26, as so appearing, is hereby amended by
1147	striking out, in lines 6 and 74 and 75, the words "commissioner of insurance" and inserting in
1148	place thereof, in each instance, the following words:- commissioner of health insurance.
1149	SECTION 92. Said section 8M of said chapter 26, as so appearing, is hereby further
1150	amended by striking out, in lines 128 and 129, the words "division of insurance" and inserting in
1151	place thereof the following words:- division of health insurance.
1152	SECTION 93. Subsection (b) of section $7H_2^{1/2}$ of chapter 29 of the General Laws, as so
1153	appearing, is hereby amended by striking out the first sentence and inserting in place thereof the
1154	following sentence:- On or before January 15 in the year immediately preceding the start of a
1155	benchmark cycle, as defined in section 1 of chapter 6D, the secretary of administration and
1156	finance shall meet with the house and senate committees on ways and means and shall jointly
1157	develop a growth rate of potential gross state product for the ensuing benchmark cycle which
1158	shall be agreed to by the secretary and the committees.
1159	SECTION 94. Section 3 of chapter 32A of the General Laws, as so appearing, is hereby
1160	amended by striking out, in line 5, the words "commissioner of insurance" and inserting in place

1161 thereof the following words:- commissioner of health insurance.

1162	SECTION 95. Section 17Q of said chapter 32A, as so appearing, is hereby amended by
1163	striking out, in lines 5 and 6 and 7, the words "division of insurance" and inserting in place
1164	thereof, in each instance, the following words:- division of health insurance.
1165	SECTION 96. Section 22B of said chapter 32A, as so appearing, is hereby amended by
1166	striking out, in lines 7 and 101 and 102, the words "commissioner of insurance" and inserting in
1167	place thereof, in each instance, the following words:- commissioner of health insurance.
1168	SECTION 97. Section 25 of said chapter 32A, as so appearing, is hereby amended by
1169	striking out, in lines 78 and 79 and 94, the words "commissioner of insurance" and inserting in
1170	place thereof, in each instance, the following words:- commissioner of health insurance.
1171	SECTION 98. Subsection (c) of section 8B of chapter 62C of the General Laws, as so
1172	appearing, is hereby amended by striking out the third and fourth sentences and inserting in place
1173	thereof the following 2 sentences:- The commissioner of revenue, in consultation with the
1174	commissioner of health insurance, may specify the content and format of the statements and
1175	reports. The commissioner of revenue may disclose the information in the statements and reports
1176	to the division of health insurance, the center for health information and analysis and the
1177	commonwealth health insurance connector.
1178	SECTION 99. Said section 8B of said chapter 62C, as so appearing, is hereby further
1179	amended by striking out, in lines 35 and 36, the words "commissioner of insurance" and
1180	inserting in place thereof the following words:- commissioner of health insurance.
1181	SECTION 100. Section 21 of said chapter 62C is hereby amended by inserting after the
1182	word "insurance", in line 146, as so appearing, the following words:-, the division of health
1183	insurance.

1184 SECTION 101. Section 12 of chapter 62E of the General Laws, as so appearing, is 1185 hereby amended by inserting after the word "insurance", in lines 19 and 20, the following 1186 words:-, the division of health insurance.

SECTION 102. Section 26 of chapter 63 of the General Laws, as so appearing, is hereby amended by striking out, in lines 3 and 4, the words "and the commissioner of insurance" and inserting in place thereof the following words:-, the commissioner of insurance and the commissioner of health insurance.

SECTION 103. Section 9-609 of chapter 106 of the General Laws, as so appearing, is
hereby amended by adding the following subsection:-

(d) Notwithstanding subsection (a), in the case of a debtor that is a hospital licensed by the department of public health under section 51 of chapter 111, and collateral that is a medical device, a secured party shall send notice to the debtor and the department of public health 60 days prior to taking possession of the collateral, rendering equipment unusable or disposing of the collateral on the debtor's premises pursuant to subsection (a). For the purposes of this subsection, "medical device" shall have the same meaning as that term is defined in section 1 of chapter 111N.

SECTION 104. Chapter 110C of the General Laws is hereby amended by striking out
section 11, as so appearing, and inserting in place thereof the following section:-

1202 Section 11. If the offeror or a target company is an insurance company subject to

1203 regulation under chapter 175 to chapter 175C, inclusive, the commissioner of insurance

appointed pursuant to section 6 of chapter 26 or their designee, or the commissioner of health

1205 insurance appointed pursuant to section 7A of chapter 26, or their designee, as appropriate, shall

for all purposes of this section be substituted for the secretary. This section shall not be construed
to limit or modify in any way any responsibility, authority, power or jurisdiction of the secretary,
the commissioner of insurance or the commissioner of health insurance pursuant to any other
provisions of law.

SECTION 105. Section 24N of chapter 111 of the General Laws, as so appearing, is
hereby amended by striking out, in line 71, the words "commissioner of insurance" and inserting
in place thereof the following words:- commissioner of health insurance.

SECTION 106. The first paragraph of section 25A of said chapter 111, as so appearing, is hereby amended by striking out the first sentence and inserting in place thereof the following sentence:- Under the direction of the health resource planning council established in section 22 of chapter 6D, the department shall establish and maintain, on a current basis, an inventory of all health care resources together with all other reasonably pertinent information concerning such resources, in order to identify the location, distribution and nature of all such resources in the commonwealth.

1220 SECTION 107. Said section 25A of said chapter 111, as so appearing, is hereby further 1221 amended by striking out, in lines 16 and 17, the words "in a designated office of the department" 1222 and inserting in place thereof the following words:- as determined by the health resource 1223 planning council established in section 22 of chapter 6D.

- SECTION 108. Said section 25A of said chapter 111, as so appearing, is hereby furtheramended by striking out the fourth paragraph.
- SECTION 109. Section 25C of said chapter 111, as so appearing, is hereby amended bystriking out subsection (g) and inserting in place thereof the following subsection:-

1228 (g) The department, in making any determination of need, shall encourage appropriate 1229 allocation of private and public health care resources and the development of alternative or 1230 substitute methods of delivering health care services so that adequate health care services will be 1231 made reasonably available to every person within the commonwealth at the lowest reasonable 1232 aggregate cost. The department, in making any determination of need, shall consider: (i) the state 1233 health plan developed pursuant to section 22 of chapter 6D; (ii) the commonwealth's cost 1234 containment goals; (iii) the impacts on the applicant's patients, the workforce of surrounding 1235 health care providers and on other residents of the commonwealth; and (iv) any comments and 1236 relevant data from the center for health information and analysis, the health policy commission 1237 including, but not limited to, any cost and market impact review report pursuant to subsection (1) 1238 of section 13 of chapter 6D and any other state agency. The department may impose reasonable 1239 terms and conditions on the approval of a determination of need as the department determines 1240 are necessary to achieve the purposes and intent of this section. The department may also 1241 recognize the special needs and circumstances of projects that: (1) are essential to the conduct of 1242 research in basic biomedical or health care delivery areas or to the training of health care 1243 personnel; (2) are unlikely to result in any increase in the clinical bed capacity or outpatient load 1244 capacity of the facility; and (3) are unlikely to cause an increase in the total patient care charges 1245 of the facility to the public for health care services, supplies and accommodations, as such 1246 charges shall be defined from time to time in accordance with section 5 of chapter 409 of the acts 1247 of 1976.

1248 SECTION 110. Said section 25C of said chapter 111, as so appearing, is hereby further 1249 amended by inserting after the word "applicant", in line 129, the following words:- by an entity 1250 selected by the department from a list of 3 entities submitted by the applicant.

SECTION 111. Said section 25C of said chapter 111, as so appearing, is hereby further
 amended by striking out subsection (i) and inserting in place thereof the following subsection:-

1253 (i) Except in the case of an emergency situation determined by the department as 1254 requiring immediate action to prevent further damage to the public health or to a health care 1255 facility, the department shall not act upon an application for such determination unless: (i) the 1256 application has been on file with the department for at least 30 days; (ii) the center for health 1257 information and analysis, the health policy commission, the state and appropriate regional 1258 comprehensive health planning agencies and, in the case of long-term care facilities only, the 1259 department of elder affairs, or in the case of any facility providing inpatient services for 1260 individuals with intellectual or developmentally disabilities, the departments of mental health or 1261 developmental services, respectively, have been provided copies of such application and 1262 supporting documents and given reasonable opportunity to supply required information and 1263 comment on such application; and (iii) a public hearing has been held on such application when 1264 requested by the applicant, the state or appropriate regional comprehensive health planning 1265 agency, any 10 taxpayers of the commonwealth and any other party of record as defined in 1266 section 25C¹/₄. If, in any filing period, an individual application is filed that would implicitly 1267 decide any other application filed during such period, the department shall not act only upon an 1268 individual.

