Art Commission

SECTION 4. Section 19 of chapter 6 of the General Laws is hereby repealed.

Art Commission

SECTION 5. Chapter 6 of the General Laws is hereby amended by striking out section 20, as appearing in the 2010 Official Edition, and inserting in place thereof the following section:-

Section 20. (a) As used in this section, the following words shall have the following meanings unless the context clearly requires otherwise:

"Historical artifact", an object commemorating, representing or having specific ties to a significant historical event or era in the history of the commonwealth; provided, however, that "historical artifact" shall not include flags under the care of the superintendent of the state house under section 17A of chapter 8.

"Work of art", (i) a portrait or other memorial procured under section 19 or 19A of chapter 8; and (ii) a painting, portrait, mural decoration, stained glass, statue, basrelief, ornament, fountain or other article or structure of a permanent character intended for decoration or commemoration.

- (b) There shall be an art commission for the state house consisting of 7 members, 3 of whom shall be appointed by the governor, 2 of whom shall be appointed by the senate president and 2 of whom shall be appointed by the speaker of the house of representatives. All of the members shall be residents of the commonwealth qualified by training and experience in public art, museum collections or historic preservation. Commission members shall serve for 5-year terms without compensation, but shall be reimbursed for travel and other expenses necessary for the performance of their duties, as approved by the superintendent of the state house and paid for from the State House Special Event Fund established in section 35P of chapter 10. The commission may adopt its own rules and elect such officers from its own members as may be considered proper.
- (c) The governor shall appoint a state house curator from among candidates recommended by the commission. The curator shall be qualified by training and experience in historic preservation and art collections management, care and conservation. The curator shall report to the superintendent of the state house and the commission and shall be responsible for the curatorial, registrarial and administrative duties associated with both the day-to-day oversight of the state house art and artifact collection and the historic preservation of the state house.
- (d) The commission shall have the custody and care of all works of art and historical artifacts in the state house art collection, including those inside the state house, on its grounds, on display and in storage. The commission shall oversee the care of such works of art and historical artifacts according to the codes of ethics and standards for practice established by the American Alliance of Museums and the American Institute for Conservation of Historic and Artistic Works.

The commission shall oversee the handling and display of works of art and historical artifacts in public areas and private offices; provided, however, that the commission shall not place in or remove from any space in the state house assigned to the general court any such works of art or historical artifacts without the approval of the committees on rules of the 2 branches, acting concurrently.

- (e) The commission shall serve as an advisor to the governor and legislature on all artistic matters at the state house, including the historic preservation of the building.
- (f) The commission shall direct the process of acquisitions to the state house art collection, from review of all plans to the final approval of completed art works. The art commission shall be advised of any proposal relative to the permanent addition of works of art or historical artifacts to the state house art collection and shall submit its opinion regarding the appropriateness of proposed art work to the governor prior to the approval required under section 21 of chapter 8.
- (g) The commission shall review and approve any plan or design relative to the creation, acquisition, construction, erection or remodeling of any work of art in the state house. The commission may consult with sponsors and donors to revise and refine such plans and designs. The commission shall give its final approval upon the arrival of the work of art to the state house. The commission shall file with the governor, within 30 days after submission of a plan or design, its opinion of such proposed work of art together with any suggestions and recommendations as it may consider proper.
- (h) The commission may receive grants, gifts, bequests and other contributions for maintenance, restoration and acquisition of works of art and historical artifacts. The funds shall be received by the state treasurer on behalf of the commonwealth and deposited in a special trust account and may be expended, without further appropriation, under the direction of the superintendent and the commission. The special trust account shall be subject to an annual audit by the state auditor.

Sex Offender Registry

SECTION 6. Section 178D of said chapter 6, as so appearing, is hereby amended by striking out, in lines 31 and 32, the words:- or level 2.

Sex Offender Registry

SECTION 7. Section 178K of said chapter 6, as so appearing, is hereby amended by striking out, in line 126, the figure "178I" and inserting in place thereof the following words:- 178D, 178I.

Office for Refugees and Immigrants Trust

SECTION 8. Said chapter 6 is hereby further amended by inserting after section 208 the following section:-

Section 208A. There shall be an Office for Refugees and Immigrants Trust to be administered by the director of the office for refugees and immigrants. The director shall appoint the fund's trustee, who shall serve until a successor is appointed. There shall be credited to the trust grants, bequests, gifts or contributions of cash or securities and contributions of services or property in kind from persons or other governmental, nongovernmental, quasi-governmental or local governmental entities made for the purpose of supporting the office for refugees and immigrants. Expenditures from the trust shall not be subject to appropriation and balances remaining at the end of a fiscal year shall not revert to the General Fund. Expenditures from the trust shall be made only for the following purposes: (1) operating costs of the office for refugees and immigrants, including the divisions and programs within the office; (2) costs related to carrying out the powers of the office under section 207; and (3) costs associated with refugee and immigrant-related programs, grants and initiatives of the director. For the purpose of accommodating timing discrepancies between the trust's receipt of revenues and related expenditures, the trust may incur expenses and the comptroller may certify payments from the trust in anticipation of trust receipts based on estimated receipts as certified by the trustee. The trustee shall ensure that no expenditures from the trust shall cause the trust to be in deficiency at the close of a fiscal year.

Housing and Economic Development Trust

SECTION 9. Chapter 6A of the General Laws is hereby amended by inserting after section 16H the following section:-

Section 16I. (a) There shall be a Housing and Economic Development Trust to be administered by the secretary of housing and economic development. Monies in the trust shall be deposited with the state treasurer in a manner that will secure the highest interest rate available consistent with the safety of the trust and with the requirement that all amounts on deposit be available for immediate use.

- (b) The secretary shall appoint the fund's trustee, who shall serve until a successor is appointed.
- (c) There shall be credited to the trust: (1) grants, bequests, gifts or contributions of cash or securities, or contributions of services or property in kind from any persons or other governmental, nongovernmental, quasi-governmental or local governmental entities made for the purpose of supporting the executive office of housing and economic development as set forth in subsection (d); and (2) all interest earned on monies in the trust.
- (d) Expenditures from the trust shall not be subject to appropriation and balances remaining at the end of a fiscal year shall not revert to the General Fund. Expenditures from the trust shall be made only for the following purposes: (1) operating costs of the executive office of housing and community development, including the divisions and programs within the executive office; (2) operating costs of the Massachusetts marketing partnership and the offices within the partnership, including the Massachusetts international trade office, the commonwealth marketing office, the office of travel and tourism, the Massachusetts film office and the Massachusetts sports partnership; and the

Massachusetts office of business development, including the divisions and programs within that office; and (3) costs associated with housing and economic development programs, grants and initiatives of the secretary.

- (e) Funds deposited and expended from the trust shall not be assessed any indirect costs.
- (f) For the purpose of accommodating timing discrepancies between the trust's receipt of revenues and related expenditures, the trust may incur expenses and the comptroller may certify payments from the trust in anticipation of trust receipts based on estimated receipts as certified by the trustee. The trustee shall insure that no expenditures from the trust shall cause the trust to be in deficiency at the close of a fiscal year.

Criminal Justice Standing Commission

SECTION 10. Chapter 6A of the General Laws is hereby amended by adding the following section:-

Section 105. (a) There shall be a standing commission to study the commonwealth's criminal justice system which shall include: 3 members of the house of representatives, 1 of whom shall be appointed by the minority leader; 3 members of the senate, 1 of whom shall be appointed by the minority leader; the secretary of public safety and security, who shall serve as chair; the attorney general or a designee; the chief justice of the supreme judicial court or a designee; the president of the Massachusetts Sheriffs Association or a designee; the president of the Massachusetts District Attorneys Association or a designee; the chief counsel of the committee for public counsel services or a designee; a representative from the Massachusetts Bar Association; a representative from the Boston Bar Association; a representative from the Massachusetts Association of Criminal Defense Lawyers, Inc.; and 3 persons to be appointed by the governor, 1 of whom shall have experience in mental health and substance abuse and addiction treatment, 1 of whom shall have experience in providing services or supervision for offenders and 1 of whom shall have experience in juvenile justice.

- (b) In reviewing the commonwealth's criminal justice system, the commission shall examine a variety of areas including, but not limited to: the prisoner classification systems; mandatory minimum sentences and sentencing guidelines, including the sentencing commission's authority to revisit such sentences and guidelines; the provision of cost-effective healthcare in corrections settings; the probation and parole systems, with particular emphasis on their relative roles in pretrial diversion and post-release supervision; the operations of the sheriffs' offices; conditions of confinement, including overcrowding in state prisons and houses of correction and the provision of health care and mental health and substance abuse treatment; recidivism rates; the treatment of juveniles within the criminal justice system; the impact of mental health and substance abuse issues; and best practices for reintegrating prisoners into the community, including an investigation of expanded community supervision.
- (c) Where feasible, the chair of the commission shall apply for technical assistance from nationally-recognized criminal justice reform programs with a data

driven approach in order to develop legislation that would reduce corrections spending and utilize the savings to reduce crime, strengthen public safety and fund other budget priorities; provided, however, that the commission shall give priority in applying to those programs in which technical assistance comes at no cost to the commonwealth.

- (d) The commission shall have access to information related to both adults and juveniles including, but not limited to, crime, arrest, conviction, jail, prison, probation and parole supervision data provided by state and local agencies; provided, however that any information sharing shall be in compliance with chapter 66A and shall be provided in a manner that meets all applicable federal and state privacy and security requirements. As necessary, the commission shall: (i) meet with affected stakeholders; (ii) partner with nongovernmental organizations that have expertise that can benefit the commission; and (iii) create advisory subgroups that include affected stakeholders as necessary.
- (e) The commission shall issue annual reports not later than March 31 on its activities. The report shall include recommendations for legislation to reduce recidivism, improve overall public safety outcomes, provide alternatives for defendants with drugaddictions or mental illness, increase communication and cooperation among public safety entities, reduce overcrowding of facilities, increase reliance upon evidence-based criminal justice methods, improve the collection and reporting of data on adults and juveniles in the corrections system, contain correction costs and otherwise increase efficiencies within the commonwealth's public safety entities. The report shall also list methods used by the department of correction and sheriffs to measure recidivism rates for persons released from the state prison or a house of correction, including after the expiration of a sentence or if approved for parole. The report shall also include a uniform standard for comparing recidivism rates among the department of correction and the houses of correction. The data shall include, where available, a comparison to prior calendar years and any other information the commission deems relevant to measuring recidivism.

Bureau of the State House

SECTION 11. Section 6A of chapter 8 of the General Laws, inserted by section 14 of chapter 139 of the acts of 2012, is hereby amended by striking out the figure "\$1,000" and inserting in place thereof the following figure:- \$5,000.

Bureau of the State House

SECTION 12. Section 9 of said chapter 8, as appearing in section 15 of said chapter 139, is hereby amended by inserting after the first sentence the following sentence:- The superintendent shall also be responsible for oversight of the immediate state house loading dock spaces.

Bureau of the State House

SECTION 13. Section 35P of chapter 10 of the General Laws is hereby amended by striking out the fifth sentence, as appearing in section 20 of chapter 139 of the acts of 2012, and inserting in place thereof the following sentence:- All monies, grants, gifts,

bequests or other contributions received by the superintendent under this section shall be made payable to and deposited in the fund; provided, however, that the superintendent may retain funds to be expended after consultation with the committee on rules of the 2 branches, acting concurrently, for the restoration, equipment repair and replacement and educational and cultural programs and tours at the state house; and provided further, that funds shall be used for the maintenance of the military history museum under section 14 of chapter 8.

Division of Professional Licensure Trust Fund

SECTION 14. Section 35V of chapter 10 of the General Laws, as appearing in the 2010 Official Edition, is hereby amended by inserting after the second sentence the following sentence:- The fund shall consist of 100 per cent of any fee increase that takes effect July 1, 2013 or after.

Division of Professional Licensure Trust Fund

SECTION 15. Said section 35V of said chapter 10, as so appearing, is hereby further amended by striking out the sixth sentence and inserting in place thereof the following sentence:- All moneys deposited into the trust fund that are unexpended at the end of the fiscal year and that total not more than 50 per cent of the division's expenditures for the previous fiscal year shall not revert to the General Fund.

False Claims Act Technical Correction

SECTION 16. Subsection (c) of section 5G of chapter 12 of the General Laws, as appearing in section 29 of chapter 139 of the acts of 2012, is hereby amended by inserting after the words "dismiss an action" the following words:- or claim.

Contingent Contracts and Agreements for Tax Revenue Maximization

SECTION 17. Chapter 14 of the General Laws is hereby amended by inserting after section 3A the following section:-

Section 3B. (a) Notwithstanding any general or special law to the contrary, the commissioner may enter into contracts or interdepartmental service agreements for the purpose of identifying and pursuing increased tax revenue collections. The payments or oversight costs or fees related to this section may be paid from the revenues collected, under standards established by the commissioner, without further appropriation, and the comptroller shall establish accounts and procedures to accomplish the revenue generation purposes of this section. Under such standards, compensation may be added to the amount of the tax and collected as a part thereof by the contractor or agency and may be deducted and retained by the contractor or agency from the amount of tax collected or paid by the commonwealth.

(b) The commissioner shall notify, in writing, the house and senate committees on ways and means 60 days before entering into any contract or interdepartmental service agreement authorized under this section.

(c) The commissioner shall, as part of the commissioner's annual report under
section 6, list all agencies, individuals, companies, associations or corporations with
whom the commissioner has agreements for identifying and pursuing increased tax
revenue collections during the fiscal year and the amount of taxes collected by and the
compensation paid to each such agency, individual, company, association or corporation.

University of Massachusetts Tuition Retention

SECTION 18. Section 9 of chapter 15A of the General Laws, as appearing in the 2010 Official Edition, is hereby amended by striking out, in lines 71 to 74, inclusive, the words "In the case of the university, the council shall review the recommendations of the board of trustees relative to tuition rates at said university and its campuses. Said tuition rates shall be subject to the approval of the council" and inserting in place thereof the following words:- Tuition rates shall be subject to the approval of the council; provided, however, that tuition rates at the University of Massachusetts shall be subject to sections 1A and 1B of chapter 75 and shall not require the approval of the council.

University of Massachusetts Tuition Retention

SECTION 19. Said section 9 of said chapter 15A, as so appearing, is hereby further amended by striking out, in line 79, the words "public institution of higher education" and inserting in place thereof the following words:- state university and community college.

Sex Offender Registry Address Check

SECTION 20. The second paragraph of subsection (a) of section 7 of chapter 15D of the General Laws, as appearing in section 1 of chapter 459 of the acts of 2012, is hereby amended by striking out the first sentence and inserting in place thereof the following sentence:- As part of the department's licensure and background record check process, the department shall obtain from the sex offender registry board all available sex offender registry information associated with the address of the program, center or home and conduct fingerprint-based checks of the state and national criminal history databases under 42 U.S.C. § 16962 before issuing a license.

Sex Offender Registry Address Check

SECTION 21. The second paragraph of subsection (b) of said section 7 of said chapter 15D, as appearing in section 2 of said chapter 459, is hereby amended by striking out the first sentence and inserting in place thereof the following sentence:- As part of the department's approval process, the department shall obtain from the sex offender registry board all available sex offender registry information associated with the address of the center, home or facility and conduct fingerprint-based checks of the national crime information databases under 42 U.S.C. § 16962 before issuing any approval.

