SECTION 4. Clause Twenty-sixth of section 7 of chapter 4 of the General Laws, as appearing in the 2016 Official Edition, is hereby amended by adding the following subclause:-

- (v) records disclosed to the health policy commission under subsection (a) of section 8A of chapter 6D.
- SECTION 5. Chapter 6D of the General Laws is hereby amended by inserting after section 8 the following section:-
 - Section 8A. (a) The commission shall require a manufacturer of a prescribed drug specified in subsection (b) to disclose to the commission within a reasonable time any records that describe or relate to the manufacturer's pricing of that drug. Based on the records furnished, the commission shall formulate a proposed value of a prescribed drug specified in subsection (b).
 - (b) A manufacturer of the following prescribed drugs must comply with the requirements set forth in this section: a drug for which the executive office of health and human services was unable to successfully conclude supplemental rebate negotiations with the manufacturer of the drug under subsection (a) of section 12A of chapter 118E, and for which the commission has received notice from the secretary of health and human services under subsection (c) of said section 12A of said chapter 118E.
 - (c) Records disclosed by a manufacturer under subsection (a) shall not be public records under section 7 of chapter 4 or chapter 66 and shall remain confidential; provided, however, that the commission may produce reports summarizing any findings; provided that any such report shall not be in a form that identifies specific prices charged for drugs by a manufacturer.
 - (d) If, after review of any records furnished to the commission under subsection (a), the commission determines that the drug manufacturer's pricing of the drug is potentially unreasonable or excessive in relation to the commission's proposed value under subsection (a), the commission shall, with 30 days advance notice to the drug manufacturer and the public, hold a public hearing at which the drug manufacturer shall be required to appear and testify to provide further information related to the pricing of the prescribed drug and the manufacturer's justification for the pricing. In addition to the drug manufacturer, the commission may identify as witnesses other relevant parties, including patients, providers, provider organizations and payers. Witnesses shall provide testimony under oath and subject to examination by the commission, the secretary of health and human services, and the attorney general or their respective designees, at the public hearing in a manner and form to be determined by the commission.
 - (e) Within 60 days from the date of a public hearing under subsection (d), the commission shall issue a determination concerning the reasonableness of the manufacturer's pricing of the drug.

(f) In the event the drug manufacturer does not timely comply with the commission's request for records under subsection (a) or appearance at a public hearing under subsection (d), or otherwise knowingly obstructs the commission's ability to issue the determination described in subsection (e), including by providing incomplete, false or misleading information, the commission may impose appropriate sanctions against the drug manufacturer, including reasonable monetary penalties not to exceed \$500,000, and may refer the drug manufacturer to the office of attorney general for appropriate action under chapter 93A, or any other applicable provision of the General Laws. The commission shall seek to promote compliance with this section and shall only impose a civil penalty on the drug manufacturer as a last resort.

- (g) The commission shall adopt any written policies, procedures or regulations the commission determines necessary to implement this section.
- SECTION 6. Chapter 10 of the General Laws is hereby amended by inserting after section 35LLL, inserted by section 4 of chapter 273 of the acts of 2018, the following section:-

Section 35MMM. There shall be established and set up on the books of the commonwealth a Childhood Lead Poisoning Prevention Trust Fund. The fund shall be administered by the commissioner of public health. The fund shall be credited with all revenue collected from the surcharge imposed by section 22 of chapter 482 of the acts of 1993 and by revenue transferred from the lead paint education and training account established pursuant to said section 22 of said chapter 482. The fund shall be used for the operation of the childhood lead poisoning prevention program, including but not limited to production and dissemination of educational materials pertaining to lead paint poisoning prevention and treatment issues, as required by sections 192B and 197A of chapter 111, and for training of lead paint inspectors as well as homeowner training for those aspects of lead paint abatement or containment which the department of public health, through regulations, authorizes homeowners to perform themselves. Amounts credited to the fund shall not be subject to further appropriation and money remaining in the fund at the close of a fiscal year shall not revert to the General Fund and shall be available for expenditure in subsequent fiscal years.

SECTION 7. Section 15 of chapter 12 of the General Laws, as appearing in the 2016 Official Edition, is hereby amended by striking out, in line 4, the figure "171,561" and inserting in place thereof the following figure:- 191,000.