SECTION 112. Said section 25C of said chapter 111, as so appearing, is hereby further amended by striking out subsection (j) and inserting in place thereof the following subsection:-

(j) The department shall so approve or disapprove, in whole or in part, each suchapplication for a determination of need within 4 months after filing with the department;

1273 provided, however, that the department may, on 1 occasion only, delay the action for up to 2 1274 months after the applicant has provided information which the department has reasonably 1275 requested; and provided further, that the period for review of an application for which an 1276 independent cost-analysis is required pursuant to subsection (h) shall be stayed until a completed 1277 independent cost-analysis is received and accepted by the department. Any determination of 1278 need issued to a holder that is subject to a cost and market impact review under section 13 of 1279 chapter 6D shall not go into effect until a minimum of 30 days after the issuance of a final report 1280 under subsection (f) of said section 13 of said chapter 6D. Any determination of need issued to a 1281 holder that is subject to a performance improvement plan pursuant to section 10 of said chapter 1282 6D shall not go into effect until 30 days after a determination by the health policy commission 1283 that the holder is implementing or has implemented said performance improvement plan; 1284 provided, however, that the health policy commission may rescind its determination that the 1285 holder is implementing a performance improvement plan at any time prior to successful 1286 completion of the performance improvement plan. Applications remanded to the department by 1287 the health facilities appeals board under section 25E shall be acted upon by the department 1288 within the same time limits provided in this section for the department to approve or disapprove 1289 applications for a determination of need. If an application has not been acted upon by the 1290 department within such time limits, the applicant may, within a reasonable period of time, bring 1291 an action in the nature of mandamus in the superior court to require the department to act upon 1292 the application.

1293 SECTION 113. Said chapter 111 is hereby further amended by inserting after section 25C1294 the following section:-

Section 25C¹/₄. (a) As used in this section, the following words shall, unless the context
clearly requires otherwise, have the following meanings:-

"Independent community hospital", any hospital that has been: (i) designated by the
health policy commission as an independent community hospital for the year in which an
application for a determination of need is filed; or (ii) qualified in the year 2021 as an eligible
hospital as defined in subsection (d) of section 63 of chapter 260 of the acts of 2020.

"Party of record", an applicant for a determination of need; the attorney general; the
center for health information and analysis; the health policy commission; any government
agency with relevant oversight or licensure authority over the proposed project or components
therein; any 10 taxpayers of the commonwealth; or an independent community hospital whose
primary service area overlaps with the primary service area of the applicant's proposed project.
A party of record may review an application for determination of need as well as provide written
comment for consideration by the department.

"Primary service area", the contiguous geographic area from which a health care facility draws 75 per cent of its commercial discharges, as measured by the zip codes closest to the facility by drive time, and for which the facility represents a minimum proportion of the total discharges in a zip code, as determined by the department in consultation with the health policy commission and based on the best available data using a methodology determined by the department in consultation with the health policy commission.

1314 "Proposed project", a project for the construction of a freestanding ambulatory surgery1315 center for which a notice of determination of need is a prerequisite of licensure.

1316 (b) For any application for a determination of need for which the primary service area of 1317 the proposed project overlaps with the primary service area of an existing independent 1318 community hospital, the applicant shall obtain and include in such application a letter of support 1319 from the independent community hospital's chief executive officer and board chair; provided, 1320 however, that a proposed project that constitutes a joint venture between the applicant and the 1321 independent community hospital shall be exempt from this subsection. The department shall 1322 conduct a preliminary review of each application to determine compliance with this subsection. 1323 If the department determines that an application is not in compliance, the department shall 1324 identify to the applicant any independent community hospital whose support is required by this 1325 subsection and dismiss said application without prejudice. If the department fails to conduct a 1326 preliminary review of an application or fails to dismiss an application that does not satisfy the 1327 requirements of this subsection, the independent community hospital whose primary service area 1328 overlaps with the primary service area of the proposed project may, within a reasonable period of 1329 time, bring a civil action in the nature of mandamus in the superior court to require the 1330 department to act in accordance with this subsection.

SECTION 114. Section 25F of said chapter 111, as appearing in the 2022 Official
Edition, is hereby amended by inserting after the word "care", in line 7, the following word:financing.

SECTION 115. Section 25G of said chapter 111, as so appearing, is hereby amended by inserting after the word "agency", in line 3, the following words:- , an independent community hospital, as defined by section 25C¹/₄, whose primary service area overlaps with the primary service area of a proposed project under said section 25C¹/₄. 1338 SECTION 116. Section 51G of said chapter 111, as so appearing, is hereby amended by1339 striking out paragraph (4) and inserting in place thereof the following paragraph:-

1340 (4)(a) Any hospital shall inform the department 90 days prior to the closing of the hospital or the discontinuance of any essential health service provided therein. The department 1341 1342 shall by regulation define the words "essential health service" for the purposes of this section. 1343 The department shall, in the event that a hospital proposes to discontinue an essential health 1344 service or services, conduct a public hearing on the closure of said essential services or of the 1345 hospital. The department shall determine whether any such discontinued services are necessary 1346 for preserving access and health status in the hospital's service area and shall require hospitals to 1347 submit a plan for assuring access to such necessary services following the hospital's closure of 1348 the service and assure continuing access to such services in the event that the department 1349 determines that their closure will significantly reduce access to necessary services. The 1350 department shall conduct a public hearing prior to a determination on the closure of said essential 1351 services or of the hospital.

1352 (b) The health policy commission may conduct and submit to the department an essential 1353 service closure impact assessment to analyze the impact of the proposed essential service closure 1354 on health care access, cost, quality or market function. To support its analysis, the health policy 1355 commission may require the hospital to submit information concerning the essential service 1356 closure, including, but not limited to, its organizational structure, input costs, pricing, utilization 1357 and revenue. The service closure impact assessment shall evaluate factors that impact the 1358 hospital's ability to maintain the essential health service and shall include, but shall not be 1359 limited to, an analysis of the following: (i) the hospital's overall financial position and the 1360 financial position of the service line, including quality of earnings assessment; (ii) significant

1361 factors influencing the hospital's financial position, including those within and outside of the 1362 hospital's control; (iii) other operating conditions including, but not limited to, staffing, supplies and patient demand; and (iv) the impact of the service closure on the functioning of the health 1363 1364 care system, particularly on vulnerable populations and on the state health plan developed 1365 pursuant to section 22 of chapter 6D. The commission shall keep confidential all nonpublic 1366 information and documents obtained under this paragraph and shall not disclose the information 1367 or documents to any person without the consent of the hospital that produced the information or 1368 documents, except in summary form if the commission believes that such disclosure should be 1369 made in the public interest after taking into account any privacy, trade secret or anti-competitive 1370 considerations. The confidential information and documents shall not be public records and shall 1371 be exempt from disclosure under clause Twenty-sixth of section 7 of chapter 4 or section 10 of 1372 chapter 66. The essential service closure impact assessment may include recommendations on an 1373 appropriate hospital plan for ensuring access following the essential service closure or 1374 recommendations to the department concerning strategies to address challenges in maintaining 1375 such services.

1376 (c) No original license shall be granted to establish or maintain an acute-care hospital, as 1377 defined in section 25B, unless the applicant submits a plan, to be approved by the department, 1378 for the provision of community benefits, including the identification and provision of essential 1379 health services. In approving the plan, the department may take into account the applicant's 1380 existing commitment to primary and preventive health care services and community 1381 contributions as well as the primary and preventive health care services and community 1382 contributions of the predecessor hospital. The department may waive this requirement, in whole 1383 or in part, at the request of the applicant that has provided or at the time the application is filed, is providing, substantial primary and preventive health care services and community contributionsin its service area.

1386 SECTION 117. Said section 51G of said chapter 111, as so appearing, is hereby further
1387 amended by adding the following 2 paragraphs:-

1388 (7)(a) No original license shall be granted to establish or maintain an acute-care hospital, 1389 as defined in section 25B, if the main campus of the acute-care hospital is leased from a health 1390 care real estate investment trust, as defined in section 1 of chapter 6D; provided, however, that 1391 any acute-care hospital that, as of April 1, 2024, is leasing its main campus from a health care 1392 real estate investment trust shall be exempt from the requirements of this subsection. An exempt 1393 acute-care hospital under this subsection shall maintain its exempt status after a transfer to any 1394 transferee and subsequent transferees. A transferee or subsequent transferee of an acute-care 1395 hospital that is exempt from the requirements of this subsection shall be issued a license if the 1396 transferee otherwise satisfies all other requirements for licensure under this chapter. For the purposes of this subsection, "main campus" shall mean the licensed premises within which the 1397 1398 majority of inpatient beds are located.