Sex Offender Registry Address Check

SECTION 22. Section 8 of chapter 15D of the General Laws, as most recently amended by section 5 of said chapter 459, is hereby further amended by adding the following subsection:-

(k) The board shall adopt regulations establishing the conclusiveness of information obtained by the department in an address search of the sex offender registry for purposes of licensing, license renewal or approval of school-aged child care programs, child care centers, family child care homes, placement agencies or large family child care homes, family foster care that is not supervised and approved by a placement agency, group care facilities or temporary shelter facilities, including the conditions in which the address search of the sex offender registry shall be sufficient cause for the department to deny an application for a license, license renewal or approval.

Veterans Independence Plus Initiative Trust Fund

SECTION 23. Chapter 19A of the General Laws is hereby amended by adding the following section:-

Section 41. There shall be established upon the books of the commonwealth a separate fund to be known as the Veterans Independence Plus Initiative Trust Fund. The secretary shall be the trustee of the fund and may expend monies in the fund, without further appropriation, for the administration of the Veterans Independence Plus Initiative, a joint initiative of the United States Department of Veterans Affairs and the Administration on Aging in the United States Department of Health and Human Services. Revenues collected by the department from this initiative shall be deposited in the fund. The department may incur expenses and the comptroller may certify for payment amounts in anticipation of expected receipts, but no expenditure shall be made from the fund which shall cause the fund to be in deficit at the close of a fiscal year. Any remaining balance in the fund at the end of a fiscal year shall not revert to the General Fund but shall remain in the fund and be available to the department during the following fiscal year for the purposes of this section. The secretary may expend from the fund for services provided in prior fiscal years.

Interagency Agreements Between Department of Developmental Services and Medicaid or Department of Mental Health

SECTION 24. Chapter 19B of the General Laws is amended by striking out section 18, as appearing in the 2010 Official Edition, and inserting in place thereof the following section:-

Section 18. Subject to approval by the secretary of health and human services, the commissioner may enter into interagency agreements with the commissioner of mental health or the office of Medicaid for the coordinated regulation of or for the coordinated or joint management of certain services that are required or that shall be provided by the department of developmental services and the department of mental health or the office of Medicaid. Such an agreement may be entered if it is determined by the commissioners of the departments that would be parties to the agreement and the director of Medicaid, if the office of Medicaid would be party to the agreement, that the services require

293 coordinated regulation to ensure development of substantially similar standards 294 consistent with certain shared needs of persons with a mental illness and persons with an 295 intellectual disability or persons enrolled in the commonwealth's Money Follows the 296 Person Demonstration or related waivers or that the services will be more efficiently and 297 effectively provided by a single, unified management system than by 2 separate 298 management systems. These services may include, without limitation, transportation, 299 laundry, data processing, certain services to mixed populations of persons with a mental 300 illness and persons with an intellectual disability with common needs for care and 301 treatment or to persons who have been diagnosed as having both an intellectual disability 302 and a mental illness, research activities, program monitoring and services provided to 303 persons enrolled in the commonwealth's Money Follows the Person Demonstration or 304 related waivers. Coordinated regulation of these services may include, without limitation, 305 issues such as restraint, charges for care, investigations and case management. Under 306 these agreements, the department of developmental services may assume responsibility 307 for the provision of these services to the department of mental health or the office of 308 Medicaid. These agreements may delegate responsibility to the department of mental 309 health to provide those services to the department of developmental services. These 310 agreements may provide for the expenditure of appropriated funds consistent with the 311 joint management service systems and may further provide for assignment of certain staff 312 to the joint management service system. These agreements shall not conflict with the 313 department of developmental services' primary responsibility for persons with an 314 intellectual disability regardless of whether those persons also have a mental illness or are 315 enrolled in the commonwealth's Money Follows the Person Demonstration or related 316 waivers.

Environmental Police Trust Fund

SECTION 25. Chapter 21A of the General Laws is hereby amended by inserting after section 10H the following section:-

317

318

319

320

321

322

323

324

325

326

327

328

329

Section 10I. Notwithstanding any general or special law to the contrary, there shall be a surcharge of 20 per cent on a fine assessed against a person convicted of or found responsible for a violation under this chapter or a violation of a special regulation promulgated under this chapter; provided, however, that the complaining officer shall have been an environmental police officer or deputy environmental police officer. Notwithstanding the distribution of fines, penalties and forfeitures in the ninth paragraph of section 10G, the surcharge in this section shall be deposited into the Environmental Police Trust Fund established in section 2KKKK of chapter 29.

Department of Public Safety Civil Penalties

SECTION 26. Subsection (a) of section 21 of chapter 22 of the General Laws, as appearing in section 35 of chapter 68 of the acts of 2011, is hereby amended by striking out clause (6).

Department of Public Safety Civil Penalties

330 SECTION 27. Said section 21 of said chapter 22, as so appearing, is hereby 331 further amended by inserting after subsection (a) the following subsection:-332 (a½) The commissioner or the commissioner's designee may issue a written 333 notice of violation, which shall be a written warning or a citation to assess civil monetary 334 fines of not more than \$1,000 for a violation of sections 71K and 71N of chapter 143; 335 provided, however, that a designee of the recreational tramway board may also issue a 336 warning or citation under said sections 71K and 71N. **Department of Public Safety Civil Penalties** 337 SECTION 28. Said section 21 of said chapter 22, as so appearing, is hereby 338 further amended by adding the following subsection:-339 (f) The commissioner may assess a fee for appeals filed under this section which 340 shall be determined by the secretary of administration and finance under section 3B of 341 chapter 7. **Gateway Cities Population Threshold** 342 SECTION 29. Section 3A of chapter 23A of the General Laws, as appearing in the 2010 Official Edition, is hereby amended by striking out, in line 139, the figure 343 344 "35,000" and inserting in place thereof the following figure: 20,000. **MassWorks Infrastructure Program Correction** 345 SECTION 30. Section 63 of chapter 23A of the General Laws, inserted by section 346 11 of chapter 238 of the acts of 2012, is hereby amended by striking out subsection (a) 347 and inserting in place thereof the following subsection:-348 (a) There shall be established within the executive office of housing and economic 349 development a MassWorks infrastructure program to issue public infrastructure grants to 350 municipalities and other public instrumentalities for design, construction, building, land 351 acquisition, rehabilitation, repair and other improvements to publicly-owned 352 infrastructure including, but not limited to, sewers, utility extensions, streets, roads, curb-353 cuts, parking, water treatment systems, telecommunications systems, transit 354 improvements and pedestrian and bicycle ways. The program shall also provide for 355 commercial and residential transportation and infrastructure development, improvements 356 and various capital investment projects under the growth districts initiative administered by the executive office of housing and economic development. The grants shall be used 357 358 to assist municipalities in advancing projects that support job creation and expansion, 359 housing development and rehabilitation, community development and small town 360 transportation projects; provided, however, that projects supporting smart growth as 361 defined by the state's sustainable development principles shall be preferred. The 362 program may also be used to match other public and private funding sources to build or 363 rehabilitate transit-oriented housing located within 0.25 miles of a commuter rail station, 364 subway station, ferry terminal or bus station, at least 25 per cent of which shall be affordable. 365

Employer Medical Assistance Contribution

SECTION 31. Section 8A of chapter 23H of the General Laws is hereby amended by striking out, in lines 2 and 3, as appearing in the 2010 Official Edition, the words "Medical Security Trust Fund established in section 14G of chapter 151A" and inserting in place thereof the following words:- employer medical assistance contribution established in section 189 of chapter 149.

Balanced Budget Definition

SECTION 32. Section 1 of chapter 29 of the General Laws is hereby amended by striking out the definition of "Balanced budget", as appearing in section 112 of chapter 165 of the acts of 2012, and inserting in place thereof the following definition:-

"Balanced budget", an annual general appropriation act resulting in a consolidated net surplus that is not less than 0.

Tax Settlement Revenue

SECTION 33. Section 2H of said chapter 29 is hereby amended by striking out the third paragraph, as so appearing, and inserting in place thereof the following 2 paragraphs:-

Upon receiving a written joint certification from the commissioner of revenue and the attorney general that the department of revenue is in receipt of a 1-time settlement or judgment for the commonwealth, of which the net value to the commonwealth of the proceeds of that settlement or judgment, after all restitution and other remedial payments are made under the settlement or judgment, exceeds \$10,000,000 in any 1 fiscal year, the comptroller shall transfer the proceeds from the General Fund to the Commonwealth Stabilization Fund.

In each fiscal year, prior to certifying the consolidated net surplus under section 5C, the comptroller shall transfer from the Commonwealth Stabilization Fund to the General Fund the lesser of: (a) one-half of the lowest aggregate amount collected in any 1 of the previous 3 fiscal years from 1-time tax settlements or judgments collected by the department of revenue for the commonwealth with a net value that exceeds \$10,000,000; or (b) \$35,000,000.

Employer Medical Assistance Contribution

SECTION 34. Section 2000 of said chapter 29, as so appearing in section 112 of chapter 165 of the acts of 2012, is hereby amended by striking out the words "(a) all contributions collected under section 188 of chapter 149; (b) all revenues from surcharges imposed under section 18B of chapter 118G; (c) any transfers from the Health Safety Net Trust Fund established in section 36 of said chapter 118G" of chapter 149" and inserting in place thereof the following words:- (a) employer medical assistance contributions under section 189 of chapter 149; (b) all revenue from surcharges imposed under section

18 of chapter 176Q; (c) any transfers from the Health Safety Net Trust Fund established in section 66 of chapter 118E.

399

400

401 402

403

404

405

406

407

408

409

410

411

412

413

414

415

416

417 418

419

420

421

422

423

424

425

426

427

428

429

430

431

432

433

434

435

436

Public Safety Training Fund and Environmental Police Trust Fund

SECTION 35. Said chapter 29 is hereby further amended by inserting after section 2IIII the following 2 sections:-

Section 2JJJJ. There shall be established and set upon the books of the commonwealth a separate fund to be known as the Public Safety Training Fund. The fund shall be used for the instruction of public safety personnel including, but not limited to, the recruitment of additional state police classes and for the municipal police training committee, under section 116 of chapter 6, as necessary, to preserve and promote the public safety. The fund shall be credited with all revenues collected from the surcharge imposed by section 12 of chapter 89 and the seventh paragraph of section 20 of chapter 90. The fund shall not be subject to section 5C of chapter 29 and shall be subject to appropriation.

Section 2KKKK. There shall be established and set up on the books of the commonwealth a separate fund to be known as the Environmental Police Trust Fund, which shall be administered by the secretary of energy and environmental affairs. The fund shall be credited with: (1) all revenues collected from the administrative fees and surcharges imposed by section 10I of chapter 21A and section 39 of said chapter 90B; (2) a 10 per cent maintenance fee charged on all office of law enforcement private details which shall be separate from any other administrative fees charged on private details; (3) any appropriations, bond proceeds or other monies authorized by the general court and specifically designated to be credited thereto; (4) interest or investment earnings on any such monies; and (5) all other monies credited or transferred to the fund from any other fund or service. Amounts credited to the fund may be expended, without further appropriation, on programs and costs related to the office of law enforcement including, but not limited to: (1) the expenses of hiring, equipping and training environmental police recruits; and (2) maintenance expenses of the office of law enforcement. The unexpended balance in the fund at the end of the fiscal year shall not revert to the General Fund but shall remain available for expenditure in subsequent fiscal years. No expenditure made from the fund shall cause the fund to become deficient at any point during a fiscal year; provided, however, that the secretary of energy and environmental affairs shall report annually, not later than January 15, to the house and senate committees on ways and means and the joint committee on environment, natural resources and agriculture relative to the source and amount of funds deposited into the fund, the amounts distributed and the purpose of expenditures from the fund.

Eliminate Statutory Carry-Forward

SECTION 36. Said chapter 29 is hereby further amended by striking out section 5C, as appearing in section 112 of chapter 165 of the acts of 2012, and inserting in place thereof the following section:-

Section 5C. The comptroller shall annually, on or before October 31, certify to the secretary of administration and finance the amount of the consolidated net surplus in the budgetary funds at the close of the preceding fiscal year. Except as otherwise provided by law, the amounts so certified shall be transferred to the Commonwealth Stabilization Fund. This transfer shall be made from the undesignated fund balances in the budgetary funds proportionally from those undesignated fund balances, but no such transfer shall cause a deficit in any of those funds. Before certifying the consolidated net surplus under this section, the comptroller shall, to the extent possible, eliminate deficits in any fund contributing to the surplus by transferring positive fund balances from any other fund contributing to the surplus.

Residency Requirement

SECTION 37. Section 58 of chapter 31 of the General Laws is hereby amended by inserting after the word "town", in line 33, as appearing in the 2010 Official Edition, the following words:-; provided, however, in a city upon majority vote of the city council and approval by the mayor and in a town by a majority vote at the annual town meeting, any city or town may require any person who receives an appointment to the police force or fire force of said city or town to establish residence within such city or town or at any other place in the commonwealth that is within 35 miles of the closest border of the city or town in which said person resides within 9 months after appointment.

Health Information Technology

SECTION 38. Subsection (a) of section 6D of chapter 40J of the General Laws, as appearing in section 38 of chapter 224 of the acts of 2012, is hereby amended by adding the following sentence:- The corporation and the institute shall maintain responsibility for fulfilling the obligations under the Office of the National Coordinator for Health Information Technology Challenge Grant Program and the Health Information Exchange Cooperative Agreement Program.

Health Information Technology

SECTION 39. Subsection (d) of said section 6D of said chapter 40J, as so appearing, is hereby amended by striking out the last 2 sentences and inserting in place thereof the following 2 sentences:- Before issuing requests for proposals relating to contracts to be entered into under this section, the institute's director shall consult with the council regarding the content of the requests for proposals. Nothing in this section shall be construed to provide the corporation or the institute any authority with respect to any contract relating to the development and implementation of the statewide health information exchange by the executive office of health and human services under section 2 of chapter 118I; provided, however, that the corporation shall maintain authority over contracts entered into by the corporation that the institute deems necessary: (i) to implement its responsibilities under the Office of the National Coordinator for Health Information Technology Challenge Grant Program and the Health Information Exchange

Cooperative Agreement Program; or (ii) in conjunction with any grants or other funding authorized under subsection (e) or any loan arrangements authorized under section 6E ½.

476

477

478

479

480

481

482

483

484

485

486

487

488

489

490

491

492

493

494

495

496

497

498

499

500

501

502

503

504

505

Appellate Tax Board Efficiency

SECTION 40. Section 1 of chapter 58A of the General Laws is hereby amended by striking out the first paragraph, as amended by section 15 of chapter 93 of the acts of 2011, and inserting in place thereof the following paragraph:-

There shall be in the executive office for administration and finance, but not subject to its control in the conduct of its adjudicatory functions, an appellate tax board, to consist of 5 members appointed by the governor, with the advice and consent of the council, for 6-year terms beginning on March 1 in the year of appointment. A member of the board shall be a member in good standing of the Massachusetts bar with at least 5 years of experience in tax law or litigation or a real estate appraiser with at least 5 years of experience holding the Appraisal Institute designation of MAI or SRA. The governor, with the advice and consent of the council, shall designate 1 member to serve as the chairperson. In addition to the minimum qualifications for appointment, the chairperson shall have proven knowledge of this chapter and the rules of practice and procedure of the board and shall possess demonstrable administrative and management ability. Upon the expiration of the term of office of a member of the board, a successor shall be appointed in like manner. The chairperson shall receive as compensation 75 per cent of the salary received by the chief justice of the trial court. The remaining members shall receive as compensation 75 per cent of the salary received by an associate justice of the trial court, as provided in section 4 of chapter 211B.