SECTION 8. Section 2 of chapter 21A of the General Laws, as so appearing, is hereby amended by adding the following paragraph:-

The secretary shall, notwithstanding any general or special law to the contrary, identify and consolidate administrative activities and functions common to the separate offices, departments and divisions within the office and may designate such functions "core administrative functions" in order to improve administrative efficiency and preserve fiscal resources. Common functions that shall be designated core administrative functions shall include, but shall not be limited to, human resources, including payroll processing and information technology. All employees performing functions so designated shall be employed

74 directly by the secretary, and the office shall function as a single state agency for purposes of 75 carrying out the functions so designated. 76 SECTION 9. Section 18 of chapter 25 of the General Laws, as so appearing, is hereby amended by striking out, in line 9, the figure "0.2" and inserting in place thereof the following 77 78 figure:- 0.3. 79 SECTION 10. Section 30 of chapter 29 of the General Laws, as so appearing, is hereby 80 amended by adding the following sentence:-81 Notwithstanding the foregoing sentence, the executive office for administration and 82 finance may, in consultation with the Massachusetts emergency management agency, approve a 83 state agency request for permission to insure a property of the commonwealth that has been 84 damaged if the costs of repair for the property are eligible under a presidentially declared disaster 85 and the state agency would otherwise be ineligible for federal reimbursement unless insurance is 86 obtained and maintained. 87 SECTION 11. Section 20 of chapter 32A of the General Laws, as so appearing, is hereby 88 amended by striking out, in lines 3 and 4, the words, "as an indemnity plan." 89 SECTION 12. Section 8 of chapter 44B of the General Laws, as so appearing, is hereby 90 amended by striking out, in lines 3, 8 and 23, the figure "20" and inserting in place thereof, in each instance, the following figure: - 50. 91 92 SECTION 13. Said section 8 of said chapter 44B, as so appearing, is hereby further 93 amended by striking out, in lines 10, 14 and 24, the figure "10" and inserting in place thereof, in each instance, the following figure: - 25. 94 95 SECTION 14. Chapter 64H of the General Laws, as so appearing, is hereby amended by 96 striking out section 1 and inserting in place thereof the following section:-97 Section 1. As used in this chapter the following words shall have the following meanings: 98 "Business", any activity engaged in by any person or caused to be engaged in by a person with 99 the object of gain, benefit or advantage, either direct or indirect. 100 "Commissioner", the commissioner of revenue. 101 "Engaged in business", commencing, conducting or continuing in business, as well as liquidating 102 a business when the liquidator thereof holds itself out to the public as conducting such a 103 business. 104 "Engaged in business in the commonwealth", (i) having a business location within the 105 commonwealth; (ii) regularly or systematically soliciting orders for the sale of services to be performed within the commonwealth or for the sale of tangible personal property for delivery to 106 destinations in the commonwealth; (iii) otherwise exploiting the retail sales market within the 107

108 commonwealth through any means whatsoever, including, but not limited to, (a) salespeople,

solicitors or representatives within the commonwealth, (b) catalogs or other solicitation materials