(b) No original license shall be granted to establish or maintain an acute-care hospital
unless all documents related to any lease, master lease, sublease, license or any other agreement
for the use, occupancy or utilization of the premises occupied by the acute-care hospital are
disclosed to the department upon application for licensure.

(8) No original license shall be granted to establish or maintain an acute-care hospital, as
defined in section 25B, unless the applicant is in compliance with the reporting requirements
established in sections 8, 9 and 10 of chapter 12C.

1406	SECTION 118. Section 51H of said chapter 111, as so appearing, is hereby amended by
1407	striking out the definition of "Facility" and inserting in place thereof the following definition:-
1408	"Facility", a hospital, institution for the care of unwed mothers, clinic providing
1409	ambulatory surgery as defined in section 25B, limited service clinic licensed pursuant to section
1410	51J, office-based surgical center licensed pursuant to section 51M or urgent care center licensed
1411	pursuant to section 51N.
1412	SECTION 119. Said section 51H of said chapter 111, as so appearing, is hereby further
1413	amended by inserting after the definition of "Healthcare-associated infection" the following
1414	definition:-
1415	"Operational impairment event", any action, or notice of impending action, including a
1416	notice of financial delinquency, concerning the repossession of medical equipment or supplies
1417	necessary for the provision of patient care.
1418	SECTION 120. Subsection (b) of said section 51H of said chapter 111, as so appearing, is
1419	hereby amended by adding the following paragraph:-
1420	An operational impairment event shall be reported by a facility not later than 1 calendar
1421	day after it occurs. Notwithstanding any general or special law to the contrary, no contract
1422	between a facility and a lessor of medical equipment shall authorize the repossession of medical
1423	equipment or supplies unless the lessor provides a notice of financial delinquency to the
1424	department not less than 60 days prior to repossession of any medical equipment or supplies
1425	necessary for the provision of patient care. Any provision of any contract or other document
1426	between a lessor of medical equipment and a facility which does not comply with this paragraph
1427	shall be void as against public policy of the commonwealth.
	66 of 101

SECTION 121. Said chapter 111 is hereby further amended by inserting after section 51L
the following 2 sections:-

Section 51M. (a) As used in this section, the following words shall, unless the contextclearly requires otherwise, have the following meanings:-

"Deep sedation", a drug-induced depression of consciousness during which: (i) the
patient cannot be easily awakened but responds purposefully following repeated painful
stimulation; (ii) the patient's ability to maintain independent ventilatory function may be
impaired; (iii) the patient may require assistance in maintaining a patent airway and spontaneous
ventilation may be inadequate; and (iv) the patient's cardiovascular function is usually
maintained without assistance.

1438 "General anesthesia", a drug-induced depression of consciousness during which: (i) the 1439 patient is not able to be awakened, even by painful stimulation; (ii) the patient's ability to 1440 maintain independent ventilatory function is often impaired; (iii) the patient, in many cases, often 1441 requires assistance in maintaining a patent airway and positive pressure ventilation may be 1442 required because of depressed spontaneous ventilation or drug-induced depression of 1443 neuromuscular function; and (iv) the patient's cardiovascular function may be impaired.

- 1444 "Minimal sedation", a drug-induced state during which: (i) patients respond normally to
 1445 verbal commands; (ii) cognitive function and coordination may be impaired; and (iii) ventilatory
 1446 and cardiovascular functions are unaffected.
- 1447 "Minor procedures", (i) procedures that can be performed safely with a minimum of1448 discomfort where the likelihood of complications requiring hospitalization is minimal; (ii)

procedures performed with local or topical anesthesia; or (iii) liposuction with removal of less
than 500cc of fat under un-supplemented local anesthesia.

1451 "Moderate sedation", a drug-induced depression of consciousness during which: (i) the 1452 patient responds purposefully to verbal commands, either alone or accompanied by light tactile 1453 stimulation; (ii) no interventions are required to maintain a patent airway; (iii) spontaneous 1454 ventilation is adequate; and (iv) the patient's cardiovascular function is usually maintained 1455 without assistance.

1456 "Office-based surgical center", an office, group of offices, a facility or any portion 1457 thereof owned, leased or operated by 1 or more practitioners engaged in a solo or group practice, 1458 however organized, whether conducted for profit or not for profit, which is advertised, 1459 announced, established or maintained for the purpose of providing office-based surgical services; 1460 provided, however, that "office-based surgical center" shall not include: (i) a hospital licensed 1461 under section 51 or by the federal government; (ii) an ambulatory surgical center as defined 1462 pursuant to section 25B and licensed under said section 51; or (iii) a surgical center performing 1463 services in accordance with section 12M of chapter 112.

1464 "Office-based surgical services", any ambulatory surgical or other invasive procedure 1465 requiring: (i) general anesthesia; (ii) moderate sedation; or (iii) deep sedation and any liposuction 1466 procedure, excluding minor procedures and procedures requiring minimal sedation, where such 1467 surgical or other invasive procedure or liposuction is performed by a practitioner at an office-1468 based surgical center.

(b) The department shall establish rules, regulations and practice standards for thelicensing of office-based surgical centers. In determining rules, regulations and practice

standards necessary for licensure as an office-based surgical center, the department may, at its
discretion, determine which regulations applicable to an ambulatory surgical center, as defined in
section 25B, shall apply to an office-based surgical center.

(c) The department shall issue for a term of 2 years and renew for a like term, a license to maintain an office-based surgical center to an entity or organization that demonstrates to the department that it is responsible and suitable to maintain such a center. An office-based surgical center license shall list the specific locations on the premises where surgical services are provided. In the case of the transfer of ownership of an office-based surgical center, the application of the new owner for a license, when filed with the department on the date of transfer of ownership, shall have the effect of a license for a period of 3 months.

(d) An office-based surgical center license shall be subject to suspension, revocation or
refusal to issue or to renew for cause if, in its reasonable discretion, the department determines
that the issuance of such license would be inconsistent with the best interests of the public health,
welfare or safety. Nothing in this subsection shall limit the authority of the department to require
a fee, impose a fine, conduct surveys and investigations or to suspend, revoke or refuse to renew
a license issued pursuant to subsection (c).

(e) Initial application and renewal fees for the license shall be established pursuant tosection 3B of chapter 7.

(f) The department may impose a fine of up to \$10,000 on a person or entity that
advertises, announces, establishes or maintains an office-based surgical center without a license
granted by the department. The department may impose a fine of not more than \$10,000 on a
licensed office-based surgical center for violations of this section or any rule or regulation

promulgated pursuant to this section. Each day during which a violation continues shall
constitute a separate offense. The department may conduct surveys and investigations to enforce
compliance with this section.

1496 (g) Notwithstanding any general or special law or rule to the contrary, the department 1497 may issue a 1-time provisional license to an applicant for an office-based surgical center licensed 1498 pursuant to this section if such office-based surgical center holds: (i) a current accreditation from 1499 the Accreditation Association for Ambulatory Health Care, American Association for 1500 Accreditation of Ambulatory Surgery Facilities, Inc., or the Joint Commission, or (ii) a current 1501 certification for participation in either Medicare or Medicaid. The department may approve such 1502 a provisional application upon a finding of responsibility and suitability and that the office-based 1503 surgical center meets all other licensure requirements as determined by the department. Such 1504 provisional license issued to an office-based surgical center shall not be extended or renewed.

1505 Section 51N. (a) As used in this section, the following words shall, unless the context1506 clearly requires otherwise, have the following meanings:-

1507 "Emergency services", as defined in section 1 of chapter 6D.

"Urgent care center", a clinic owned or operated by an entity that is not corporately affiliated with a hospital licensed under section 51, however organized, whether conducted for profit or not for profit, that is advertised, announced, established or maintained for the purpose of providing urgent care services in an office or a group of offices, or any portion thereof, or an entity that is advertised, announced, established or maintained under a name that includes the words "urgent care" or that suggests that urgent care services are provided therein; provided, however, that an urgent care center shall not include: (i) a hospital licensed under said section 51 or operated by the federal government or by the commonwealth; (ii) a clinic licensed under said
section 51; (iii) a limited service clinic licensed under section 51J; or (iv) a community health
center receiving a grant under 42 U.S.C. 254b.