Appellate Tax Board Efficiency

SECTION 41. The first paragraph of section 1A of said chapter 58A, as appearing in the 2010 Official Edition, is hereby amended by striking out the last sentence and inserting in place thereof the following sentence:- An individual member of the board may decide cases on appeal from a board of assessors as provided in section 7 or 7A where the assessed value of the property involved does not exceed \$1,000,000.

Appellate Tax Board Efficiency

SECTION 42. Section 7A of said chapter 58A, as so appearing, is hereby amended by striking out, in line 41, the figure "\$20,000" and inserting in place thereof the following figure:- \$500,000.

Appellate Tax Board Efficiency

SECTION 43. Section 7B of said chapter 58A, as so appearing, is hereby amended by striking out, in lines 7, 8, 9, 11, 12 and 18, the figure "\$5,000" and inserting in place thereof, in each instance, the following figure:- \$25,000.

Brownfields Tax Credit Extension

SECTION 44. Section 6 of chapter 62 of the General Laws is hereby amended by striking out, in line 273, as so appearing, the figure "2013" and inserting in place thereof the following figure:- 2018.

Brownfields Tax Credit Extension

SECTION 45. Said section 6 of said chapter 62 is hereby further amended by striking out, in line 278, as so appearing, the figure "2014" and inserting in place thereof the following figure:- 2019.

Wholesaler Reporting

SECTION 46. Subsection (k) of section 16 of chapter 62C of the General Laws, as so appearing, is hereby amended by adding the following 4 sentences:- In addition, each such person shall annually, on or before March 20, file an information return for the prior calendar year in such form and containing such information as the commissioner may, by rule or regulation, require including, but not limited to, the total monthly sales amount to each person to whom sales have been made, exclusive of deposits required by sections 321 to 327, inclusive, of chapter 94, and identifying information for such purchasers. If any person fails to file the information return required by this subsection, the person shall be liable for a penalty of \$1,000 for each failure. The penalty shall be considered assessed upon the issuance by the commissioner of a notice to the taxpayer setting out the amount of the penalty and the period for which the information return was due. No other notice or demand for payment shall be required as a prerequisite to the imposition or collection of a penalty imposed under this subsection, and the penalty shall be collected in the same manner as a tax. A penalty imposed by the commissioner for a failure to file an information return under this subsection shall be subject to subsection (f) of section 33 relative to waiver of penalties.

Franchisor Reporting

SECTION 47. Said section 16 of said chapter 62C, as so appearing, is hereby further amended by adding the following subsection:-

(m) A franchisor that has at least 1 franchisee, required to be registered under section 67 as a sales tax vendor under chapter 64H, 64I or 64L, shall annually, not later than March 20, file an information return for the prior calendar year in such form and containing such information as the commissioner may require including, but not limited to, the total monthly transactions made by the franchisor, each person to whom sales have been made and identifying information for such purchasers. If a franchisor fails to file the information return required by this subsection, the franchisor shall be liable for a penalty of \$1,000 for each failure. The penalty shall be considered assessed upon the issuance by the commissioner of a notice to the taxpayer setting out the amount of the penalty and the period for which the information return was due. No other notice or demand for payment shall be required as a prerequisite to the imposition or collection of a penalty imposed under this subsection and the penalty shall be collected in the same manner as a tax. A penalty imposed by the commissioner for a failure to file an

information return under this subsection shall be subject to subsection (f) of section 33 relative to waiver of penalties.

543

544

545

546

547

548

549

550

551

552

553

554

555

556

557

558559

560

561

562

563

564

565

566

567

568569

570

571

572

573

574

575

576

577

578

579

580

Electronic Records

SECTION 48. The first paragraph of section 24 of said chapter 62C, as so appearing, is hereby amended by inserting after the first sentence the following sentence: The taxpayer shall provide to the commissioner all accounting records and information in a searchable electronic format, as requested by the commissioner, to the extent that the taxpayer maintains such records in electronic format.

Pass-Through Entity Corrections

SECTION 49. Said chapter 62C is hereby further amended by striking out section 24A, as so appearing, and inserting in place thereof the following section:-

Section 24A. (a) Members or indirect owners of a pass-through entity shall report items of income, expense or credit derived from the pass-through entity in a manner consistent with the reporting of the pass-through entity, except to the extent that a taxpayer member or indirect owner makes a declaration of inconsistency with its original return.

(b) The commissioner shall establish by regulation unified audit procedures. The commissioner may audit, in a unified proceeding, a pass-through entity 1 or more of whose members or indirect owners are subject to tax under chapters 62 or 63; provided, however, that nothing in this section shall limit the ability of the commissioner to audit or assess individual members or indirect owners with respect to items derived from a passthrough entity or the ability of the commissioner to inspect books and records of a passthrough entity outside of a unified audit procedure. The determination of pass-through entity items shall be binding on all members and indirect owners participating in the unified audit procedure. For purposes of this section, "members and indirect owners participating in the unified audit procedure" shall mean all members and indirect owners of a pass-through entity subject to audit in a unified proceeding under this section, other than members and indirect owners that elect not to participate in the unified audit procedure under subsection (e). The regulations shall establish the types of pass-through entities subject to unified audit proceedings which may include, but shall not be limited to, partnerships and S corporations. The regulations shall also require the pass-through entity to designate a tax matters partner who may represent all the members and indirect owners participating in the unified proceeding. The authority of the tax matters partner in a unified audit procedure shall include, but not be limited to, the following on behalf of members and indirect owners participating in the unified audit procedure: (i) receiving tax notices; (ii) representing members and indirect owners during the unified audit procedure and in administrative appeals with the commissioner; (iii) entering into settlement agreements with the commissioner under section 37C with regard to passthrough entity items; and (iv) filing petitions with the appellate tax board and pursuing any subsequent judicial appeal with respect to a determination of pass-through entity

items by the commissioner. So far as practicable, the commissioner's regulations shall be modeled on federal rules.

581

582

583

584

585

586

587

588

589

590

591

592

593

594

595

596

597

598

599

600

601

602

603

604 605

606 607

608

609

610

611

612

613

614

615

616 617

618

619

620

621 622

623

624 625

(c)(1) A unified audit procedure shall begin when the commissioner so notifies the tax matters partner. Except as otherwise provided, the commissioner shall begin a unified audit procedure and issue a notice of determination of pass-through entity items within 3 years after the later of the date on which the entity's return for the taxable year was either filed or required to be filed, taking extensions into account. The 3-year period shall be extended to the extent the statute of limitations for audit or assessment is extended under subsection (d). It shall be the responsibility of the tax matters partner to inform members and indirect owners of the pendency of the unified audit procedure. Such notice shall be provided in the manner and to the extent required in the partnership or other agreement governing the pass-through entity and its members and indirect owners. The failure of the tax matters partner to provide notice shall not affect the validity of the unified audit procedure with respect to all members and indirect owners participating in the unified audit procedure. The determination of pass-through entity items after the commencement of a unified audit procedure shall be made exclusively under the unified audit process which, except as specified in this section, shall supersede the assessment and abatement process otherwise applicable under this chapter to members and indirect owners with respect to pass-through entity items. If, in the course of a unified audit procedure, it appears to the commissioner that the statement of passthrough entity items on the entity's return will result in a tax liability of members and indirect owners that is different from the correct amount, the commissioner shall give notice of proposed adjustments to the tax matters partner and other members specified in regulations issued by the commissioner. Within 30 days after the notice, the tax matters partner or other members specified in regulations issued by the commissioner may request a conference with regard to proposed adjustments of pass-through entity items. After unified audit administrative proceedings are concluded, the commissioner shall issue a notice of determination of pass-through entity items to the tax matters partner. The tax matters partner or other members specified in regulations issued by the commissioner may petition the appellate tax board for review of the determination of pass-through entity items within 60 days after the determination has been sent to the tax matters partner. The appellate tax board shall have jurisdiction to decide petitions under this section and its decision shall be a final decision of the board for the purpose of the right to a judicial appeal.

(2) If no petition is filed with the appellate tax board as provided in this subsection, the determination of pass-through entity items shall become a final determination the day after the last date on which the pass-through entity may appeal the determination of pass-through entity items. If a timely petition is filed with the appellate tax board, the determination of pass-through entity items shall become a final determination on the later of: (i) the date of the appellate tax board decision or subsequent final judicial decision; or (ii) the day after the date on which the right to any further appeal expires. After a final determination of pass-through entity items is made, the commissioner shall assess or abate members and indirect owners in accordance with the final determination. The commissioner shall not be required to issue a notice of intent to assess prior to assessment.

(d)(1) Except as provided in this subsection, the statute of limitations for the assessment of tax of a member or indirect owner with respect to a pass-through entity item or an item affected by a pass-through entity item for a taxable year to which pass-through entity items relate shall not expire before the later of: (i) the assessment period, including subsections (d) or (h) of section 26, applicable to the taxpayer member or indirect owner for tax periods to which pass-through entity items relate; or (ii) 1 year after the date the determination of pass-through entity items becomes a final determination under paragraph (2) of subsection (c).

- (2) Subsections (d) and (h) of section 26 shall apply to returns filed by a pass-through entity. In such cases, the commissioner may conduct a unified audit of pass-through entity items and reach final determination of those items during such extended time periods as are consistent with those described in said subsections (d) and (h) of said section 26.
- (3) The tax matters partner or other person authorized by a pass-through entity may enter into a written agreement with the commissioner following the procedures under section 27 to extend the statute of limitations for the conduct of a unified audit procedure and determination of pass-through entity items.
- (4) A member or indirect owner participating in the unified audit procedure may, within 6 months after an assessment or abatement made after a final determination of pass-through entity items in accordance with paragraph (2) of subsection (d), challenge the computation of tax as it applies to that taxpayer by filing an application for abatement under section 37; provided, however, that the application shall be limited to computational matters on the member's or indirect owner's return attributable to pass-through entity items and shall not contest the underlying determination of the pass-through entity items.
- (e) Members or indirect owners of a pass-through entity may elect not to participate in a unified audit procedure by providing notice to the commissioner in such time and manner as the commissioner may require. Members or indirect owners who elect not to participate in the unified audit procedure shall follow the procedures under section 26 for pre-assessment conferences and procedures under section 37 for abatement requests and appeals with respect to determining and disputing tax related to pass-through entity items; provided, however, that the statute of limitations for assessment of tax to members or indirect owners who have elected not to participate in the unified audit procedure with respect to pass-through entity items and affected items derived from a pass-through entity that is subject to a unified audit procedure shall not expire in any event sooner than the end of 1 year after the date the determination of pass-through entity items becomes a final determination.

Department of Revenue Authority to Offset Refunds

SECTION 50. Section 1 of chapter 62D of the General Laws is hereby amended by striking out, in line 5, and in lines 42 and 43, as so appearing, the words "division of employment and training" and inserting in place thereof, in each instance, the following words:- department of unemployment assistance.

667	SECTION 51. Said section 1 of said chapter 62D is hereby further amended by
668	inserting after the word "debtor", in line 20, as so appearing, the following words:-; ar
669	amount owed to the department of unemployment assistance.

Department of Revenue Authority to Offset Refunds

670	SECTION 52. Said section 1 of said chapter 62D is hereby further amended by
671	inserting after the word "bankruptcy", in line 48, as so appearing, the following words:-
672	a person owing a debt certified by the comptroller.

Department of Revenue Authority to Offset Refunds

- SECTION 53. Said section 1 of said chapter 62D is hereby further amended by inserting after the definition of "Debtor", as so appearing, the following definition:-
- "Department", the department of revenue.

Department of Revenue Authority to Offset Refunds

- SECTION 54. Said section 1 of said chapter 62D is hereby further amended by striking out the definition of "Refund", as so appearing, and inserting in place thereof the following 2 definitions:-
- "Person", an individual, vendor, contractor, partnership, society, association, joint stock company, limited liability company, corporation, estate, receiver, trustee, assignee or any other person acting in a fiduciary or representative capacity, whether appointed by a court or otherwise, or any combination of persons.
- "Refund", an overpayment of a tax, including interest and penalties, that may be returned or credited to the taxpayer under section 30, 31A, 36, 36A, 37 or 39 of chapter 62C, section 27 or 27A of chapter 65, section 6 of chapter 65A or any other general or special law that authorizes such a return or credit; provided, however, the commissioner shall not offset any refunds under this chapter payable to an operator as defined in section 1 of chapter 64G, a vendor as defined in section 1 of chapter 64H or section 1 of chapter 64I or a direct broadcast satellite service provider as defined in section 1 of chapter 64M to the extent that the person is obligated under those chapters to repay the purchaser the amount for which the application for refund is made.

Department of Revenue Authority to Offset Refunds

SECTION 55. Section 13 of said chapter 62D is hereby amended by striking out, in lines 6 and 7, as so appearing, the words "division of employment and training" and inserting in place thereof the following words:- department of unemployment assistance.

Department of Revenue Authority to Offset Refunds

SECTION 56. Said section 13 of said chapter 62D is hereby further amended by striking out, in line 12, as so appearing, the word "and".

Department of Revenue Authority to Offset Refunds

SECTION 57. Said section 13 of said chapter 62D is hereby further amended by inserting after the figure "7A", as appearing in section 14 of chapter 142 of the acts of 2011, the following words:-; (x) unpaid federal nontax liabilities to a federal agency under section 15; and (xi) unpaid tax liabilities of another state under section 16.

Department of Revenue Authority to Offset Refunds

- SECTION 58. Said chapter 62D is hereby further amended by adding the following 2 sections:-
- Section 15. (a) As used in this section, the following words shall have the following meanings, unless the context clearly requires otherwise:
 - "Federal nontax liability", a delinquent nontax liability certified by a federal official including, but not limited to, any interest, penalty, fine, fee or other nontax assessment imposed by or payable to the federal government that is finally determined to be due and owing.
 - "Federal official", a unit or official of the federal government charged with the collection of federal nontax liabilities payable to the federal government and with the authority to enter into the offset agreement.
 - "Offset agreement", the agreement between the commissioner, the state comptroller and the Secretary of the Treasury authorized by this section and section 19 of chapter 7A.
 - "State tax liability", a delinquent tax liability certified by the commissioner including, but not limited to, any tax, interest, penalty or other addition to a tax imposed by or payable to the commonwealth that is finally determined to be due and owing under chapter 62C.
 - (b) Notwithstanding any other general or special law to the contrary, in coordination with the comptroller under section 19 of chapter 7A, the commissioner may enter into an offset agreement with the Secretary of the Treasury to participate in a reciprocal Treasury Offset Program under 31 U.S.C. section 3716 for the collection of any state tax liabilities owed to the commonwealth from federal payments to vendors and contractors. The offset agreement may provide for the United States to submit federal nontax liabilities owed to federal agencies for offset against refunds otherwise due and owing to taxpayers.
 - (c) Under the offset agreement, a federal official may: (1) certify to the commissioner the existence of a person's delinquent federal nontax liability, owed by the person to the federal government, by providing: (i) the full name and address of the person and any other names known to be used by the person; (ii) the social security number or federal tax identification number of the person; (iii) the amount of the federal

nontax liability; (iv) a statement certifying that the liability is past due, that due process has been provided and that the liability is legally enforceable in the amount certified, which may be provided in procedures for certifying payments in the offset agreement; and (v) any other information needed under the agreement; (2) request the commissioner to withhold any refund to which the person is entitled; and (3) retain a portion of the proceeds of any federal administrative setoff authorized by the federal offset program.