- sent through the mails or otherwise, (c) billboards, advertising or solicitations in newspapers,
- magazines, radio or television broadcasts, (d) computer networks or in any other
- communications medium, including through the means of an Internet website, software or
- 113 cookies distributed or otherwise placed on customers' computers or other communications
- devices, or a downloaded application; (iv) regularly engaged in the delivery of property or the
- performance of services within the commonwealth; or (v) otherwise availing oneself of the
- substantial privilege of carrying on business within the commonwealth, including through virtual
- or economic contacts. A person shall be considered to have a business location within the
- 118 commonwealth only if such person (i) owns or leases real property within the commonwealth;
- (ii) has 1 or more employees located within the commonwealth; (iii) regularly maintains a stock
- of tangible personal property within the commonwealth for sale in the ordinary course of
- business; or (iv) regularly leases out tangible personal property for use within the
- commonwealth. For the purposes of this paragraph, property on consignment in the hands of a
- consignee and offered for sale by the consignee on the consignee's own account shall not be
- 124 considered as stock maintained by the consignor; a person having a business location within the
- commonwealth solely by reason of regularly leasing out tangible personal property shall be
- 126 considered to have a business location within the commonwealth only with respect to such leased
- property; and an employee shall be considered to be located within the commonwealth if (a) the
- employee's service is performed entirely within the commonwealth or (b) the employee's service
- is performed both within and without the commonwealth but in the performance of the
- employee's services the employee regularly commences the employee's activities at, and returns
- to, a place within the commonwealth. "Within the commonwealth" means within the exterior
- limits of the commonwealth of Massachusetts, and includes all territory within said limits owned
- by, or leased or ceded to, the United States of America. This provision shall be construed to the
- fullest extent of the U.S. Constitution unless otherwise limited by state law.
- "Gross receipts", the total sales price received by a vendor as a consideration for retail sales.
- 136 "Home service provider", the facilities-based carrier or reseller with which the retail customer
- contracts for the provision of mobile telecommunications service.
- "Marketplace", a physical or electronic forum, including a shop, a store, a booth, a television or
- radio broadcast, an Internet web site, a catalogue or a dedicated sales software application, where
- the tangible personal property or services of a marketplace seller is offered for sale, regardless of
- whether, in the case of tangible personal property, such property is physically located in the
- 142 commonwealth.
- "Marketplace facilitator", a person that contracts with 1 or more marketplace sellers to facilitate
- 144 for a consideration, regardless of whether deducted as fees from the transaction, the sale of the
- seller's tangible personal property or services through a marketplace operated by the person, and
- engages: (a) directly or indirectly, through 1 or more related persons, in any of the following: (i)
- transmitting or otherwise communicating the offer or acceptance between the buyer and the
- seller; (ii) owning or operating the infrastructure, electronic or physical, or technology that
- brings buyers and sellers together; (iii) providing a virtual currency that buyers are allowed or

- required to use to purchase products from the seller; or (iv) software development or research
- and development activities related to any of the activities described in subsection (b), if such
- activities are directly related to a physical or electronic marketplace operated by the person or a
- related person; and (b) in any of the following activities with respect to the seller's products: (i)
- payment processing services; (ii) fulfillment or storage services; (iii) listing products for sale;
- (iv) setting prices; (v) branding sales as those of the marketplace facilitator; (vi) order taking;
- (vii) advertising or promotion; or (viii) providing customer service or accepting or assisting with
- returns or exchanges; provided, however, that a marketplace facilitator may also be a
- marketplace seller. The commissioner may issue regulations or other guidance to further explain
- the definition of a marketplace facilitator, which guidance may in some circumstances limit the
- application of the term as it might otherwise apply.
- "Marketplace seller", a person that makes retail sales through a marketplace operated by a
- marketplace facilitator; provided, however, that a marketplace seller may also be a marketplace
- 163 facilitator.
- 164 "Mobile telecommunications service", commercial mobile radio service, as defined in section
- 20.3 of title 47 of the Code of Federal Regulations as in effect on June 1, 1999.
- 166 "Motion picture", a feature-length film, a video, a digital media project, a television series
- defined as a season not to exceed 27 episodes, or a commercial made in the commonwealth, in
- whole or in part, for theatrical or television viewing or as a television pilot. The term "motion
- picture" shall not include a production featuring news, current events, weather and financial
- market reports, talk show, game show, sporting events, awards show or other gala event, a
- production whose sole purpose is fundraising, a long-form production that primarily markets a
- product or service, or a production containing obscene material or performances.
- 173 "Motion picture production company", a company including any subsidiaries engaged in the
- business of producing motion pictures, videos, television series, or commercials intended for a
- theatrical release or for television viewing. The term "motion picture production company" shall
- not mean or include any company which is more than 25 per cent owned, affiliated, or
- 177 controlled, by any company or person which is in default on a loan made by the commonwealth
- or a loan guaranteed by the commonwealth.
- 179 "Person", an individual, partnership, trust or association, with or without transferable shares,
- ioint-stock company, corporation, society, club, organization, institution, estate, receiver, trustee,
- assignee, or referee, and any other person acting in a fiduciary or representative capacity,
- whether appointed by a court or otherwise, and any combination of individuals acting as a unit.
- 183 "Place of primary use", the street address representative of where the customer's use of the
- mobile telecommunications service primarily occurs, which shall be the residential street address
- or the primary business address of the customer and which shall be within the licensed service
- area of the home service provider. The place shall be determined in accordance with 4 U.S.C.
- 187 sections 121 and 122.