1518 "Urgent care services", a model of episodic care for the diagnosis, treatment,
1519 management or monitoring of acute and chronic disease or injury that is: (i) for the treatment of
1520 illness or injury that is immediate in nature but does not require emergency services; (ii)
1521 provided on a walk-in basis without a prior appointment; (iii) available to the general public
1522 during times of the day, weekends or holidays when primary care provider offices are not
1523 customarily open; and (iv) is not intended, and should not be used for, preventative or routine
1524 services.

(b) The department shall establish rules, regulations, and practice standards for the
licensing of urgent care centers. In determining regulations and practice standards necessary for
licensure as an urgent care center, the department may, at its discretion determine which
regulations applicable to a clinic licensed under section 51, shall apply to an urgent care center.

(c) The department shall issue for a term of 2 years and renew for a like term, a license to maintain an urgent care center to an entity or organization that demonstrates to the department that it is responsible and suitable to maintain such an urgent care center. In the case of the transfer of ownership of an urgent care center, the application of the new owner for a license, when filed with the department on the date of transfer of ownership, shall have the effect of a license for a period of 3 months.

1535 (d) An urgent care center license shall be subject to suspension, revocation or refusal to 1536 issue or to renew for cause if, in its reasonable discretion, the department determines that the issuance of such license would be inconsistent with or opposed to the best interests of the public
health, welfare or safety. Nothing in this subsection shall limit the authority of the department to
require a fee, impose a fine, conduct surveys and investigations or to suspend, revoke or refuse to
renew a license issued pursuant to subsection (c).

(e) Initial application and renewal fees for the license shall be established pursuant tosection 3B of chapter 7.

(f) The department may impose a fine of up to \$10,000 on a person or entity that advertises, announces, establishes or maintains an urgent care center without a license granted by the department. The department may impose a fine of not more than \$10,000 on a licensed urgent care center for violations of this section or any rule or regulation promulgated pursuant to this section. Each day during which a violation continues shall constitute a separate offense. The department may conduct surveys and investigations to enforce compliance with this section.

1549 (g) Notwithstanding any general or special law or rule to the contrary, the department 1550 may issue a 1-time provisional license to an applicant for an urgent care center if such urgent 1551 care center holds: (i) a current accreditation from the Accreditation Association for Ambulatory 1552 Health Care, Urgent Care Association of America, or the Joint Commission or (ii) a current 1553 certification for participation in either Medicare or Medicaid. The department may approve such 1554 provisional application upon a finding of responsibility and suitability and that the urgent care 1555 center meets all other licensure requirements as determined by the department. Such provisional 1556 license issued to an urgent care center shall not be extended or renewed.

1557 SECTION 122. Said chapter 111 is hereby further amended by inserting after section1558 53H the following section:-

1559 Section 53I. (a) A clinic or physician practice registered under section 4A of chapter 112, 1560 hereinafter referred to as registered physician practice, shall notify the department not less than 1561 180 days prior to any sale, relocation or closure. The department may conduct a public hearing 1562 on the proposed sale, relocation or closure not less than 90 days prior to the proposed date of 1563 such event. The hearing shall consider the potential impacts of the proposed transaction, 1564 including, but not limited to:

(i) the potential loss or change in access to services for the population served by the clinic
or registered physician practice in the 24 months immediately preceding the notice to sell,
relocate or close;

(ii) alternative providers and locations where the population served by the clinic or
registered physician practice will be able to obtain the health care services that were provided by
the clinic or registered physician practice during the 24 months following the sale, relocation or
closure; and

(iii) options available to the department to mitigate the impact of the sale, relocation orclosure on patients.

(b) Any clinic or registered physician practice that intends to sell, relocate or close shall notify their patients in writing not less than 90 days prior to the date of such sale, relocation or closure. The written notice shall be sent in a manner prescribed by the department and shall notify the patient that the clinic or registered physician practice shall continue to provide services to the patient for 90 days. Such notice shall also offer the patient resources to assist in finding a substitute health care provider and include the name and contact information for the entity assuming responsibility for the management of the patient's medical records. SECTION 123. Section 206A of said chapter 111, as appearing in the 2022 Official
Editions, is hereby amended by striking out, in lines 1 and 2, the words "division of insurance"
and inserting in place thereof the following words:- division of health insurance.

1584 SECTION 124. Section 218 of said chapter 111, as so appearing, is hereby amended by 1585 striking out, in line 2, the words "commissioner of insurance" and inserting in place thereof the 1586 following words:- commissioner of health insurance.

1587 SECTION 125. Said section 218 of said chapter 111, as so appearing, is hereby further 1588 amended by striking out, in line 28, the words "Maintenance Organizations" and inserting in 1589 place thereof the following word:- Plans.

1590 SECTION 126. Section 2 of chapter 111K of the General Laws, as so appearing, is 1591 hereby amended by striking out, in lines 4 and 5, the words "commissioner of insurance" and 1592 inserting in place thereof the following words:- commissioner of health insurance.

1593 SECTION 127. Section 1 of chapter 111M of the General Laws, as so appearing, is 1594 hereby amended by striking out, in lines 34 and 35, the words "commissioner of insurance" and 1595 inserting in place thereof the following words:- commissioner of health insurance.

SECTION 128. Section 2 of chapter 112 of the General Laws, as so appearing, is hereby amended by striking out the last sentence of the sixth paragraph and inserting in place thereof the following sentence:- The renewal application shall be accompanied by a fee determined under the aforementioned provision and shall include the physician's name, license number, home address, office address, specialties, the principal setting of their practice, and whether they are an active or inactive practitioner.

1602 SECTION 129. Said chapter 112 is hereby further amended by inserting after section 41603 the following section:-

1604 Section 4A. (a) The board shall establish and maintain a registry of all physician practices of greater than 10 physicians engaged in a wholly-owned and controlled group practice; 1605 1606 provided, however, that a provider organization registered pursuant to section 11 of chapter 6D 1607 shall not be required to register under this section. Any person seeking to maintain a physician 1608 practice shall file with the board a registration application containing such information as the 1609 board may reasonably require including, but not limited to: (i) the identity of the applicant and of 1610 the physicians which constitute the practice; (ii) the identity of any substantial equity investor, as 1611 defined in section 1 of said chapter 6D, of the practice; (iii) any management services 1612 organization, as defined in said section 1 of said chapter 6D, under contract with the practice; 1613 and (iv) a certified copy of the physician practice's certificate of organization, if any, as filed 1614 with the secretary of the commonwealth, or any applicable partnership agreement. The 1615 application shall be accompanied by a fee in an amount to be determined pursuant to section 3B 1616 of chapter 7. All physician practices registered in the commonwealth shall renew their 1617 certificates of registration with the board every 2 years.

1618 SECTION 130. Said chapter 112 is hereby further amended by inserting after section 501619 the following section:-

1620 Section 5P. (a) Any physician licensed by the board who intends to terminate a bona fide 1621 physician-patient relationship where the physician has a role in the ongoing care and treatment of 1622 the patient, shall notify the patient in writing not less than 90 days prior to the date of such 1623 termination in a manner prescribed through guidance established by the board. The requirements of this section may be satisfied through notice otherwise consistent with the requirements of this
section delivered by the physician's employing entity, including, but not limited to, a physician
practice registered pursuant to section 4A.

(b) The notice required under this section shall also offer the patient resources to assist in
finding a substitute health care provider and include the name and contact information for the
entity assuming responsibility for the management of the patient's medical records. Any
physician who terminates a physician-patient relationship without providing notice to a patient as
provided for in this section shall be subject to discipline by the board of registration in medicine.

1632 SECTION 131. Section 9C of chapter 118E of the General Laws, as appearing in the 1633 2022 Official Edition, is hereby amended by striking out, in lines 43 and 44 and lines 147 and 1634 148, the words "commissioner of insurance" and inserting in place thereof, in each instance, the 1635 following words:- commissioner of health insurance.

1636 SECTION 132. Said section 9C of said chapter 118E, as so appearing, is hereby further 1637 amended by striking out, in line 161, the words "committee on health care" and inserting in place 1638 thereof the following words:- joint committee on health care financing.

1639 SECTION 133. Section 9D of said chapter 118E, as so appearing, is hereby amended by 1640 striking out, in line 183, the words "division of insurance" and inserting in place thereof the 1641 following words:- division of health insurance.

1642 SECTION 134. Section 13D of said chapter 118E, as so appearing, is hereby amended by 1643 striking out, in line 17, each time they appear, the words "division of insurance" and inserting in 1644 place thereof, in each instance, the following words:- division of health insurance. 1645 SECTION 135. Section 69 of said chapter 118E, as so appearing, is hereby amended by 1646 striking out, in line 58, the words "division of insurance" and inserting in place thereof the 1647 following words:- division of health insurance.