- (d) As required or permitted by state law, federal law or the offset agreement, the commissioner shall: (1) determine if a person for whom a certification is received is due a refund; (2) withhold a refund that is due a person whose name has been certified by a federal official; (3) notify the person of the amount withheld in satisfaction of the federal nontax liability certified by a federal official; and (4) pay to the federal official the lesser of the entire refund or the amount certified plus any fee due under subsection (g) and pay any refund in excess of such amount to the person.
- (e) The commissioner may certify to a federal official a person's delinquent state tax liability owed to the commonwealth by providing the federal official: (i) the full name and address of the person and any other names known to be used by the person; (ii) the social security number or federal tax identification number of the person; (iii) the amount of the state tax liability; (iv) a statement certifying that the state tax liability is past due, that due process has been provided and that the liability is legally enforceable in the amount certified, which may be provided in procedures for certifying payments in the offset agreement; and (v) any other information required by state statute or regulation applicable to the collection of the state tax liability by offset of federal payments to vendors and contractors.
- (f) The commissioner may request that the federal official withhold the lesser of any federal vendor or contractor payment to which the person is entitled under the offset agreement or the amount certified plus any fee due under subsection (g).
- (g) The commissioner shall establish a reasonable administrative fee to be charged to the person for the state offset of a federal nontax liability or the federal offset of a state tax liability. The fee shall be a separate charge and may be withheld from any refund. State administrative fees may be retained by the commissioner and shall be deposited in a separate revolving fund to be used by the commissioner, without further appropriation, for the costs in operating the offset program.
- (h) Notwithstanding section 21 of chapter 62C or any other law prohibiting disclosure by the department of the contents of a taxpayer's records or information, all information exchanged to accomplish and effectuate the intent of this section shall be lawful.
- (i) If an individual filed a joint income tax return and the federal nontax liability certified by a federal official is not the liability of both parties to the joint income tax return, the commissioner may not withhold or pay to the federal official that portion of the income tax refund attributable to the individual not owing the liability. The commissioner shall adopt procedures notifying parties to a joint income tax return of a proposed offset of a refund for a federal nontax liability certified by a federal official.

The parties to the return shall have 60 days to assert, in writing, that a portion of the income tax refund is attributable to the individual not owing the federal nontax liability.

If no such assertion, by a party to the joint return, is made within 60 days of notice, all of the refund shall be deemed attributable to the individual owing the liability.

Section 16. (a) As used in this section the following words shall have the following meanings, unless the context clearly requires otherwise:

"Other state tax liability", a delinquent tax liability certified by the tax officer of the reciprocal state, including but not limited to, any tax, interest, penalty or other addition to a tax imposed by or payable to the participating state that is finally determined to be due and owing under the laws of that state.

"State", any state or the District of Columbia which extends a like comity for the collection of taxes owed to the commonwealth and participates in the reciprocal offset program.

"State offset agreement", the agreement between the commissioner and the tax officer of the state which allows the department and the state to participate in a reciprocal offset program.

"State refund", an overpayment of any tax that is returned or credited to the taxpayer under the laws of the state.

"State tax liability", a delinquent tax liability certified by the commissioner including, but not limited to, any tax, interest, penalty or other addition to a tax imposed by or payable to the commonwealth that is finally determined to be due and owing under chapter 62C.

"Tax officer", a unit or official of a state, or the duly authorized agent of such unit or official, charged with the imposition, assessment or collection of taxes in that state.

"Taxpayer", a person identified by the commissioner or a tax officer as owing tax liabilities to the department or a state.

- (b) Notwithstanding any other general or special law to the contrary, the commissioner may enter into a state offset agreement with a tax officer to participate in a reciprocal offset program for the collection of state tax liabilities owed to the commonwealth from state refunds due a taxpayer of the reciprocal state. The state offset agreement may provide for the state to submit other state tax liabilities to be offset against refunds due to commonwealth taxpayers.
- (c) The commissioner may establish, in the state offset agreement, procedures and methods to be employed by the department and a state to safeguard information and implement this section. No state shall request the collection of taxes through the remedy established under this section unless the tax is at least \$50.
- (d) Under the state offset agreement, a tax officer may: (1) certify to the commissioner the existence of a person's delinquent other state tax liability, owed by the

person to the state, by providing: (i) the full name and address of the person and any other names known to be used by the person; (ii) the social security number or federal tax identification number of the person; (iii) the amount of the other state tax liability due to the state, including interest and penalties; (iv) a statement certifying that the liability is past due, that due process has been provided and that the other state tax liability is legally enforceable in the amount certified, which may be provided in procedures for certifying payments in the state offset agreement; and (v) any other information needed under the agreement; (2) request the commissioner to withhold any refund to which the person is entitled; and (3) retain a portion of the proceeds of any setoff authorized by the state offset program.

- (e) As required or permitted by state law and the state offset agreement, the commissioner shall: (1) determine if a person for whom a certification is received is due a refund; (2) withhold a refund that is due a person whose name has been certified by a tax officer; (3) notify the person of the amount withheld in satisfaction of the other state tax liability certified by a tax officer; (4) pay to the state the lesser of the entire refund or the amount certified plus any fee due under subsection (h); and (5) pay any refund in excess of such amount to the person.
- (f) The commissioner may certify to a tax officer a person's delinquent state tax liability owed the commonwealth by providing the tax officer: (i) the full name and address of the person and any other names known to be used by the person; (ii) the social security number or federal tax identification number of the person; (iii) the amount of the state tax liability; (iv) a statement certifying that the state tax liability is past due, that due process has been provided and that the liability is legally enforceable in the amount certified, which may be provided in procedures for certifying payments in the state offset agreement; and (v) any other information required by state statute or regulation applicable to the collection of the state tax liability by offset of state refunds due a taxpayer.
- (g) The commissioner may request that the tax officer withhold the lesser of any state refund to which the person is entitled under the state offset agreement or the amount certified plus any fee due under subsection (h).
- (h) The commissioner and the state may establish a reasonable administrative fee to be charged to the person for the provision of the offsets. The fee shall be a separate charge and may be withheld from any refund or state refund due to the person. Any applicable administrative fees may be retained by the commissioner and shall be deposited in a separate revolving fund to be used by the commissioner, without further appropriation, for the costs in operating the state offset program.
- (i) Notwithstanding section 21 of chapter 62C or any other law prohibiting disclosure by the department of the contents of a taxpayer's records or information, all information exchanged to accomplish and effectuate the intent of this section is lawful.
- (j) If an individual filed a joint income tax return and the other state tax liability certified by a tax officer is not the liability of both parties to the joint income tax return, the commissioner shall not withhold or pay to the state that portion of the income tax

refund attributable to the individual not owing the liability. The commissioner shall adopt procedures notifying parties to a joint income tax return of a proposed offset of a refund for the other state tax liability certified by a tax officer. The parties to the return shall have 60 days to assert in writing that a portion of the income tax refund is attributable to the individual not owing the liability. If no such assertion by a party to the joint return is made within 60 days of notice, all of the refund shall be deemed attributable to the individual owing the liability.

Employer Medical Assistance Contribution

SECTION 59. Section 12 of chapter 62E of the General Laws is hereby amended by striking out, in lines 23 and 24, as appearing in the 2010 Official Edition, the words "fair share employer contribution requirement under section 188" and inserting in place thereof the following words:- employer medical assistance contribution under section 189.

Brownfields Tax Credit Extension

SECTION 60. Section 38Q of chapter 63 of the General Laws, as so appearing, is hereby amended by striking out, in line 3, the figure "2013" and inserting in place thereof the following figure:- 2018.

Brownfields Tax Credit Extension

SECTION 61. Said section 38Q of said chapter 63, as so appearing, is hereby further amended by striking out, in line 8, the figure "2014" and inserting in place thereof the following figure:- 2019.

Chapter 70 Minimum Local Contribution

SECTION 62. Chapter 70 of the General Laws is hereby amended by inserting after section 6 the following section:-

Section 6A. (a) Notwithstanding any general or special law to the contrary, upon the request of the board of selectmen in a town, the city council in a city with a plan E form of government or the mayor in any other city, within any fiscal year, the department of revenue may recalculate the minimum required local contribution for that year. Based on the criteria established in this section, the department of revenue shall recalculate the minimum required local contribution for a municipality's local and regional schools and shall certify the amounts calculated to the department of elementary and secondary education.

(b) A city or town that used qualifying revenue amounts in a fiscal year which are not available for use in the next fiscal year, or that is required to use revenue for extraordinary non-school-related expenses for which it did not have to use revenues in the preceding fiscal year or that has an excessive certified municipal revenue growth factor which is greater than or equal to 1.5 times the state average municipal revenue growth factor may appeal to the department of revenue, not later than October 1, for an

adjustment of its minimum required local contribution and net school spending for that fiscal year.

- (c) If an appeal is determined to be valid, the department of revenue may reduce proportionately the minimum required local contribution amount based on the amount of shortfall in revenue or based on the amount of increase in extraordinary expenditures in the current fiscal year, but no adjustment to the minimum required local contribution on account of an extraordinary expense in the budget for the fiscal year in which the waiver is granted, shall affect the calculation of the minimum required local contribution in subsequent fiscal years. Qualifying revenue amounts shall include, but not be limited to, extraordinary amounts of free cash, overlay surplus and other available funds.
- (d) If upon submission of adequate documentation, the department of revenue determines that a municipality's appeal regarding an excessive municipal revenue growth factor is valid, the department of revenue shall recalculate the municipal revenue growth factor and the department of elementary and secondary education shall use the revised growth factor to calculate the preliminary local contribution, the minimum required local contribution and any other factor that directly or indirectly uses the municipal revenue growth factor. Any relief granted as a result of an excessive municipal revenue growth factor shall constitute a permanent reduction in the minimum required local contribution.
- (e) The board of selectmen in a town, the city council in a city with a plan E form of government, the mayor in any other city or a majority of the member municipalities of a regional school district, which used qualifying revenue amounts in a fiscal year that are not available for use in the next fiscal year, may appeal to the department of revenue, not later than October 1, for an adjustment to its net school spending requirement for that fiscal year. If an appeal is determined to be valid, the department of revenue shall reduce the net school spending requirement based on the amount of the shortfall in revenue and reduce the minimum required local contribution of the member municipalities accordingly. Qualifying revenue amounts shall include, but not be limited to, extraordinary amounts of excess and deficiency, surplus and uncommitted reserves.
- (f) If the regional school budget has already been adopted by two-thirds of the member municipalities then, upon a majority vote of the member municipalities, the regional school committee shall adjust the assessments of the member municipalities in accordance with the reduction in minimum required local contributions approved by the department of revenue or the department of elementary and secondary education in accordance with this section.
- (g) Notwithstanding clause (14) of section 3 of chapter 214 or any other general or special law to the contrary, the amounts determined under this section shall be the minimum required local contribution described in this chapter. The department of revenue and the department of elementary and secondary education shall notify the house and senate committees on ways and means and the joint committee on education of the amount of any reduction in the minimum required local contribution amount.
- (h) If a city or town has an approved budget that exceeds the recalculated minimum required local contribution and net school spending amounts for its local school

system or its recalculated minimum required local contribution to its regional school districts as provided in this section, the local appropriating authority shall determine the extent to which the community shall avail itself of any relief authorized by this section.

- (i) The amount of financial assistance due from the commonwealth in any fiscal year, under this chapter or any other law, shall not be changed on account of any redetermination of the minimum required local contribution under this section.
- (j) The department of revenue and the department of elementary and secondary education shall issue guidelines to implement their respective duties under this section.

University of Massachusetts Tuition Retention

SECTION 63. Section 1A of chapter 75 of the General Laws, as appearing in the 2010 Official Edition, is hereby amended by striking out, in lines 142 and 143, the words "; (p) submit recommendations to the council for approval for tuition rates at the university".

University of Massachusetts Tuition Retention

- SECTION 64. Said chapter 75 is hereby further amended by inserting after section 1A the following section:-
- 944 Section 1B. (a) For the purposes of this section, the following words shall have 945 the following meanings:-
 - "Student charges", in-state and out-of-state tuition and fees that are charged to students for general attendance at the university; provided, however, that "student charges" shall not include any fee or other charge established by the university that is specific to a particular course, program or activity nor any charges for room, board or student health insurance;
 - "Student tuition credit", a reduction in student charges for an eligible student.
 - (b) The board of trustees shall fix and establish student charges for the university. In-state tuition and mandatory student charges shall preserve affordability for residents of the commonwealth. Out-of-state student charges shall appropriately balance the financial needs of the university with the need to be competitive with peer institutions and, to the extent possible, cover, at minimum, the actual cost of the student's education. Tuition shall comprise the majority portion of student charges. In establishing student charges the board of trustees shall consider factors including, but not limited to, the Consumer Price Index, as published by the United States Department of Labor, Bureau of Labor Statistics, the Higher Education Price Index, as calculated by the Commonfund, tuition and fee rates at peer institutions, collective bargaining costs and total support from the commonwealth including direct appropriations along with other relevant data and measures.
 - (c) All student charges received by the university under this section shall be retained by the university in a revolving trust fund and shall be expended as the board of

trustees directs for the operation and support of the university. Any balance remaining in the trust fund, established under this section, at the end of a fiscal year shall continue to be held in the trust fund, shall remain available for expenditure in subsequent fiscal years and shall not revert to the General Fund. All such trust funds shall be subject to audit by the state auditor.

The university shall provide to each student a detailed statement of all student charges. The statement of charges shall be in a form approved by the board of trustees and shall break down the student charges and display the discount rate for in-state students and display the discount for any student that is eligible for a tuition credit.

- (d) For employees of the university who are paid from tuition retained under subsection (c), fringe benefits and collective bargaining shall be funded as if those employees' salaries were supported by state appropriations and such funds shall not be assessed fringe. This section shall apply only to fringe benefits and collective bargaining costs associated with salaries paid from retained tuition.
- (e) All tuition waivers, grants and scholarships identified in chapter 15A, other statutes and reductions collectively bargained that are in the form of a tuition or fee waiver shall be student tuition credits. Students that are eligible for a tuition credit shall have their student charges reduced by the amount of the tuition credit.
- (f) The board of trustees shall not accept any future tuition waivers, grants or scholarships identified in chapter 15A, other statutes or reductions collectively bargained that are in the form of a tuition or fee waiver unless the reduction is accompanied with an appropriation that fully supports them or the reduction is approved by the board of trustees.
- (g) The university shall annually report not later than March 1 to the senate and house committees on ways and means, the joint committee on higher education, the secretary of administration and finance and the secretary of education: (1) the status of the percentage of student education costs placed upon the student and subsidized by the commonwealth; and (2) a comprehensive document articulating the efficiencies and effectiveness of initiatives and programs at the university that save the commonwealth and students money and make the 5-campus system more efficient.