SECTION 136. Section 189 of chapter 149 of the General Laws, as so appearing, is hereby amended by striking out, in lines 68 and 69, the words "and (iv) the commissioner of insurance or a designee" and inserting in place thereof the following words:- (iv) the commissioner of insurance or a designee; and (v) the commissioner of health insurance or a designee.

1653 SECTION 137. Section 1 of chapter 175 of the General Laws, as so appearing, is hereby 1654 amended by striking out the definition of "Commissioner" and inserting in place thereof the 1655 following definition:-

1656 "Commissioner", (i) the commissioner of insurance appointed pursuant to section 6 of 1657 chapter 26, or their designee, or, as appropriate, (ii) the commissioner of health insurance 1658 appointed pursuant to section 7A of said chapter 26, or their designee, to the extent that this 1659 chapter applies to companies that are regulated by the division of health insurance pursuant to 1660 section 1 of said chapter 26.

1661 SECTION 138. Said section 1 of said chapter 175, as so appearing, is hereby further 1662 amended by inserting after the definition of "Contract on a Variable Basis" the following 1663 definition:-

1664

"Division", the division of insurance or the division of health insurance, as appropriate.

SECTION 139. Section 4 of said chapter 175, as so appearing, is hereby amended bystriking out, in line 9, the words "of insurance".

1667 SECTION 140. Section 24D of said chapter 175, as so appearing, is hereby amended, in 1668 lines 19, 32 and 33, 59 and 99, by inserting after the words "commissioner of insurance", the 1669 following words, in each instance:- and the commissioner of health insurance.

1670 SECTION 141. Section 24E of said chapter 175, as so appearing, is hereby amended by 1671 inserting after the word "insurance", in line 70, the following words:- and the commissioner of 1672 health insurance.

1673 SECTION 142. Said section 24E of said chapter 175, as so appearing, is hereby further 1674 amended by inserting after the word "insurance", in line 102, the following words:- or the 1675 commissioner of health insurance.

1676 SECTION 143. Section 24F of said chapter 175, as so appearing, is hereby amended, in 1677 lines 17, 29 and 30, 65 and 83, by inserting after the words "commissioner of insurance", the 1678 following words, in each instance:- and the commissioner of health insurance.

1679 SECTION 144. Said section 24F of said chapter 175, as so appearing, is hereby further 1680 amended by inserting after the word "insurance", in line 100, the following words:- or the 1681 commissioner of health insurance.

1682 SECTION 145. Section 47B of said chapter 175, as so appearing, is hereby amended by 1683 striking out, in line 142, the words "division of insurance" and inserting in place thereof the 1684 following words:- division of health insurance.

1685 SECTION 146. Section 47J of said chapter 175, as so appearing, is hereby amended by 1686 striking out, in line 1, the words "commissioner of insurance" and inserting in place thereof the 1687 following words:- commissioner of health insurance.

1688 SECTION 147. Section 47W of said chapter 175, as so appearing, is hereby amended by 1689 striking out, in line 117, the words "commissioner of insurance" and inserting in place thereof 1690 the following words:- commissioner of health insurance.

1691 SECTION 148. Section 47AA of said chapter 175, as so appearing, is hereby amended by 1692 striking out, in lines 83 and 84 and line 99, the words "commissioner of insurance" and inserting 1693 in place thereof, in each instance, the following words:- commissioner of health insurance.

1694 SECTION 149. Section 47KK of said chapter 175, as so appearing, is hereby amended by 1695 striking out, in lines 7 and 8 and line 10, the words "division of insurance" and inserting in place 1696 thereof, in each instance, the following words:- division of health insurance.

1697 SECTION 150. Section 47TT of said chapter 175, as so appearing, is hereby amended by 1698 striking out, in line 51, the words "division of insurance" and inserting in place thereof the 1699 following words:- division of health insurance.

1700 SECTION 151. Section 108 of said chapter 175, as so appearing, is hereby amended by 1701 striking out, in lines 681 and 682, the words "commissioner of insurance" and inserting in place 1702 thereof the following words:- commissioner of health insurance.

SECTION 152. Section 108I of said chapter 175, as so appearing, is hereby amended bystriking out, in line 58, the words "of insurance".

SECTION 153. Section 108M of said chapter 175, as so appearing, is hereby amended bystriking out, in line 10, the words "of insurance".

1707 SECTION 154. Section 110I of said chapter 175, as so appearing, is hereby amended by1708 striking out, in line 23, the words "of insurance".

SECTION 155. Section 110J of said chapter 175, as so appearing, is hereby amended bystriking out, in line 22, the words "of insurance".

SECTION 156. Section 206 of said chapter 175, as so appearing, is hereby amended by
striking out the definition of "Commissioner" and inserting in place thereof the following

1713 definition:-

"Commissioner", (i) the commissioner of insurance appointed pursuant to section 6 of
chapter 26, or their designee, or, as appropriate, (ii) the commissioner of health insurance
appointed pursuant to section 7A of said chapter 26, or their designee, to the extent that this
chapter applies to companies that are regulated by the division of health insurance pursuant to
section 1 of said chapter 26.

1719 SECTION 157. Said section 206 of said chapter 175, as so appearing, is hereby further 1720 amended by striking out the definition of "Division" and inserting in place thereof the following 1721 definition:-

1722 "Division", the division of insurance or the division of health insurance, as appropriate.

1723 SECTION 158. Section 206C of said chapter 175, as so appearing, is hereby amended by

1724 striking out, in lines 647 and 648, the words "division of insurance's" and inserting in place

1725 thereof the following words:- division's.

SECTION 159. Chapter 175B of the General Laws is hereby amended by inserting after
section 1 the following section:-

1728	Section 1A. For the purposes of this chapter, the term "commissioner" shall mean: (i) the
1729	commissioner of insurance appointed pursuant to section 6 of chapter 26, or their designee, or, as
1730	appropriate, (ii) the commissioner of health insurance appointed pursuant to section 7A of said
1731	chapter 26, or their designee, to the extent that this chapter applies to companies that are
1732	regulated by the division of health insurance pursuant to section 1 of said chapter 26.
1733	SECTION 160. Section 2 of said chapter 175B, as appearing in the 2022 Official Edition,
1734	is hereby amended by striking out, in lines 9, 18, and 20 and 21, each time they appear, the
1735	words "of insurance".
1736	SECTION 161. Section 3A of said chapter 175B, as so appearing, is hereby amended by
1737	striking out, in line 7, the words "of insurance".
1738	SECTION 162. Section 1 of chapter 175D of the General Laws, as so appearing, is
1739	hereby amended by striking out paragraph (1) and inserting in place thereof the following
1740	paragraph:-

(1) "Commissioner", (i) the commissioner of insurance appointed pursuant to section 6 of
chapter 26, or their designee, or, as appropriate, (ii) the commissioner of health insurance
appointed pursuant to section 7A of said chapter 26, or their designee, to the extent that this
chapter applies to companies that are regulated by the division of health insurance pursuant to
section 1 of said chapter 26.

SECTION 163. Section 2 of chapter 175I of the General Laws, as so appearing, is hereby
amended by striking out the definition of "Commissioner" and inserting in place thereof the
following definition:-

"Commissioner", (i) the commissioner of insurance appointed pursuant to section 6 of
chapter 26, or their designee, or, as appropriate, (ii) the commissioner of health insurance
appointed pursuant to section 7A of said chapter 26, or their designee, to the extent that this
chapter applies to companies that are regulated by the division of health insurance pursuant to
section 1 of said chapter 26.

1754 SECTION 164. Section 9 of said chapter 175I, as so appearing, is hereby amended by 1755 striking out, in lines 21 and 22, the words "of insurance".

SECTION 165. Section 2 of chapter 176A of the General Laws, as so appearing, is
hereby amended by striking out, in lines 11 and 12, and lines 13 and 14, the words
"commissioner of insurance" and inserting in place thereof, in each instance, the following
words:- commissioner of health insurance.

1760 SECTION 166. Section 3 of said chapter 176A, as so appearing, is hereby amended by 1761 striking out, in lines 3 and 4, the words "commissioner of insurance" and inserting in place 1762 thereof the following words:- commissioner of health insurance.

1763 SECTION 167. Section 5 of said chapter 176A, as so appearing, is hereby amended by 1764 inserting after the word "corporation.", in line 44, the following sentence:- For the purposes of 1765 the review of rates of payment under this section, "not excessive" shall include considerations of 1766 affordability for consumers and purchasers of health insurance products.

SECTION 168. Said section 5 of said chapter 176A, as so appearing, is hereby further
amended by striking out, in lines 205 and 206, the words "commissioner of insurance shall on
December thirty-first, nineteen hundred and seventy and annually thereafter require" and
inserting in place thereof the following words:- commissioner of health insurance shall require
annually, on December 31,.

1772 SECTION 169. The second paragraph of section 6 of said chapter 176A, as so appearing, 1773 is hereby amended by adding the following sentence:- For the purposes of the review of rates of 1774 payment under this section, whether a contract is not excessive shall include considerations of 1775 affordability for consumers and purchasers of health insurance products.

1776 SECTION 170. Section 7 of said chapter 176A, as so appearing, is hereby amended by 1777 striking out, in lines 1 and 11, the words "commissioner of insurance" and inserting in place 1778 thereof, in each instance, the following words:- commissioner of health insurance.

1779 SECTION 171. Section 8 of said chapter 176A, as so appearing, is hereby amended by 1780 striking out, in line 27, the words "commissioner of insurance" and inserting in place thereof the 1781 following words:- commissioner of health insurance.

SECTION 172. Section 8A of said chapter 176A, as so appearing, is hereby amended by
striking out, in line 142, the words "division of insurance" and inserting in place thereof the
following words:- division of health insurance.

1785 SECTION 173. Section 8F of said chapter 176A, as so appearing, is hereby amended by 1786 striking out, in line 19, the words "commissioner of insurance" and inserting in place thereof the 1787 following words:- commissioner of health insurance. 1788 SECTION 174. Section 8M of said chapter 176A, as so appearing, is hereby amended by 1789 striking out, in line 1, the words "commissioner of insurance" and inserting in place thereof the 1790 following words:- commissioner of health insurance.

1791 SECTION 175. Section 8W of said chapter 176A, as so appearing, is hereby amended by 1792 striking out, in line 114, the words "commissioner of insurance" and inserting in place thereof 1793 the following words:- commissioner of health insurance.

1794 SECTION 176. Section 8DD of said chapter 176A, as so appearing, is hereby amended 1795 by striking out, in lines 81 and 82 and line 97, the words "commissioner of insurance" and 1796 inserting in place thereof, in each instance, the following words:- commissioner of health 1797 insurance.

1798 SECTION 177. Section 8MM of said chapter 176A, as so appearing, is hereby amended 1799 by striking out, in lines 7 and 9, the words "division of insurance" and inserting in place thereof, 1800 in each instance, the following words:- division of health insurance.

1801 SECTION 178. Section 8UU of said chapter 176A, as so appearing, is hereby amended
1802 by striking out, in line 41, the words "division of insurance" and inserting in place thereof the
1803 following words:- division of health insurance.

1804 SECTION 179. Section 10 of said chapter 176A, as so appearing, is hereby amended by 1805 striking out, in line 25, the words "commissioner of insurance" and inserting in place thereof the 1806 following words:- commissioner of health insurance.

1807 SECTION 180. The third paragraph of said section 10 of said chapter 176A, as so
1808 appearing, is hereby further amended by inserting after the first sentence the following sentence:-

1809 For the purposes of the review of rates of payment under this section, whether a contract is not 1810 excessive shall include considerations of affordability for consumers and purchasers of health 1811 insurance products.

1812 SECTION 181. Section 11 of said chapter 176A, as so appearing, is hereby amended by 1813 striking out, in line 13, the words "commissioner of insurance" and inserting in place thereof the 1814 following words:- commissioner of health insurance.

1815 SECTION 182. Section 15 of said chapter 176A, as so appearing, is hereby amended by 1816 striking out, in line 3, the words "commissioner of insurance" and inserting in place thereof the 1817 following words:- commissioner of health insurance.

1818 SECTION 183. Section 16 of said chapter 176A, as so appearing, is hereby amended by 1819 striking out, in line 1, the words "commissioner of insurance" and inserting in place thereof the 1820 words:- commissioner of health insurance.

1821 SECTION 184. Section 17 of said chapter 176A, as so appearing, is hereby amended, in 1822 lines 9 and 11, by inserting after the words "commissioner of insurance", each time they appear, 1823 the following words, in each instance:- and the commissioner of health insurance.

1824 SECTION 185. Section 18 of said chapter 176A, as so appearing, is hereby amended by 1825 striking out, in line 3, the words "commissioner of insurance" and inserting in place thereof the 1826 following words:- commissioner of health insurance.

1827 SECTION 186. Section 20 of said chapter 176A, as so appearing, is hereby amended by 1828 striking out, in line 3, the words "commissioner of insurance" and inserting in place thereof the 1829 following words:- commissioner of health insurance.

1830 SECTION 187. Section 21 of said chapter 176A, as so appearing, is hereby amended by 1831 striking out, in line 1, the words "commissioner of insurance" and inserting in place thereof the 1832 following words:- commissioner of health insurance.

1833 SECTION 188. Section 22 of said chapter 176A, as so appearing, is hereby amended by 1834 striking out, in line 3, the words "commissioner of insurance" and inserting in place thereof the 1835 following words:- commissioner of health insurance.

1836 SECTION 189. Section 23 of said chapter 176A, as so appearing, is hereby amended by
1837 striking out, in line 1, the words "commissioner of insurance" and inserting in place thereof the
1838 following words:- commissioner of health insurance.

1839 SECTION 190. Section 24 of said chapter 176A, as so appearing, is hereby amended by 1840 striking out, in line 19, the words "commissioner of insurance" and inserting in place thereof the 1841 following words:- commissioner of health insurance.

1842 SECTION 191. Section 25 of said chapter 176A, as so appearing, is hereby amended by 1843 striking out, in line 4, the words "commissioner of insurance" and inserting in place thereof the 1844 following words:- commissioner of health insurance.

1845 SECTION 192. Section 31 of said chapter 176A, as so appearing, is hereby amended by 1846 striking out, in line 5, the words "commissioner of insurance" and inserting in place thereof the 1847 following words:- commissioner of health insurance.

1848 SECTION 193. Section 37 of said chapter 176A, as so appearing, is hereby amended by
1849 striking out, in line 10, the words "division of insurance" and inserting in place thereof the
1850 following words:- division of health insurance.

1851	SECTION 194. Section 1 of chapter 176B of the General Laws, as so appearing, is
1852	hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
1853	the following definition:-
1854	"Commissioner", the commissioner of health insurance appointed pursuant to section 7A
1855	of chapter 26, or their designee.
1856	SECTION 195. Said section 1 of said chapter 176B, as so appearing, is hereby further
1857	amended by inserting after the definition of "Dependent" the following definition:-

1858 "Division", the division of health insurance.

1859 SECTION 196. The second paragraph of section 4 of said chapter 176B, as so appearing, 1860 is hereby amended by inserting after the second sentence, the following sentence:- For the 1861 purposes of the review of rates of payment under this section, whether an agreement is not 1862 excessive shall include considerations of affordability for consumers and purchasers of health 1863 insurance products.

1864 SECTION 197. Said section 4 of said chapter 176B, as so appearing, is hereby further 1865 amended by striking out, in line 48, the words "commissioner of insurance" and inserting in 1866 place thereof the following words:- commissioner of health insurance.

1867 SECTION 198. Section 4A of said chapter 176B, as so appearing, is hereby amended by
1868 striking out, in line 137, the words "division of insurance" and inserting in place thereof the
1869 following words:- division of health insurance.

1870 SECTION 199. Section 4M of said chapter 176B, as so appearing, is hereby amended by 1871 striking out, in line 1, the words "commissioner of insurance" and inserting in place thereof the 1872 following words:- commissioner of health insurance.

1873 SECTION 200. Section 4DD of said chapter 176B, as so appearing, is hereby amended 1874 by striking out, in lines 80 and 81 and line 96, the words "commissioner of insurance" and 1875 inserting in place thereof, in each instance, the following words:- commissioner of health 1876 insurance.

1877 SECTION 201. Section 4MM of said chapter 176B, as so appearing, is hereby amended 1878 by striking out, in lines 7 and 9, the words "division of insurance" and inserting in place thereof, 1879 in each instance, the following words:- division of health insurance.

1880 SECTION 202. Section 4UU of said chapter 176B, as so appearing, is hereby amended 1881 by striking out, in line 40, the words "division of insurance" and inserting in place thereof the 1882 following words:- division of health insurance.

1883 SECTION 203. Section 6 of said chapter 176B, as so appearing, is hereby amended by 1884 striking out, in line 16, the words "commissioner of insurance" and inserting in place thereof the 1885 following words:- commissioner of health insurance.

1886 SECTION 204. Section 6B of said chapter 176B, as so appearing, is hereby amended by
1887 striking out, in lines 18 and 19, the words "commissioner of insurance" and inserting in place
1888 thereof the following words:- commissioner of health insurance.