School Choice

SECTION 65. Section 12B of chapter 76 of the General Laws is hereby amended by striking out, in lines 89 to 92, inclusive, as appearing in the 2010 Official Edition, the words "Said tuition amount shall be equal to seventy-five percent of the actual per pupil spending amount in the receiving district for such education as is required by such non-resident student, but not more than five thousand dollars" and inserting in place thereof the following words:- That tuition amount shall be \$5,000.

1002 SECTION 66. Chapter 89 of the General Laws is hereby amended by adding the 1003 following section:-1004 Section 12. There shall be a surcharge of \$5 on a fine assessed against a person 1005 convicted of or found responsible for a motor vehicle violation under this chapter or a violation of a special regulation lawfully made under the authority of this chapter. The 1006 1007 surcharge shall be transferred by the registrar of motor vehicles to the state treasurer for 1008 deposit into the Public Safety Training Fund established in section 2JJJJ of chapter 29. Veteran Designation on License or ID Card 1009 SECTION 67. Section 8 of chapter 90 of the General Laws, as appearing in the 1010 2010 Official Edition, is hereby amended by inserting after the tenth paragraph the 1011 following paragraph:-1012 A license shall include the word "Veteran" upon presentation of sufficient 1013 evidence, as determined by the registrar, that a person is a veteran as defined in clause 1014 Forty-third of section 7 of chapter 4. A fee for a license that includes the word "Veteran" 1015 shall be equal to or less than the fee required for a license without such designation. Veteran Designation on License or ID Card 1016 SECTION 68. Section 8E of said chapter 90, as amended by section 1 of chapter 1017 170 of the acts of 2012, is hereby further amended by adding the following paragraph:-1018 An identification card shall include the word "Veteran" upon presentation of sufficient evidence, as determined by the registrar, that a person is a veteran as defined in 1019 1020 clause Forty-third of section 7 of chapter 4. A fee for a card that includes the word 1021 "Veteran" shall be equal to or less than the fee required for a card without such 1022 designation. **Public Safety Training Fund** 1023 SECTION 69. Section 20 of said chapter 90, as amended by section 95 of chapter 1024 139 of the acts of 2012, is hereby further amended by adding the following paragraph:-1025 There shall be a surcharge of \$5 on a fine assessed against a person convicted of 1026 or found responsible for a motor vehicle violation under this chapter or a violation of a 1027 special regulation lawfully made under the authority of this chapter. The surcharge shall 1028 be transferred by the registrar of motor vehicles to the state treasurer for deposit into the 1029 Public Safety Training Fund established in section 2JJJJ of chapter 29. **Environmental Police Trust Fund** 1030 SECTION 70. Section 35 of chapter 90B of the General Laws, as appearing in the 1031 2010 Official Edition, is hereby amended by adding the following sentence:- Such 1032 distribution of fines shall not apply to the surcharge amount imposed by section 39 of this 1033 chapter and section 10I of chapter 21A.

Environmental Police Trust Fund

1034 1035	SECTION 71. Said chapter 90B is hereby amended by adding the following section:-
1036 1037 1038 1039 1040	Section 39. (a) There shall be a 10 per cent administrative fee charged on all registration, title and permit fees collected under this chapter by the office of law enforcement, established in section 10A of chapter 21A. The administrative fee shall be deposited into the Environmental Police Trust Fund, established in section 2KKKK of chapter 29.
1041 1042 1043 1044 1045	(b) A surcharge of 20 per cent shall be added to all fines assessed against persons convicted of, or found responsible for, a violation of this chapter or a violation of a special regulation promulgated under this chapter. Notwithstanding section 10G of chapter 21A, the surcharge shall be deposited into the Environmental Police Trust Fund, established in section 2KKKK of chapter 29.
	Employer Medical Assistance Contribution
1046 1047 1048	SECTION 72. Chapter 111K of the General Laws is hereby amended by striking out section 9, as appearing in the 2010 Official Edition, and inserting in place thereof the following section:-
1049 1050 1051 1052 1053 1054 1055	Section 9. To provide the monies necessary to establish and meet the purposes of the fund, the commission shall receive out of the employer medical assistance contribution under section 189 of chapter 149, \$1 annually for each employee whose wages determine such employer's total employer medical assistance contribution under said section 189 of said chapter 149. Said contribution shall be collected by the director of unemployment assistance and paid over to the state treasurer for deposit in the fund annually as provided by the commission.
	General Health Supplies Definition
1056 1057 1058 1059	SECTION 73. The definition of "General health supplies, care or rehabilitative services and accommodations" in section 8A of chapter 118E of the General Laws, inserted by section 115 of chapter 224 of the acts of 2012, is hereby amended by inserting after the word "surgical" the following word:- , chiropractic.
	Health Safety Net Assessments
1060 1061 1062 1063	SECTION 74. The definition of "Managed care organization" in section 64 of chapter 118E of the General Laws, inserted by section 131 of chapter 224 of the acts of 2012, is hereby amended by inserting after the figure "9D" the following words:- or an integrated care organization, as defined in section 9F.

SECTION 75. Clause (1) of the definition of "Payments subject to surcharge" in said section 64 of said chapter 118E, as so inserted, is hereby amended by inserting after the figure "65" the following words:- who are not enrolled in an integrated care organization.

Health Safety Net Assessments

1069 1070 SECTION 76. Said definition of "Payments subject to surcharge" in said section 64 of said chapter 118E, as so inserted, is hereby further amended by striking out the 1071 1072

1065

1066

1067 1068

1073

1074

1075

1076

1077

1078

1079

1080

1081

1082 1083

1084

1085

1086

1087

1088

1089

1090

1091

1092

1093

1094 1095

1096

1097

1098

1099

1100

1101

word "division" and inserting in place thereof the following words:- executive office.

Health Safety Net Assessments

SECTION 77. Said section 64 of said chapter 118E, as so inserted, is hereby further amended by inserting after the definition of "Surcharge payor" the following 2 definitions:-

"Total acute hospital assessment amount", an amount equal to \$160,000,000 plus 50 per cent of the estimated cost, as determined by the secretary of administration and finance, of administering the health safety net and related assessments in accordance with sections 65 to 69, inclusive.

"Total surcharge amount", an amount equal to \$160,000,000 plus 50 per cent of the estimated cost, as determined by the secretary of administration and finance, of administering the health safety net and related assessments in accordance with sections 65 to 69, inclusive.

Health Safety Net Assessments

SECTION 78. Said chapter 118E is hereby further amended by striking out section 66, as so inserted, and inserting in place thereof the following section:-

Section 66. (a) There shall be established and set up on the books of the commonwealth a fund to be known as the Health Safety Net Trust Fund, in this section and in sections 67 to 69, inclusive, called the fund, which shall be administered by the health safety net office, hereinafter the office. Expenditures from the fund shall not be subject to appropriation unless otherwise required by law. The purposes of the fund shall be to: (i) maintain a health care safety net by reimbursing hospitals and community health centers for a portion of the cost of reimbursable health services provided to low-income, uninsured or underinsured residents; (ii) support the estimated expenses of the executive office in administering the health safety net and related assessments under sections 65 to 69, inclusive; and (iii) support a portion of the costs of the Medicaid program under this chapter and the commonwealth care health insurance program under chapter 118H. The office shall administer the fund using methods, policies, procedures, standards and criteria for the proper and efficient operation of the fund and programs supported by it in a manner designed to distribute the fund resources as equitably as possible. The secretary of administration and finance, in consultation with the secretary of health and human services, shall determine annually the estimated expenses to administer the fund.

1102 (b) The fund shall consist of: (i) all amounts paid by acute hospitals and surcharge 1103 payors under sections 67 and 68; (ii) all appropriations for the purpose of payments to 1104 acute hospitals or community health centers for health services provided to uninsured and 1105 underinsured residents; (iii) any transfers from the Commonwealth Care Trust Fund, 1106 established under section 2000 of chapter 29; and (iv) all property and securities 1107 acquired by and through the use of monies belonging to the fund and all interest thereon. 1108 The office shall expend amounts in the fund, except for amounts transferred to the 1109 Commonwealth Care Trust Fund, for payments to hospitals and community health 1110 centers for reimbursable health services provided to uninsured and underinsured residents 1111 of the commonwealth, consistent with the requirements of this section and section 69 and 1112 the regulations adopted by the office. The office shall also annually expend monies from 1113 the fund for the expenses of the executive office, including the health safety net office 1114 under subsection (a), for the administration of the health safety net and related 1115 assessments. The office shall also expend not more than \$6,000,000 annually from the 1116 fund for demonstration projects that use case management and other methods to reduce 1117 the liability of the fund to acute hospitals. Any amounts collected from surcharge payors in any year in excess of the total surcharge amount, adjusted to reflect applicable 1118 1119 surcharge credits, shall be transferred to the General Fund to support a portion of the 1120 costs of the Medicaid program and commonwealth care health insurance program. Any 1121 annual balance remaining in the fund after these payments have been made shall be 1122 transferred to the Commonwealth Care Trust Fund. All interest earned on the amounts in 1123 the fund shall be deposited or retained in the fund. The director shall from time to time requisition from the fund amounts that the director considers necessary to meet the 1124 1125 current obligations of the office for the purposes of the fund and estimated obligations for a reasonable future period. 1126

Health Safety Net Assessments

SECTION 79. Subsection (a) of section 67 of said chapter 118E, as so inserted, is hereby amended by striking out clause (ii) and inserting in place thereof the following clause:- (ii) the total acute hospital assessment amount.

Health Safety Net Assessments

SECTION 80. The fourth sentence of subsection (a) of section 68 of said chapter 118E, as so inserted, is hereby amended by striking out the figure "\$160,000,000" and inserting in place thereof the following words:- the total surcharge amount.

1130

1131

1132

1133

1134

1135

1136

1137

Health Safety Net Assessments

SECTION 81. The fifth sentence of said subsection (a) of said section 68 of said chapter 118E, as so inserted, is hereby amended by striking out the words "less than \$150,000,000 or more than \$170,000,000 in surcharge payments," and inserting in place thereof the following words:- less than the total surcharge amount minus \$10,000,000 or more than the total surcharge amount plus \$10,000,000.

Health Information Technology

1138 SECTION 82. Subsection (b) of section 3 of chapter 118I of the General Laws, 1139 inserted by section 134 of chapter 224 of the acts of 2012, is hereby amended by striking 1140 out clauses (ii) to (iv), inclusive, and inserting in place thereof the following 2 clauses:-1141 (ii) implement, operate and maintain the statewide health information exchange; and 1142 (iii) develop and implement statewide health information exchange infrastructure, 1143 including, without limitation, provider directories, certificate storage, transmission 1144 gateways, auditing systems and any components necessary to connect the statewide 1145 health information exchange to provider electronic health records systems.

Health Information Technology

SECTION 83. Section 10 of said chapter 118I, as so inserted, is hereby amended by striking out the last sentence.

Construction and Disposition of Certain Public Housing Units

SECTION 84. Section 26 of chapter 121B of the General Laws, as appearing in the 2010 Official Edition, is hereby amended by adding the following clause:-

1148

1149

1150

1151

1152

1153

1154

1155

1156

1157

1158 1159

1160

1161 1162

1163

1164 1165

1166

1167 1168

1169

1170

1171

1172

1173

1174

1175

(p) Notwithstanding this section or section 34 to the contrary, to dispose of or demolish any part or all of an existing housing project assisted by the commonwealth under chapter 689 of the acts of 1974, chapter 167 of the acts of 1987 or chapter 705 of the acts of 1966, if: (i) the department and the housing authority have determined that it is not financially feasible to bring the units up to a reasonable program standard for occupancy or permissible to convert the units to another low rent housing program; and (ii) for units financed under chapter 705 of the acts of 1966, the units were vacant as of November 1, 2012, or, for units financed under chapter 689 of the acts of 1974 or chapter 167 of the acts of 1987, the department has received written confirmation from both the department of developmental services and the department of mental health that those units are obsolete and inappropriate for housing their respective clients; provided, however, that the housing authority may dispose of the property by sale, ground lease or other transfer of its interest in the property only upon such approval by the department; and provided further that, the department shall review and approve any appraisal, request for proposals related to the disposition and the selection of the bidder. The request for proposals shall provide that: (i) in reviewing responses to the request for proposals, first priority for selecting from among the responsive and responsible bidders shall be those bidders that offer a feasible plan to provide housing on the site that is permanently affordable to households under 80 per cent of area median income as defined by the department; provided, that those bidders shall obtain the property for \$1, subject to an enforceable agreement to meet the requirements of its proposal; and (ii) if no responsive and responsible bidder meets the above standard, the property shall be sold to the bidder offering the highest price for the property.

Notwithstanding this chapter to the contrary, proceeds from the disposition, after paying for the costs of the disposition, shall be deposited in an expendable trust controlled by the department, the purpose of which shall be to fund capital improvements

1176 that the department determines are necessary and appropriate at existing housing 1177 developments that serve households that would have been eligible for occupancy of the 1178 units that had been sited on the property. **Bone Marrow Donors** 1179 SECTION 85. Chapter 149 of the General Laws is hereby amended by inserting 1180 after section 33E the following section:-1181 Section 33F. (a) An employee of the commonwealth or an employee of a county, 1182 city or town that accepts this section may take a leave of absence, without loss of pay, of 1183 not more than 5 days to undergo the medical procedure and associated physical recovery 1184 time due to participation in a bone marrow donor program. 1185 (b) If the necessity for leave under this section is foreseeable, the employee shall 1186 provide the employer with not less than 7 days' notice before the leave is to begin. If the necessity for leave is not foreseeable, the employee shall provide such notice as is 1187 practicable. 1188 1189 (c) An employer may require that a request for leave under this section be 1190 supported by a certification issued at such time and in such manner as the attorney 1191 general may by regulation require. 1192 (d) The attorney general shall enforce this section, and may obtain injunctive or 1193 declaratory relief for this purpose. Violations of this section shall be subject to the 1194 second paragraph of section 150 and to section 180. **Bone Marrow Donors** 1195 SECTION 86. Section 150 of said chapter 149, as appearing in the 2010 Official 1196 Edition, is hereby amended by inserting after the figure "33E", in line 20, the following 1197 figure:-, 33F. **Employer Medical Assistance Contribution** 1198 SECTION 87. Section 188 of said chapter 149 is hereby repealed. **Employer Medical Assistance Contribution** 1199 SECTION 88. Said chapter 149 is hereby amended by adding the following 1200 section:-1201 Section 189. (a) Each employer, subject to sections 14, 14A and 14C of chapter 1202 151A, shall pay, in the same manner and at the same times as the director of 1203 unemployment assistance prescribes for the contribution required by said section 14, an 1204 employer medical assistance contribution. The employer medical assistance contribution 1205 shall be computed by multiplying the wages the employer paid its employees by the 1206 employer medical assistance contribution rate of .36 per cent; provided, however, that 1207 employers who employ 5 or fewer employees shall not be required to pay such employer

medical assistance contribution. The purpose of the employer medical assistance contribution shall be to support the provision of subsidized health care services funded by the Commonwealth Care Trust Fund and the Health Safety Net Trust Fund.