1889 SECTION 205. Section 10 of said chapter 176B, as so appearing, is hereby amended by 1890 striking out, in line 34, the words "commissioner of insurance" and inserting in place thereof the 1891 following words:- commissioner of health insurance.

1892 SECTION 206. Section 12 of said chapter 176B, as so appearing, is hereby amended by 1893 striking out, in lines 8 and 9, the words "division of insurance" and inserting in place thereof the 1894 following words:- division of health insurance.

1895 SECTION 207. Section 24 of said chapter 176B, as so appearing, is hereby amended by
1896 striking out, in line 10, the words "division of insurance" and inserting in place thereof the
1897 following words:- division of health insurance.

1898 SECTION 208. Section 9 of chapter 176C of the General Laws, as so appearing, is 1899 hereby amended by striking out, in lines 2 and 3 and lines 6 and 7, the words "commissioner of 1900 insurance" and inserting in place thereof, in each instance, the following words:- commissioner 1901 of health insurance.

SECTION 209. Section 10 of said chapter 176C, as so appearing, is hereby amended by
striking out, in lines 1, 9 and 13, the words "commissioner of insurance" and inserting in place
thereof, in each instance, the following words:- commissioner of health insurance.

1905 SECTION 210. Section 17 of said chapter 176C, as so appearing, is hereby amended by 1906 striking out, in line 6, the words "commissioner of insurance" and inserting in place thereof the 1907 following words:- commissioner of health insurance. SECTION 211. Section 1 of chapter 176D of the General Laws, as so appearing, is
hereby amended by striking out paragraph (b) and inserting in place thereof the following
paragraph:-

1911 (b) "Commissioner", the commissioner of health insurance appointed pursuant to section1912 7A of chapter 26, or their designee.

SECTION 212. Section 3B of said chapter 176D, as so appearing, is hereby amended by
striking out, in line 120, the words "commissioner of the division of insurance" and inserting in
place thereof the following words:- commissioner of health insurance.

1916 SECTION 213. Section 1 of chapter 176E of the General Laws, as so appearing, is
1917 hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
1918 the following definition:-

1919 "Commissioner", the commissioner of health insurance appointed pursuant to section 7A1920 of chapter 26, or their designee.

SECTION 214. Section 6 of said chapter 176E, as so appearing, is hereby amended by
striking out, in line 22, the words "commissioner of insurance" and inserting in place thereof the
following words:- commissioner of health insurance.

1924 SECTION 215. Section 12 of said chapter 176E, as so appearing, is hereby amended by 1925 striking out, in lines 6 and 7, the words "division of insurance" and inserting in place thereof the 1926 following words:- division of health insurance. 1927 SECTION 216. Section 1 of chapter 176F of the General Laws, as so appearing, is hereby
1928 amended by striking out the definition of "Commissioner" and inserting in place thereof the
1929 following definition:-

1930 "Commissioner", the commissioner of health insurance appointed pursuant to section 7A1931 of chapter 26, or their designee.

SECTION 217. Section 12 of said chapter 176F, as so appearing, is hereby amended by
striking out, in line 7, the words "division of insurance" and inserting in place thereof the
following words:- division of health insurance.

SECTION 218. Section 1 of chapter 176G of the General Laws, as so appearing, is
hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
the following definition:-

1938 "Commissioner", the commissioner of health insurance appointed pursuant to section 7A1939 of chapter 26, or their designee.

1940 SECTION 219. Section 4M of said chapter 176G, as so appearing, is hereby amended by

striking out, in line 134, the words "division of insurance" and inserting in place thereof the

1942 following words:- division of health insurance.

1943 SECTION 220. Section 4V of said chapter 176G, as so appearing, is hereby amended by 1944 striking out, in lines 80 and 81 and line 96, the words "commissioner of insurance" and inserting 1945 in place thereof, in each instance, the following words:- commissioner of health insurance.

1946	SECTION 221. Section 4EE of said chapter 176G, as so appearing, is hereby amended by
1947	striking out, in lines 6 and 8, each time they appear, the words "division of insurance" and
1948	inserting in place thereof the following words:- division of health insurance.
1949	SECTION 222. Section 4MM of said chapter 176G, as so appearing, is hereby amended
1950	by striking out, in line 40, the words "division of insurance" and inserting in place thereof the
1951	following words:- division of health insurance.
1952	SECTION 223. Section 5A of said chapter 176G, as so appearing, is hereby amended by
1953	striking out, in lines 18 and 19, the words "commissioner of insurance" and inserting in place
1954	thereof the following words:- commissioner of health insurance.
1955	SECTION 224. Section 8 of said chapter 176G, as so appearing, is hereby amended by
1956	striking out, in line 7, the words "division of insurance" and inserting in place thereof the
1957	following words:- division of health insurance.
1958	SECTION 225. The first paragraph of section 16 of said chapter 176G, as so appearing, is
1959	hereby amended by inserting after the second sentence the following sentence:- For the purposes
1960	of the review of rates of payment under this section, whether a contract is not excessive shall
1961	include considerations of affordability for consumers and purchasers of health insurance
1962	products.
1963	SECTION 226. Section 17 of said chapter 176G, as so appearing, is hereby amended by
1964	striking out, in line 8, the words "commissioner of insurance" and inserting in place thereof the
1965	following words:- commissioner of health insurance.

SECTION 227. Section 32 of said chapter 176G, as so appearing, is hereby amended by
striking out, in line 10, the words "division of insurance" and inserting in place thereof the
following words:- division of health insurance.

SECTION 228. Section 1 of chapter 176I of the General Laws, as so appearing, is hereby
amended by striking out the definition of "Commissioner" and inserting in place thereof the
following definition:-

1972 "Commissioner", the commissioner of health insurance appointed pursuant to section 7A1973 of chapter 26, or their designee.

SECTION 229. Section 8 of said chapter 176I, as so appearing, is hereby amended by
striking out, in line 16, the words "commissioner of insurance" and inserting in place thereof the
following words:- commissioner of health insurance.

1977 SECTION 230. Section 1 of chapter 176J of the General Laws, as so appearing, is hereby
1978 amended by striking out the definition of "Commissioner" and inserting in place thereof the
1979 following definition:-

1980 "Commissioner", the commissioner of health insurance appointed pursuant to section 7A1981 of chapter 26, or their designee.

1982 SECTION 231. Section 4 of said section 176J, as so appearing, is hereby amended by 1983 striking out, in lines 75 and 80, the words "commissioner of insurance" and inserting in place 1984 thereof, in each instance, the following words:- commissioner of health insurance.

1985 SECTION 232. Section 6 of said section 176J, as so appearing, is hereby amended by 1986 striking out, in lines 3, 110 and 111, and 125, each time they appear, the words "division of insurance" and inserting in place thereof, in each instance, the following words:- division ofhealth insurance.

1989 SECTION 233. Subsection (c) of said section 6 of said chapter 176J, as so appearing, is 1990 hereby amended by inserting after the second sentence the following sentence:- For the purposes 1991 of the review of rates of payment under this section, whether the proposed changes to base rates 1992 are excessive shall include considerations of affordability for consumers and purchasers of health 1993 insurance products.

1994 SECTION 234. Section 10 of said section 176J, as so appearing, is hereby amended by 1995 striking out, in lines 1 and 11, the words "division of insurance" and inserting in place thereof, in 1996 each instance, the following words:- division of health insurance.

1997 SECTION 235. Section 11 of said section 176J, as so appearing, is hereby amended by 1998 striking out, in lines 16 and 69 and 70, the words "commissioner of insurance" and inserting in 1999 place thereof, in each instance, the following words:- commissioner of health insurance.

2000 SECTION 236. Said section 11 of said section 176J, as so appearing, is hereby further 2001 amended by striking out, in lines 35, 93, 95 and 107, the words "division of insurance" and 2002 inserting in place thereof, in each instance, the following words:- division of health insurance.

2003 SECTION 237. Said section 11A of said chapter 176J, as so appearing, is hereby further 2004 amended by striking out, in lines 31 and 32, the words "division of health care finance and 2005 policy" and inserting in place thereof the following words:- center for health information and 2006 analysis. SECTION 238. Section 17 of said chapter 176J, as so appearing, is hereby amended by
striking out, in line 10, the words "division of insurance" and inserting in place thereof the
following words:- division of health insurance.

2010 SECTION 239. Section 1 of chapter 176K of the General Laws, as so appearing, is
2011 hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
2012 the following definition:-

2013 "Commissioner", the commissioner of health insurance appointed pursuant to section 7A
2014 of chapter 26, or their designee.