- (b) The receipts from such contributions shall be placed in the Commonwealth Care Trust Fund established under section 2000 of chapter 29, or any successor fund; provided, however, that \$1 for each employee whose wages determine each employer's total employer medical assistance contribution shall be deposited annually in the Catastrophic Illness in Children Relief Fund established by section 2ZZ of chapter 29; and provided further, that the Commonwealth Care Trust Fund shall transfer not less than \$30,000,000 of these funds annually to the Health Safety Net Trust Fund established under section 66 of chapter 118E. Prior to depositing the amounts collected under this section, the director of unemployment assistance may deduct all administrative costs incurred by the department as a result of this section, including an amount as determined by the United States Secretary of Labor in accordance with federal cost rules; provided, however, that in no calendar year may such deduction exceed 5 per cent of the amounts collected under this section.
- (c)(1) For the purposes of this section, the term "wages" shall not include that part of remuneration which, after remuneration equal to the employer medical assistance contribution wage base with respect to employment with such employer has been paid to an individual during the calendar year, is paid to such individual during such year. For the purposes of this paragraph, remuneration shall include remuneration paid to an individual during the calendar year with respect to employment with a transferring employer, as that term is used in subsection (n) of section 14 of chapter 151A.
- (2) For the purposes of this section, the term "employer medical assistance contribution wage base" shall have the same meaning as the term "unemployment insurance taxable wage base" as defined in paragraph (4) of subsection (a) of section 14 of chapter 151A.
- (d)(1) This section shall not apply to an employer newly subject to chapter 151A, until such employer has been an employer for a minimum of 12 consecutive months, as specified in paragraph (1) of subsection (b) of said section 14 of said chapter 151A.
- (2) Notwithstanding the contribution rate set forth in subsection (a), during the first calendar year in which this section shall apply to an employer under paragraph (1), the employer's employer medical assistance contribution rate shall be .12 per cent.
- (3) Notwithstanding the contribution rate set forth in subsection (a), during the second calendar year in which this section shall apply to an employer newly subject to this chapter under paragraph (1), the employer's employer medical assistance contribution shall be .24 per cent.
- (e) Except where inconsistent with this section, the terms and conditions of chapter 151A that are applicable to the payment and collection of contributions or payments in lieu of contributions shall apply to the same extent to the payment of and the collection of such employer medical assistance contribution; provided, however, that

such contributions shall not be credited to the employer's account or to the solvency account established under sections 14, 14A or 14C of chapter 151A.

- (f) There shall be an employer medical assistance contribution rate review board composed of the: (i) director of the health safety net office or a designee; (ii) director of the department of unemployment assistance or a designee; (iii) executive director of the commonwealth health insurance connector authority or a designee; and (iv) the commissioner of insurance or a designee. The rate review board shall meet on or before November 30 of each year to review the costs paid by the commonwealth in the previous fiscal year to provide subsidized care to low-income residents of the commonwealth. If the board determines that costs have increased by more than 5 per cent from the previous fiscal year, it may, by a majority vote, adjust the employer medical assistance contribution by not more than 5 per cent. The board shall file a report detailing its cost review determination with the executive office for administration and finance, the clerks of the senate and house of representatives, the joint committee on labor and workforce development and the house and senate committees on ways and means not later than December 31 of each year.
- (g) The director of unemployment assistance, the director of the health safety net office and the executive director of the commonwealth health insurance connector authority shall report annually, after the end of each calendar year, to the governor and the house and senate committees on ways and means. The report shall include the number of employers paying an employer medical assistance contribution, the amount collected in the fund, the amount needed to administer the fund, the amount transferred, how the funds were used by program. The report may also make recommendations for changes in the law and regulations governing the fund.
- (h) Any employer notified of a liability determination under this section by the director of unemployment assistance may request a hearing on such determination. The request for hearing shall be filed within 10 days after mailing of the notice of the determination. If a hearing is requested, the director shall give the employer a reasonable opportunity for a fair hearing before an impartial hearing officer designated by the director. The hearing shall be conducted in accordance with the procedures in subsection (b) of section 39 of chapter 151A. Any employer aggrieved by the decision following the hearing may appeal such decision as prescribed by sections 40 to 42, inclusive, of chapter 151A. Unless action is taken under section 40 of chapter 151A, the decision of the director shall be final on all questions of fact and law.

Employer Medical Assistance Contribution

SECTION 89. Section 14G of chapter 151A of the General Laws is hereby repealed.

Employer Medical Assistance Contribution

SECTION 90. Paragraph (7) of subsection (c) of section 46 of said chapter 151A, as amended by section 145 of chapter 224 of the acts of 2012, is hereby further amended

by striking out the words "and for the administration of the fair share employer contribution requirement under section 188 of chapter 149".

Regional Transit Authority Annual Audit

SECTION 91. Section 8 of chapter 161B of the General Laws, as appearing in the 2010 Official Edition, is hereby amended by striking out subsection (g) and inserting in place thereof the following subsection:-

(g) The authority shall on or before October 1 of each year deliver to the chief financial and accounting officer of the department of transportation, the secretary of administration and finance, the state treasurer, the state comptroller, the regional advisory board, the house and senate committees on ways and means, the joint committee on transportation and the clerks of the senate and house of representatives a report of its operations for the preceding fiscal year, including a description of organization for the authority, its comprehensive program for mass transportation as most recently revised and its audited financial statements for the most recently completed fiscal year. The financial statements shall be audited in accordance with generally accepted auditing standards and government auditing standards issued by the Comptroller General of the United States. The financial statements shall include the opinion of the independent auditor thereon.

Out-of-Network Ambulance Services

SECTION 92. Chapter 176D of the General Laws is hereby amended by inserting after section 3B the following section:-

Section 3C. (a) As used in this section, the following words shall, unless the context clearly requires otherwise, have the following meanings:-

"Ambulance service provider", a person or entity licensed by the department of public health under section 6 of chapter 111C to establish or maintain an ambulance service.

"Emergency ambulance services", emergency services that an ambulance service provider is authorized to render under its ambulance service license when a condition or situation in which an individual has a need for immediate medical attention, or where the potential for such need is perceived by the individual, a bystander or an emergency medical services provider.

"Insurance policy" and "insurance contract", a contract of insurance, motor vehicle insurance, indemnity, medical or hospital service, dental or optometric, suretyship or annuity issued, proposed for issuance or intended for issuance by any insurer.

"Insured", an individual entitled to ambulance services benefits under an insurance policy or insurance contract.

"Insurer", a person as defined in section 1 of chapter 176D; any health maintenance organization as defined in section 1 of chapter 176G; a non-profit hospital

service corporation organized under chapter 176A; any organization as defined in section 1 of chapter 176I that participates in a preferred provider arrangement also as defined in said section 1 of said chapter 176I; any carrier offering a small group health insurance plan under chapter 176J; any company as defined in section 1 chapter 175; any employee benefit trust; any self-insurance plan, and any company certified under section 34A of chapter 90 and authorized to issue a policy of motor vehicle liability insurance under section 113A of chapter 175 that provides insurance for the expense of medical coverage.

- (b) Notwithstanding any general or special law to the contrary, in any instance in which an ambulance service provider provides an emergency ambulance service to an insured but is not an ambulance service provider under contract to the insurer maintaining or providing the insured's insurance policy or insurance contract, the insurer maintaining or providing such insurance policy or insurance contract shall pay the ambulance service provider directly and promptly for the emergency ambulance service rendered to the insured. Such payment shall be made to the ambulance service provider notwithstanding that the insured's insurance policy or insurance contract contains a prohibition against the insured assigning benefits thereunder so long as the insured executes an assignment of benefits to the ambulance service provider and such payment shall be made to the ambulance service provider in the event an insured is either incapable or unable as a practical matter to execute an assignment of benefits under an insurance policy or insurance contract pursuant to which an assignment of benefits is not prohibited, or in connection with an insurance policy or insurance contract that contains a prohibition against any such assignment of benefits. An ambulance service provider shall not be considered to have been paid for an emergency ambulance service rendered to an insured if the insurer makes payment for the emergency ambulance service to the insured. An ambulance service provider shall have a right of action against an insurer that fails to make a payment to it pursuant to this subsection.
- (c) Payment to an ambulance service provider shall be in accordance with pricing standards set forth by the commissioner of insurance through regulation. Such pricing standards shall ensure that such payments are fair, reasonable and reflect the cost of providing such services, including, but not limited to, the distance traveled and cost differences between services originating in urban versus rural areas.
- (d) An ambulance service provider receiving payment for emergency ambulance services under subsections (b) and (c) shall be deemed to have been paid in full for the emergency ambulance services provided to the insured and shall have no further right or recourse to further bill the insured for said emergency ambulance services with the exception of coinsurance, co-payments or deductibles for which the insured is responsible under the insured's insurance policy or insurance contract.
- (e) No term or provision of this section shall be construed as limiting or adversely affecting an insured's right to receive benefits under any insurance policy or insurance contract providing insurance coverage for emergency ambulance services. Nothing in this section shall create an entitlement on behalf of an insured to coverage for emergency ambulance services if the insured's insurance policy or insurance contract provides no coverage for emergency ambulance services.

1367	(f) The commissioner of insurance shall enforce this section.
	Mosquito Control
1368 1369 1370 1371 1372	SECTION 93. The second paragraph of section 5A of chapter 252 of the General Laws, as appearing in the 2010 Official Edition, is hereby amended by adding the following sentence:- The certification shall not give the board the authority to modify the budget approved by a mosquito control project without the mosquito control project's approval.
	Postponement of FAS 109 Deduction
1373 1374 1375	SECTION 94. Paragraph (2) of section 95 of chapter 173 of the acts of 2008 is hereby amended by striking out the figure "2014", inserted by section 140 of chapter 139 of the acts of 2012, and inserting in place thereof the following figure:- 2015.
	Extend Authority to Terminate and Renegotiate Leases
1376 1377 1378 1379	SECTION 95. Section 23 of chapter 5 of the acts of 2009 is hereby amended by striking out the figure "2013", inserted by section 143 of chapter 139 of the acts of 2012, and inserting in place thereof the following figure:- 2014.
	Extend Authority to Terminate and Renegotiate Leases
1380 1381 1382	SECTION 96. Section 195 of chapter 131 of the acts of 2010 is hereby amended by striking out the figure "2013", inserted by section 146 of said chapter 139, and inserting in place thereof the following figure:- 2014.
	Tobacco Settlement OPEB Transfer
1383	SECTION 97. Section 152 of chapter 68 of the acts of 2011 is hereby repealed.
	Substance Abuse Services Fund
1384 1385	SECTION 98. Section 94 of chapter 142 of the acts of 2011 is hereby amended by striking out the figure "2013" and inserting in place thereof the following figure:- 2014.
	Out of District Vocational Technical School Tuition Payments
1386	SECTION 99. Section 89 of chapter 139 of the acts of 2012 is hereby repealed.
	Out of District Vocational Technical School Tuition Payments
1387 1388	SECTION 100. Section 221 of said chapter 139 of the acts of 2012, as most recently amended by section 18 of chapter 3 of the acts of 2013, is hereby repealed.

Employer Medical Assistance Contribution

SECTION 101. Sections 141, 142 and 301 of chapter 224 of the acts of 2012 are hereby repealed.

Tobacco Settlement OPEB Transfer

SECTION 102. Notwithstanding section 1 of chapter 29D of the General Laws or any other general or special law to the contrary, the unexpended balances in items 0699-0014, 0699-0015, 0699-0019, 0699-2005 and 0699-9100 shall be deposited into the State Retiree Benefits Trust Fund, established by section 24 of chapter 32A of the General Laws, not later than June 1 of each fiscal year. The amount deposited shall be an amount equal to 20 per cent of all payments received by the commonwealth in fiscal year 2014 under the master settlement agreement in Commonwealth of Massachusetts v. Philip Morris, Inc. et. al., Middlesex Superior Court, No. 95-7378. If, in any fiscal year, the unexpended balances of items 0699-0014, 0699-0015, 0699-2005 and 0699-9100 is less than the required percentage of the master settlement agreement payments due to the State Retiree Benefits Trust Fund, an amount equal to the difference shall be transferred to the State Retiree Benefits Trust Fund from payments received by the commonwealth under the master settlement agreement in Commonwealth of Massachusetts v. Philip Morris, Inc. et. al., Middlesex Superior Court, No. 95-7378.

The amount to be deposited in the State Retiree Benefits Trust Fund shall be increased by 10 percentage points in fiscal year 2015 and in each subsequent fiscal year until the amount to be deposited reaches an amount equal to 100 per cent of the payments received under the master settlement agreement.

Fertilizer Bylaws

SECTION 103. Notwithstanding sections 2 and 65A of chapter 128 of the General Laws, sections 8 and 9 of chapter 262 of the acts of 2012 or any other general or special law to the contrary, any ordinance or by-law relative to nutrient management or establishing fertilizer guidelines enacted or adopted by a city or adopted by a town between July 31, 2012 and July 31, 2013 shall be enforceable by that city or town, notwithstanding any disapproval under section 32 of chapter 40 of the General Laws occurring prior to July 1, 2013.

Pension Cost of Living Adjustment

SECTION 104. Notwithstanding any general or special law to the contrary, the amounts transferred under subdivision (1) of section 22C of chapter 32 of the General Laws shall be made available for the Commonwealth's Pension Liability Fund established by section 22 of said chapter 32. The amounts transferred under said subdivision (1) of said section 22C of said chapter 32 shall meet the commonwealth's obligations under said section 22C of said chapter 32, including retirement benefits payable by the state employees' and the state teachers' retirement systems, for the costs associated with a 3 per cent cost of living adjustment, under section 102 of said chapter 32, for the reimbursement of local retirement systems for previously authorized cost of living adjustments under said section 102 of said chapter 32 and for the costs of increased

1426 survivor benefits under chapter 389 of the acts of 1984. The state board of retirement and 1427 each city, town, county and district shall verify these costs, subject to the rules adopted 1428 by the state treasurer. The state treasurer may make payments upon a transfer of funds to 1429 reimburse certain cities and towns for pensions to retired teachers, including any other 1430 obligations which the commonwealth has assumed on behalf of any retirement system 1431 other than the state employees' or state teachers' retirement systems and also including the 1432 commonwealth's share of the amounts to be transferred under section 22B of said chapter 1433 32 and the amounts transferred under clause (a) of the last paragraph of section 21 of 1434 chapter 138 of the General Laws. All payments for the purposes described in this section 1435 shall be made from the fund and any distribution and the payments for which 1436 distributions are required shall be detailed in a written report filed quarterly by the 1437 secretary of administration and finance with the house and senate committees on ways 1438 and means and the joint committee on public service in advance of this distribution. 1439 Distributions shall not be made in advance of the date on which a payment is actually to 1440 be made. The state board of retirement may expend an amount for the purposes of the 1441 board of higher education's optional retirement program under section 40 of chapter 15A 1442 of the General Laws. To the extent that the amount transferred under said subdivision (1) 1443 of said section 22C of said chapter 32 exceeds the amount necessary to adequately fund 1444 the annual pension obligations, the excess amount shall be credited to the Pension 1445 Reserves Investment Trust Fund, established by subdivision (8) of section 22 of said 1446 chapter 32, to reduce the unfunded pension liability of the commonwealth.

Trial Court Transferability

1447

1448

1449

1450

1451

1452

1453

1454

1455

1456

1457

1458

1459

1460

1461

1462

1463

SECTION 105. Notwithstanding clause (xiii) of the third paragraph of section 9A of chapter 211B of the General Laws or any other general or special law to the contrary, the court administrator may, from the effective date of this act through April 30, 2014, transfer funds from any item of appropriation within the trial court to any other item of appropriation within the trial court; provided, however, that a transfer under this section shall not occur until 10 days after the revised funding schedules have been submitted in writing to the house and senate committees on ways and means; and provided further, that the revised funding schedules shall include: (1) the amount of money transferred from any item of appropriation to any other item of appropriation; (2) the reason for the necessity of the transfer; and (3) the date on which the transfer shall be completed.