2015 SECTION 240. The second paragraph of subsection (g) of section 7 of said chapter 2016 176K, as so appearing, is hereby amended by adding the following sentence:- For the purposes 2017 of the review of rates of payment under this section, whether rates are excessive shall include 2018 considerations of affordability for consumers and purchasers of health insurance products.

2019 SECTION 241. Section 1 of chapter 176M of the General Laws, as so appearing, is 2020 hereby amended by striking out, in lines 21 and 22, the words "commissioner of insurance" and 2021 inserting in place thereof the following words:- commissioner of health insurance.

SECTION 242. Said section 1 of said chapter 176M, as so appearing, is hereby further amended by striking out the definition of "Commissioner" and inserting in place thereof the following definition:-

2025 "Commissioner", the commissioner of health insurance appointed pursuant to section 7A
2026 of chapter 26, or their designee.

2027	SECTION 243. Section 2 of said chapter 176M, as so appearing, is hereby amended by
2028	striking out, in line 156, the words "commissioner of insurance" and inserting in place thereof
2029	the following words:- commissioner of health insurance.
2030	SECTION 244. Section 3 said chapter 176M, as so appearing, is hereby amended by
2031	striking out, in line 107, the words "commissioner of insurance" and inserting in place thereof
2032	the following words:- commissioner of health insurance.
2033	SECTION 245. Section 1 of chapter 176N of the General Laws, as so appearing, is
2034	hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
2035	the following definition:-
2036	"Commissioner", the commissioner of health insurance appointed pursuant to section 7A
2037	of chapter 26, or their designee.
2038	SECTION 246. Section 1 of chapter 1760 of the General Laws, as so appearing, is
2039	hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
2040	the following definition:-
2041	"Commissioner", the commissioner of health insurance appointed pursuant to section 7A
2042	of chapter 26, or their designee.
2043	SECTION 247. Said section 1 of said chapter 1760, as so appearing, is hereby further
2044	amended by striking out the definition of "Division" and inserting in place thereof the following
2045	definition:-
2046	"Division", the division of health insurance.

2047 SECTION 248. Section 2 of said chapter 1760, as so appearing, is hereby amended by 2048 striking out, in lines 79, 83 and 90, the words "commissioner of insurance" and inserting in place 2049 thereof, in each instance, the following words:- commissioner of health insurance.

2050 SECTION 249. Section 5B of said chapter 176O, as so appearing, is hereby amended by 2051 striking out, in lines 3 and 4, the words "division of insurance" and inserting in place thereof the 2052 following words:- division of health insurance.

2053 SECTION 250. Section 12B said chapter 1760, as so appearing, is hereby amended by 2054 striking out, in line 3, the words "commissioner of insurance" and inserting in place thereof the 2055 following words:- commissioner of health insurance.

2056 SECTION 251. Section 14 said chapter 1760 is hereby amended by striking out, in lines 2057 14 and 15, as so appearing, the words "commissioner of insurance" and inserting in place thereof 2058 the following words:- commissioner of health insurance.

2059 SECTION 252. Said section 14 said chapter 1760 is hereby further amended by striking 2060 out, in lines 93 and 94 and 108 and 109, as so appearing, the words "division of insurance", each 2061 time they appear, and inserting in place thereof, in each instance, the following words:- division 2062 of health insurance.

SECTION 253. Section 1 of chapter 176Q of the General Laws, as so appearing, is
hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
the following definition:-

2066 "Commissioner", the commissioner of health insurance appointed pursuant to section 7A
2067 of chapter 26, or their designee.

2068	SECTION 254. Section 2 of said chapter 176Q, as so appearing, is hereby amended by
2069	striking out, in lines 18 and 19, the words "commissioner of insurance" and inserting in place
2070	thereof the following words:- commissioner of health insurance.
2071	SECTION 255. Section 3 of said chapter 176Q, as so appearing, is hereby amended by
2072	striking out, in line 86, the words "division of insurance" and inserting in place thereof the
2073	following words:- division of health insurance.
2074	SECTION 256. Section 1 of chapter 176R of the General Laws, as so appearing, is
2075	hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
2076	the following definition:-
2077	"Commissioner", the commissioner of health insurance appointed pursuant to section 7A
2078	of chapter 26, or their designee.
2079	SECTION 257. Section 1 of chapter 176S of the General Laws, as so appearing, is hereby
2080	amended by striking out the definition of "Commissioner" and inserting in place thereof the
2081	following definition:-
2082	"Commissioner", the commissioner of health insurance appointed pursuant to section 7A
2083	of chapter 26, or their designee.
2084	SECTION 258. Section 1 of chapter 176T of the General Laws, as so appearing, is
2085	hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
2086	the following definition:-
2087	"Commissioner", the commissioner of health insurance appointed pursuant to section 7A
2088	of chapter 26, or their designee.

2089 SECTION 259. Section 1 of chapter 176U of the General Laws, as so appearing, is 2090 hereby amended by striking out the definition of "Commissioner" and inserting in place thereof 2091 the following definition:-

2092 "Commissioner", the commissioner of health insurance appointed pursuant to section 7A2093 of chapter 26, or their designee.

2094 SECTION 260. Section 6 of said chapter 176U, as so appearing, is hereby amended by 2095 striking out, in lines 42 and 43, the words "division of insurance" and inserting in place thereof 2096 the following words:- division of health insurance.

2097 SECTION 261. Section 7 of said chapter 176U, as so appearing, is hereby amended by 2098 striking out, in line 26, the words "division of insurance" and inserting in place thereof the 2099 following words:- division of health insurance.

SECTION 262. Section 1 of chapter 176V of the General Laws, as so appearing, is
hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
the following definition:-

2103 "Commissioner", (i) the commissioner of insurance appointed pursuant to section 6 of 2104 chapter 26, or their designee, or, as appropriate, (ii) the commissioner of health insurance 2105 appointed pursuant to section 7A of said chapter 26, or their designee, to the extent that this 2106 chapter applies to companies that are regulated by the division of health insurance pursuant to 2107 section 1 of said chapter 26. SECTION 263. Section 1 of chapter 176W of the General Laws, as so appearing, is
hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
the following definition:-

2111 "Commissioner", (i) the commissioner of insurance appointed pursuant to section 6 of 2112 chapter 26, or their designee, or, as appropriate, (ii) the commissioner of health insurance 2113 appointed pursuant to section 7A of said chapter 26, or their designee, to the extent that this 2114 chapter applies to companies that are regulated by the division of health insurance pursuant to 2115 section 1 of said chapter 26.

2116 SECTION 264. Said section 1 of said chapter 176W, as so appearing, is hereby further 2117 amended by striking out the definition of "Division" and inserting in place thereof the following 2118 definition:-

2119 "Division", the division of insurance or the division of health insurance, as appropriate.

SECTION 265. Section 1 of chapter 176X of the General Laws, as so appearing, is
hereby amended by striking out the definition of "Commissioner" and inserting in place thereof
the following definition:-

2123 "Commissioner", the commissioner of health insurance appointed pursuant to section 7A
2124 of chapter 26, or their designee.

SECTION 266. Section 2 of said chapter 176X, as so appearing, is hereby amended by striking out, in lines 3, 75 and 76, and 90, the words "division of insurance" and inserting in place thereof the following words:- division of health insurance. SECTION 267. (a) Notwithstanding any general or special law to the contrary, for the purposes of monitoring and enforcing the health care cost growth benchmark for calendar years 2021 to 2025, inclusive, the center for health information and analysis shall apply sections 8, 9, 10, 16 and 18 of chapter 12C of the General Laws as in effect on May 1, 2024.

2132 (b) Notwithstanding any general or special law to the contrary, for the purposes of 2133 monitoring and enforcing the health care cost growth benchmark for calendar years 2021 to 2134 2025, inclusive, the health policy commission shall apply sections 9 and 10 of chapter 6D of the 2135 General Laws as in effect on May 1, 2024; provided, however, that the commission shall not 2136 require a health care entity to file and implement a performance improvement plan unless a 2137 health care entity's average annual growth in health status adjusted total medical expense during 2138 any 3-year period, the final year of which occurring in calendar year 2021 to 2025, inclusive, is 2139 greater than 4 per cent.

SECTION 268. Notwithstanding any general or special law, rule or regulation to the contrary, the health resource planning council established in section 22 of chapter 6D of the General Laws shall submit a state health plan to the governor and the general court, as required by said section 22 of said chapter 6D, on or before January 1, 2026.

2144 SECTION 269. Section 19 shall take effect January 1, 2025.

2145 SECTION 270. All physician practices required to register pursuant to section 4A of 2146 chapter 112 of the General Laws, as inserted by section 129, shall register with the board of 2147 registration in medicine not later than January 1, 2026.