Edward J. Sullivan Courthouse

SECTION 106. Notwithstanding subsection (e) of section 20 of chapter 304 of the acts of 2008, the net cash proceeds of the sale of the former Edward J. Sullivan Courthouse in the city of Cambridge shall be deposited in the General Fund.

Fuel Assistance Forward Funding

SECTION 107. Notwithstanding any general or special law to the contrary, the department of housing and community development may provide not more than \$10,000,000 to eligible entities that administer the federal Low Income Home Energy Assistance Program described in item 7004-2033 of section 2D to allow the eligible

entities to begin start-up operations of the program to provide advanced funding not later than 30 days after the start of the fiscal year; provided, that the department and eligible entities may expend a portion of these funds for approved administrative costs consistent with the current or prior year's state plan submitted by the department under the federal program; provided further, that the department and the eligible entities may, after November 1, 2013, expend a portion of these funds to assist low-income elders, working families and other households with the purchase of heating oil, propane and natural gas and electricity and other primary or secondary heating sources; provided further, that funds expended for this purpose shall be transferred from the General Fund; and provided further, that the advanced funding shall be subject to the federal reimbursement of funds under said item 7004-2033 of said section 2D.

MassDOT Snow and Ice

SECTION 108. (a) Notwithstanding any general or special law to the contrary, the Massachusetts Department of Transportation may incur liabilities and make expenditures in fiscal year 2014 in excess of funds available to the department for snow and ice removal; provided, however, that the expenditures are approved by the secretary of transportation in consultation with the secretary of administration and finance; provided further, that no expenses shall be made in excess of funds available until \$38,000,000 has been expended for snow and ice removal in fiscal year 2014; provided further, that the negative balance of funds available for snow and ice removal shall not exceed \$42,000,000 at any time; and provided further, that the state comptroller may certify for payment invoices in excess of funds available to the department.

(b) The department shall, on or before May 1, 2014, report to the executive office for administration and finance and the house and senate committees on ways and means the total amounts budgeted and expended for snow and ice removal; provided, however, that the department shall seek appropriations, as required, to cure deficiencies resulting from the removal of snow and ice for the fiscal year ending June 30, 2014.

MassHealth Savings Report

SECTION 109. Notwithstanding any general or special law to the contrary, MassHealth shall, not later than October 1, 2013, file a report with the executive office for administration and finance and the house and senate committees on ways and means identifying savings initiatives and cash management strategies that the executive office of health and human services will pursue in fiscal year 2014 in order to operate the MassHealth program within the amounts appropriated in items 4000-0430, 4000-0500, 4000-0600, 4000-0700, 4000-0870, 4000-0875, 4000-0880, 4000-0890, 4000-0895, 4000-0940, 4000-0950, 4000-0990, 4000-1400 and 4000-1405 of this act; provided, that MassHealth shall notify the executive office for administration and finance and the house and senate committees on ways and means not less than 15 days in advance of any deviation from the planned implementation of savings initiatives and cash management strategies included in this initial report; and provided further, that MassHealth shall notify the executive office for administration and finance and the house and senate committees

on ways and means not less than 45 days in advance of implementing any proposed rate cuts to providers or service cuts to members.

Tobacco Settlement Transfer Payment Authorization

SECTION 110. Notwithstanding section 1 of chapter 29D of the General Laws or any other general or special law to the contrary, all payments received by the commonwealth in fiscal year 2014 under the master settlement agreement in Commonwealth of Massachusetts v. Philip Morris, Inc. et. al., Middlesex Superior Court, No. 95-7378, shall be deposited in the General Fund. Notwithstanding section 3 of said chapter 29D to the contrary, the comptroller shall transfer 100 per cent of the earnings generated in fiscal year 2014 from the Health Care Security Trust, as certified under paragraph (f) of said section 3 of said chapter 29D, to the General Fund.

MassHealth and Commonwealth Care Dental Services

SECTION 111. (a) Notwithstanding section 53 of chapter 118E of the General Laws, for fiscal year 2014, the executive office of health and human services may determine the extent to which to include within its covered services for adults the federally-optional dental services that were included in its state plan or demonstration program in effect on January 1, 2002 and the dental services that were covered for adults in the MassHealth basic program as of January 1, 2002; provided, however, that notwithstanding any general or special law to the contrary, at least 45 days before restructuring any MassHealth dental benefits, the executive office of health and human services shall file a report with the executive office for administration and finance and the house and senate committees on ways and means detailing the proposed changes and the anticipated fiscal impact of the changes.

(b) Notwithstanding subsection (a) of section 6 of chapter 118H of the General Laws, for fiscal year 2014, medically necessary dental services covered through health insurance plans procured by the board of the commonwealth health insurance connector authority for any resident with a household income that does not exceed 100 per cent of the federal poverty level shall include preventative procedures but shall exclude those categories of services that are not provided through MassHealth.

FY 2013 Consolidated Net Surplus

SECTION 112. Section 155 of chapter 139 of the acts of 2012 is hereby amended by striking out subsection (a) and inserting in place thereof the following subsection:- (a) Notwithstanding any general or special law to the contrary, after certifying the amount of consolidated net surplus in the budgetary funds at the close of the preceding fiscal year under section 5C of chapter 29 of the General Laws, the comptroller shall dispose of the consolidated net surplus in the budgetary funds for fiscal year 2013 in the following order to the extent that funds are available: (i) transfer \$25,000,000 to the Massachusetts Community Preservation Trust Fund, established by section 9 of chapter 44B of the General Laws; (ii) transfer \$15,000,000 to the Massachusetts Life Sciences Investment Trust Fund, established by section 6 of chapter 23I of the General Laws; and (iii) transfer the remaining undesignated fund balances

from the budgetary funds contributing to the consolidated net surplus to the Commonwealth Stabilization Fund.

Nursing Facility Assessment

SECTION 113. Notwithstanding any general or special law to the contrary, the nursing home assessment established by subsection (b) of section 63 of chapter 118E of the General Laws shall be sufficient in the aggregate to generate \$220,000,000 in fiscal year 2014.

Stabilization Fund Transfer

SECTION 114. (a) Notwithstanding any general or special law to the contrary, the comptroller shall, on or before June 30, 2014, transfer \$350,000,000 to the General Fund from the Commonwealth Stabilization Fund; provided, however, the comptroller shall instead transfer a lesser amount if the secretary of administration and finance so requests in writing. The comptroller, in consultation with the secretary of administration and finance, may take the overall cash flow needs of the commonwealth into consideration in determining the timing of any transfer of funds. The comptroller shall provide a schedule of transfers to the secretary of administration and finance and to the house and senate committees on ways and means.

(b) Notwithstanding any general or special law to the contrary, the comptroller shall, on or before June 30, 2014, transfer the interest earned from the Commonwealth Stabilization Fund during fiscal year 2014 to the General Fund.

Authorization to Transfer Trust Balances

SECTION 115. Notwithstanding any general or special law to the contrary, upon receiving a written request from the secretary of administration and finance, the comptroller shall transfer to the General Fund all or part of the unexpended balance of a fund, trust fund or other separate account, in existence on April 1, 2013, whether established administratively or by law, including a separate account established under section 6 of chapter 6A of the General Laws or section 4F of chapter 7 of the General Laws. The request shall certify that the secretary, in consultation with the comptroller, has determined that this balance, or the specified part of it, is not necessary for the purposes for which it was made available. The secretary and comptroller shall report to the house and senate committees on ways and means 45 days before any such transfer; provided, however, that the comptroller may submit an alternative plan to further maximize revenue generation from additional trust fund balance transfers to the General Fund to the house and senate committees on ways and means not later than October 1, 2013.

English Language Learner and Safe and Successful Youth Program Evaluation

SECTION 116. Notwithstanding any general or special law to the contrary, no grant applications shall be accepted by the executive office of health and human services under item 4000-0005 of section 2 or by the executive office of education for grants

1576 distributed under item 7009-6400 of said section 2 in fiscal year 2014 before the 1577 competitive selection of an independent program evaluator by each administering agency. 1578 The independent evaluator chosen for each program shall provide assistance with the 1579 evaluation of grant applications and, to the extent possible, in developing the 1580 requirements for grant recipients. The independent evaluator shall be responsible for a 1581 multi-year evaluation of each program's implementation and outcomes; provided, 1582 however, that the evaluator shall be responsible for evaluation design. Each program 1583 shall select an evaluator based on a competitive process. The selected evaluator shall 1584 demonstrate: (i) prior experience in evaluating the impact of social programs on low-1585 income urban youth and communities using either random assignment of treatment or 1586 regression discontinuity methods; (ii) prior experience in field evaluation; and (iii) 1587 demonstrated skill in using quantitative analysis relevant for program evaluation. When 1588 selecting an independent evaluator, the administering agency shall consider: (1) a sample 1589 of previous similar work; (2) the ability to perform requested services; and (3) a proposed 1590 evaluation budget; provided, however, that the administering agency shall give 1591 preference to nonprofit research organizations. Each administering agency shall develop 1592 a request for proposals for program evaluators based on the criteria included in this 1593 section not later than August 15, 2013 and shall select an evaluator not later than October 1594 1, 2013. Once selected, evaluators shall assist the administering agency with reviewing 1595 and, to the extent possible, developing requests for proposal for grant funds that ensure 1596 that grant recipients: (A) fully cooperate with the independent evaluator; (B) commit to 1597 seeking the informed consent of program clients and their families to share data relevant to evaluation; and (C) provide access to program and administrative data necessary for 1598 1599 evaluation. The evaluators shall provide quarterly progress updates to the house and 1600 senate committees on ways and means that shall inform the committees on the progress of implementing the evaluation plan and shall identify in those updates any obstacles 1601 1602 encountered in implementing the evaluation plan; provided, however, that the first 1603 quarterly report shall detail the evaluation plan for each program, data required for 1604 analysis and outcomes measured. The evaluators shall provide an annual report on 1605 relevant findings and analysis not later than March 15, 2014.

Suspension of Tourism Formula

SECTION 117. Notwithstanding any general or special law to the contrary, the formula for application of funds provided in section 35J of chapter 10 of the General Laws shall not apply in fiscal year 2014.

1606

1607

1608

1609

1610

1611

1612

1613

1614

1615

1616

General Appropriation Act Electronic Reporting Requirement

SECTION 118. Notwithstanding any general or special law to the contrary, all secretariats, departments and agencies required to submit reports under this act shall file their reports by the dates required in this act via electronic means to the chairs of any committees named as recipients as well as with the clerks of the senate and house of representatives; provided, however, that the house and senate clerks shall develop procedures and requirements for secretariats, departments and agencies for the preparation of the reports to facilitate their collection and storage and the reports shall be made available to the public on the general court's website.

University of Massachusetts and Executive Office of Health and Human Services Interagency Service Agreements

1617

1618

1619

1620

1621

1622

1623 1624

1625

1626

1627

1628

1629

1630

1631

1632

1633 1634

1635

1636

1637

1638

1639

1640

1641

1642

1643

1644

1645

1646

1647

1648

1649

1650

1651

1652

1653 1654

1655

SECTION 119. Notwithstanding any general or special law to the contrary, the executive office of health and human services, acting in its capacity as the single state agency under Title XIX of the Social Security Act and as the principal agency for all of the agencies within the executive office and other federally-assisted programs administered by the executive office, may enter into interdepartmental services agreements with the University of Massachusetts medical school to perform activities that the secretary of health and human services, in consultation with the comptroller, determines appropriate and within the scope of the proper administration of said Title XIX and other federal funding provisions to support the programs and activities of the executive office. The activities may include: (1) providing administrative services including, but not limited to, providing the medical expertise to support or administer utilization management activities, determining eligibility based on disability, supporting case management activities and similar initiatives; (2) providing consulting services related to quality assurance, program evaluation and development, integrity and soundness and project management; and (3) providing activities and services to pursue federal reimbursement or avoid costs, third-party liability and recoup payments to third parties. Federal reimbursement for any expenditure made by the University of Massachusetts medical school relative to federally-reimbursable services the university provides under these interdepartmental service agreements or other contracts with the executive office shall be distributed to the university and recorded distinctly in the state accounting system. The secretary may negotiate contingency fees for activities and services related to pursuing federal reimbursement or avoiding costs and the comptroller shall certify these fees and pay them upon the receipt of this revenue, reimbursement or demonstration of costs avoided. Contracts for contingency fees shall not exceed 3 years and shall not be renewed without prior review and approval by the executive office for administration and finance. The secretary shall not pay contingency fees in excess of \$40,000,000 for state fiscal year 2014; provided, however, that contingency fees paid to the University of Massachusetts medical school under an interagency service agreement for recoveries related to the special disability workload projects shall be excluded from that \$40,000,000 limit for fiscal year 2014. The secretary of health and human services shall submit to the secretary of administration and finance and the senate and house committees on ways and means a quarterly report detailing the amounts of the agreements, the ongoing and new projects undertaken by the university, the amounts expended on personnel and the amount of federal reimbursement and recoupment payments that the university collected.

Inspector General's Audits of MassHealth and Health Safety Net

SECTION 120. Notwithstanding any general or special law to the contrary, in hospital fiscal year 2014, the office of the inspector general may continue to expend funds from the Health Safety Net Trust Fund, established in section 66 of chapter 118E of the General Laws:

(1) to conduct a study and review of the MassHealth program; provided that the study shall include, but not be limited to, a review of the program's eligibility requirements, utilization, claims administration and compliance with federal mandates; provided further that the inspector general shall report any preliminary findings to the secretary of health and human services and the house and senate committees on ways and means on or before October 30, 2013 and issue a final report on or before March 1, 2014; and

 (2) for costs associated with maintaining a pool audit unit within the office; provided that the unit shall continue to oversee and examine the practices in all hospitals including, but not limited to, the care of the uninsured and the resulting free charges; provided further that the inspector general shall submit a report to the house and senate committees on ways and means on the results of the audits and any other completed analyses not later than March 1, 2014; and provided further that for the purposes of these audits, allowable free care services shall be defined under said chapter 118E and any regulations adopted under that chapter.

Initial Gross Payment to Acute Care Hospitals

SECTION 121. Notwithstanding any general or special law to the contrary, on or before October 1, 2013 and without further appropriation, the comptroller shall transfer from the General Fund to the Health Safety Net Trust Fund, established under section 66 of chapter 118E of the General Laws in this section called the fund, the greater of \$45,000,000 or 1/12 of the total expenditures to hospitals and community health centers required under this act, to make initial gross payments to qualifying acute care hospitals for the hospital fiscal year beginning October 1, 2013. These payments shall be made to hospitals before, and in anticipation of, the payment by hospitals of their gross liability to the fund. The comptroller shall transfer from the fund to the General Fund, on or before June 30, 2014, the amount of the transfer authorized by this section and any allocation of that amount as certified by the director of the health safety net office.

Nursing and Resident Care Facility Base Year

SECTION 122. Notwithstanding any general or special law to the contrary, nursing facility and resident care facility rates effective July 1, 2013 under section 13D of chapter 118E of the General Laws may be developed using the costs of calendar year 2005.

Funding for Payments to Certain Health Providers

SECTION 123. (a) Notwithstanding any general or special law to the contrary, the health policy commission shall enter into an interagency agreement with the executive office of health and human services to provide up to \$20,000,000 in available funding from the Healthcare Payment Reform Fund, established in section 100 of chapter 194 of the acts of 2011, during fiscal year 2014, for payments required by section 262 of chapter 224 of the acts of 2012. The comptroller shall deposit in the fund all federal reimbursements paid to the commonwealth as a result of these payments.

(b) The interagency agreement under subsection (a) shall be effective upon deposit of sufficient funds into the Healthcare Payment Reform Fund under section 93 of chapter 194 of the acts of 2011.

Procurement Savings

- SECTION 124. (a) Whenever the secretary of administration and finance determines that procurement reforms or initiatives have resulted in cost savings for an agency of the executive department during fiscal year 2014, the secretary may reduce allotments under section 9B of chapter 29 of the General Laws to reflect some or all of the amounts saved; provided, however, that within 15 days of reducing allotments, the secretary shall notify the house and senate committees on ways and means in writing.
- (b) If as of October 1, 2013 the secretary of administration and finance determines that allotment reductions related to procurement reforms or initiatives in fiscal year 2014 shall be insufficient to generate \$30,000,000, the secretary may submit to the chairs of the house and senate committees on ways and means a cost saving plan to reduce allotments under said section 9B of said chapter 29; provided, however, that no allotment reductions shall be made under this subsection before the submission of a cost savings plan.
- (c) The total amount of allotment reductions under this section shall not exceed \$30,000,000 in fiscal year 2014.

University of Massachusetts Tuition Retention

- SECTION 125. (a) Notwithstanding any general or special law to the contrary, the University of Massachusetts shall consider all tuition waivers, grants and scholarships identified in chapter 15A of the General Laws or any other law and reductions collectively bargained for that are in the form of a tuition or fee waiver available to students as student tuition credits as defined in section 1B of chapter 75 of the General Laws.
 - (b) On July 1, 2014 the University of Massachusetts shall calculate the value of all existing tuition waivers in section 19 of chapter 15A of the General Laws or reductions collectively bargained for.
 - (c) The calculated value of the tuition waivers, grants and scholarships identified in chapter 15A of the General Laws or any other law and reductions collectively bargained for in the form of a tuition or fee waiver calculated in subsection (b) shall be credited to the eligible student as a student tuition credit on the student's statement of student charges as defined in said section 1B of chapter 75 of the General Laws.
 - (d) The University of Massachusetts shall report to the senate and house committees on ways and means, the joint committee on higher education and the board of higher education the existence and the calculated value of all tuition waivers, grants and scholarships identified in chapter 15A of the General Laws or any other law and

1729	reductions collectively bargained for in the form of a tuition or fee waiver at the
1730	University of Massachusetts. The report shall be submitted not later than August 1, 2014.

1731 1732

1733

1734

1735

1736

1737

1738

1739

1740

1741

1742 1743

1744

1745

1746

1747

1748

1749

1750

1751

1752

1753 1754

1755

1756

1757

1758

1759

1760

1761

1762

1763 1764

1765

University of Massachusetts Tuition Retention

SECTION 126. Notwithstanding any general or special law to the contrary, all tuition and fee waivers that are exclusive to the University of Massachusetts shall only require the approval by the board of trustees of the University of Massachusetts.

Information Technology Investment Trust Fund

SECTION 127. There shall be established and set up on the books of the commonwealth an Information Technology Investment Trust Fund. The information technology division shall serve as the fund's trustee. The fund shall be used to support information technology improvements in the executive offices of administration and finance, health and human services, housing and economic development, education, energy and environmental affairs, labor and workforce development and public safety and security. In fiscal years 2013 and 2014, the secretaries of health and human services, housing and economic development, education, energy and environmental affairs, labor and workforce development and public safety and security, may identify up to \$10,000,000 in funds unexpended from items within each relevant secretariat that would otherwise revert to the General Fund as savings from information technology efficiencies. The secretary of administration and finance shall approve the identified savings or a lesser amount; provided, however, that the approval of the savings shall not reduce the transfers made in section 112. Upon the approval of the secretary of administration and finance, an amount equal to the approved savings shall be transferred from items within each secretariat to the fund. Each executive office with approved savings transferred to the fund shall have access to not less than 80 per cent of the amount of approved savings related to that executive office for information technology improvements and enhancements. The executive office for administration and finance and the information technology division shall have access to an amount not greater than 20 per cent of the approved savings credited to the fund. The secretary of administration and finance shall report to the house and senate committees on ways and means not later than September 1, 2013 and September 1, 2014 on the amounts credited to the fund by each executive office. The information technology division shall report quarterly to the house and senate committees on ways and means on: (a) amounts transferred from the fund; (b) the purpose of all expenditures made through the fund; and (c) the remaining balance in the fund. For the purposes of this section, the secretary of education may identify savings from unexpended funds from items within the department of early education and care, the department of elementary and secondary education and the department of higher education; provided, however, that in fiscal year 2014, the secretary of administration and finance may transfer not more than \$7,500,000 from the fund to the Social Innovation Financing Trust Fund established in section 35VV of chapter 10 of the General Laws.

SECTION 128. There shall be a tax fairness commission to study the federal, state and local tax laws applicable to residents of the commonwealth. The commission shall review and evaluate the equity of historical tax rates and methods in relation to the changing income and wealth of residents of the commonwealth since 1990. The commission shall examine the experiences and policy efforts of other states relating to tax fairness.

The commission shall file a report with the clerks of the senate and house of representatives not later than March 1, 2014. The report shall include, but not be limited to: (i) the total amount of taxes currently paid by individuals at various income levels; (ii) the effects that changes to tax laws would have on individuals of all income levels; (iii) the changes in revenue collected by the commonwealth as a result of tax law revisions; (iv) the adequacy of revenue generated by individuals, businesses and any other tax types; (v) tax rates necessary to fund investment in public infrastructure; (vi) tax rates necessary to promote prosperity for all residents; (vii) restrictions on tax changes under Article XLIV of the Amendments to the Constitution; (viii) recommendations for changes in laws to achieve an equitable and adequate system of taxation; and (ix) the best practices of other states.

The commission shall consist of the secretary of administration and finance or the secretary's designee; the minority leader of the house of representatives or a designee; the minority leader of the senate or a designee; the chairs of the house and senate committees on ways and means or the chairs' designees; the house and senate chairs of the joint committee on revenue or the chairs' designees, who shall serve as co-chairs of the commission; a representative of the Massachusetts Budget and Policy Center; a representative of the Massachusetts Taxpayers Foundation; a representative of the Kitty and Michael Dukakis Center for Urban and Regional Policy; a representative of the Pioneer Institute; and 4 members to be appointed by the governor, 1 of whom shall represent labor and 2 of whom shall have expertise in economics or tax policy.

Work Ready Program Task Force

SECTION 129. There shall be a special task force to investigate the feasibility of a program to provide skills training internships for residents who are unemployed and are receiving unemployment insurance benefits under chapter 151A of the General Laws. The task force shall be comprised of: the secretary of labor and workforce development or a designee, who shall serve as chair, the commissioner of higher education or a designee, the house and senate chairs of the joint committee on labor and workforce development, 1 member to be appointed by the minority leader of the house of representatives, 1 member to be appointed by the minority leader of the senate and 2 members to be appointed by the governor, 1 of whom shall be a representative of labor and 1 of whom shall be an employer.

The task force shall: (i) review existing federal and state laws, regulations and policies governing eligibility for unemployment insurance, unpaid internships, wages and hours and workers' compensation insurance; (ii) outline eligibility requirements for persons and businesses to participate in a program; (iii) investigate procedures to ensure that interns do not displace or adversely affect the wages, hours or other benefits held by

existing employees; (iv) recommend specific industries or businesses in the commonwealth for participation in the program; (v) examine methods or incentives to encourage participation in the program; (vi) consider benchmarks and reporting standards to measure successful outcomes; and (vii) explore any other measures it deems necessary for a skills training internship program.

1813

1814

1815

1816

1817

1818

1819

1820

1821

1822

1823

1824

1825

1826

1827

1828

1829 1830

1831

1832

1833

1834

1835

1836

1837

1838

1839

1840

1841

1842

The task force shall file a report of its findings and recommendations for legislation, if any, with the clerks of the senate and house of representatives not later than January 2, 2014.

Section 1202 Trust Fund

SECTION 130. There shall be established and set up on the books of the commonwealth a separate fund to be known as the Section 1202 Trust Fund. An amount equal to the federal financial participation received for the portion of expenditures eligible for 100 per cent federal financial participation under section 1202 of the Patient Protection and Affordable Care Act and regulations adopted thereunder shall be deposited into the fund. The amount deposited shall not exceed the amount expended from the fund. The secretary of health and human services shall be the trustee of the fund and shall expend moneys in the fund, without further appropriation, exclusively for services provided in calendar years 2013 and 2014 that are eligible for 100 per cent federal financial participation under section 1202. The secretary may incur expenses and the comptroller may certify for payment from the fund amounts in anticipation of expected receipts, but no expenditure shall be made from the fund that shall cause the fund to be in deficit at the close of a fiscal year. Any remaining balances in the fund at the end of a fiscal year shall not revert to the General Fund and shall be available during the following fiscal year for the purposes of this section. Funds may be expended for services provided in prior fiscal years. The fund shall expire on June 30, 2015.

Employer Medical Assistance Contribution

SECTION 131. Notwithstanding any general or special law to the contrary, obligations under section 188 of chapter 149 of the General Laws existing or arising from conduct prior to the effective date of this act shall continue to be governed by section 188 of chapter 149 of the General Laws as though it had not been repealed.

Employer Medical Assistance Contribution

SECTION 132. Notwithstanding any general or special law to the contrary, the comptroller shall transfer to the Commonwealth Care Trust Fund established by section 2000 of chapter 29 of the General Laws all of the unexpended balance in the Medical Security Trust Fund.

Employer Medical Assistance Contribution

SECTION 133. Notwithstanding section 87, the department of unemployment assistance shall maintain the Fair Share Unit until all liabilities through June 30, 2013 are accounted for.

Education Technology

SECTION 134. The Massachusetts School Building Authority, in consultation with the department of elementary and secondary education, shall submit a report making recommendations for a grant or low-interest loan program to expand the use and availability of educational technology in public elementary and secondary classrooms. The recommendations shall assume not more than \$25,000,000 annually in funding for the grant or low-interest loan program. The report shall consider: (i) existing disparities across the commonwealth on the use and availability of educational technology in the classroom; (ii) impediments to expanding broadband technology access to public elementary and secondary schools; and (iii) the cost associated with installing broadband access in public elementary and secondary schools. The recommendations may propose a required local match or other forms of non-state support as a condition for receiving the funds. The report shall be submitted to the house and senate committees on ways and means and the joint committee on education not later than January 2, 2014.

Education Technology

SECTION 135. Notwithstanding any general or special law to the contrary, the Massachusetts School Building Authority shall make available \$10,000,000 in fiscal year 2014 to support the expansion of educational technology in the classroom, consistent with recommendations reported from the authority and the department of elementary and secondary education under section 134. Such funds shall be expended from the dedicated sales tax revenue amount transferred to the School Modernization and Reconstruction Trust Fund established in section 35BB of chapter 10 of the General Laws from the sales tax collected from computer system design services and the modification, integration, enhancement, installation or configuration of standardized software under section 2 chapter 64H of the General Laws. The funds shall be distributed in a manner that provides fair and adequate access to educational technology for all public elementary and secondary schools in every area of the commonwealth and priority shall be given to school districts who are installing broadband access in the classrooms.

Collective Bargaining Agreement Validations

SECTION 136. The salary adjustments and other economic benefits authorized by the following collective bargaining agreements shall be effective for the purposes of section 7 of chapter 150E of the General Laws:

- (1) between the commonwealth and the Coalition of Public Safety, Unit 5;
- 1873 (2) between the commonwealth and the Massachusetts Nurses Association, Unit

1874 7;

- 1875 (3) between the commonwealth and the Professional Firefighters of Massachusetts, Unit 11;
- 1877 (4) between the Hampden sheriff and the National Correctional Employees Union, Unit SH4;

- 1879 (5) between the Hampden sheriff and the Non-Uniform Correctional Association, Unit SH2; and
- 1881 (6) between the Hampden sheriff and the Superior Correctional Officer 1882 Association, Unit SH3.

Massachusetts State Police Class

SECTION 137. Notwithstanding section 11 of chapter 22C of the General Laws, or any other general or special law to the contrary or the certification of a successor eligible list created from the 2013 police officer entrance examination, all active candidates for appointment to the eighty-first recruit training troop of the state police shall reserve all rights and privileges associated with their placement on the 2009 eligible list; provided, that all such rights and privileges provided by this section shall expire within 15 days of the start of the eighty-first recruit training troop.

Line of Duty Benefits

SECTION 138. Notwithstanding any general or special law to the contrary and in recognition of heroic measures taken by officer Sean Allen Collier to protect the public safety of the commonwealth, who was sworn as a special state police officer under section 63 of chapter 22C of the General Laws and as a deputy sheriff of Middlesex county and Suffolk county, the state retirement board shall issue a killed in the line of duty death benefit to the family of officer Sean Allen Collier under section 100A of chapter 32 of the General Laws. The state retirement board shall administer said benefit according to terms and conditions established for benefits provided under said section 100A of said chapter 32.

Art Commission

SECTION 139. Notwithstanding any general or special law to the contrary, the term of the sitting members of the art commission for the commonwealth established in section 19 of chapter 6 of the General Laws shall expire 90 days after the effective date of this section.

The initial membership of the art commission for the state house to be appointed under section 20 of chapter 6 of the General Laws shall be appointed as follows: the members to be appointed by the governor shall be appointed for 2-year terms; of the members to be appointed by the senate president, 1 shall be appointed for a 3-year term and 1 shall be appointed for a 4-year term; of the members appointed by the speaker of the house of representatives, 1 shall be appointed for a 3-year term and 1 shall be appointed for a 4-year term. The governor, senate president and speaker of the house of representatives shall make these appointments to the commission within 90 days after the effective date of this act.

Nothing in this section shall preclude the reappointment of a sitting member of the art commission for the commonwealth established in section 19 of chapter 6 of the General Laws.

Public Safety Training Fund - Effective Date

1915 1916	SECTION 140. Section 2JJJJ of chapter 29 of the General Laws, inserted by section 35 shall take effect on December 1, 2013.
	Public Safety Training Fund - Effective Date
1917	SECTION 141. Sections 66 and 69 shall take effect on December 1, 2013.
	University of Massachusetts Tuition Retention - Effective Date
1918 1919	SECTION 142. Sections 18, 19, 63, 64, 125 and 126 shall take effect on July 1, 2014.
	Employer Medical Assistance Contribution and Out-of-Network Ambulance Services - Effective Date
1920 1921	SECTION 143. Sections 31, 34, 59, 72, 88, 89 and 92 shall take effect on January 1, 2014.
	Employer Medical Assistance Contribution - Effective Date
1922	SECTION 144. Section 132 shall take effect on December 31, 2013.
	Effective Date
1923 1924	SECTION 145. Except as otherwise provided, this act shall take effect on July 1, 2013.