- 188 "Prepaid calling arrangement", the right to exclusively purchase telecommunications services,
- that shall be paid for in advance and enables the origination of the calls using an access number
- or authorization code, whether manually or electronically dialed.
- 191 "Purchaser", a person who purchases tangible personal property or services the receipts from the
- retail sale of which are taxable under this chapter and includes a buyer, vendee, lessee, licensee,
- or grantee.
- 194 "Remote marketplace facilitator", a marketplace facilitator that is engaged in business in the
- commonwealth only pursuant to subsections (iii)(b) to (d) and (v) of such definition.
- 196 "Remote retailer", a retailer, including a marketplace seller or marketplace facilitator, that is
- "engaged in business in the commonwealth" only pursuant to subsections (iii)(b) to (d) and (v) of
- 198 such definition.
- 199 "Retailer", includes (i) every person, including a marketplace seller, engaged in the business of
- 200 making sales at retail; (ii) every person engaged in the making of retail sales at auction of
- tangible personal property whether owned by such person or others; (iii) every marketplace
- 202 facilitator engaged in facilitating retail sales of tangible personal property or services,
- 203 irrespective of whether such tangible personal property is owned by the facilitator or a
- 204 marketplace seller and irrespective of whether such services are performed by the facilitator or a
- 205 marketplace seller; (iv) every person, including a marketplace seller or marketplace facilitator,
- engaged in the business of making sales for storage, use or other consumption, or in the business
- of making sales at auction of tangible personal property whether owned by such person or others
- for storage, use or other consumption; (v) every salesperson, representative, peddler or canvasser
- 209 who, in the opinion of the commissioner, it is necessary to regard for the efficient administration
- of this chapter as the agent of the dealer, distributor, supervisor or employer under whom the
- agent operates or from whom the agent obtains the tangible personal property sold by the agent,
- in which case the commissioner may treat and regard such agent as the retailer jointly
- 213 responsible with the agent's principal, employer or supervisor for the collection and payment of
- 214 the tax imposed by this chapter; and (vi) the commonwealth, or any political subdivision thereof,
- or their respective agencies when such entity is engaged in making sales at retail of a kind
- ordinarily made by private persons.
- 217 "Retail establishment", any premises in which the business of selling services or tangible
- 218 personal property is conducted, or, in or from which any retail sales are made.
- "Sale" and "selling", include (i) any transfer of title or possession, or both, exchange, barter,
- lease, rental, conditional or otherwise, of tangible personal property or the performance of
- services for a consideration, in any manner or by any means whatsoever; (ii) the producing,
- fabricating, processing, printing or imprinting of tangible personal property for a consideration
- for consumers who furnish either directly or indirectly the materials used in the producing,
- fabricating, processing, printing or imprinting; (iii) the furnishing and distributing of tangible
- 225 personal property or services for a consideration by social clubs and fraternal organizations to
- 226 their members or others; (iv) a transaction whereby the possession of property is transferred but
- 227 the seller retains the title as security for the payment of the price; (v) a transfer for a

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228 consideration of the title or possession of tangible personal property which has been produced, 229 fabricated or printed to the special order of the customer, or of any publication; (vi) the 230 furnishing of information by printed, mimeographed or multigraphed matter, or by duplicating 231 written or printed matter in any other manner, including the services of collecting, compiling or 232 analyzing information of any kind or nature and furnishing reports thereof to other persons, but 233 excluding the furnishing of information, which is personal or individual in nature and which is 234 not or may not be substantially incorporated in reports furnished to other persons, and excluding 235 the services of advertising or other agents, or other persons acting in a representative capacity, 236 and information services used by newspapers, radio broadcasters and television broadcasters in 237 the collection and dissemination of news and excluding the furnishing of information by 238 photocopy or other similar means by not for profit libraries which are recognized as exempt from 239 taxation under section 501(C)(3) of the Federal Internal Revenue Code; (vii) the performance of 240 services for a consideration, excluding (a) services performed by an employee for his employer 241 whether compensated by salary, commission, or otherwise, (b) services performed by a general 242 partner for his partnership and compensated by the receipt of distributive shares of income or 243 loss from the partnership; and (c) the performance of services for which the provider is 244 compensated by means of an honorarium, or fee paid to any person or entity registered under 15 245 USC 80b-3 or 15 USC 78q-1 for services the performance of which require such registration, for 246 services related thereto or for trust, custody, and related cash management and securities services 247 of a trust company as defined in chapter 172; (viii) a sale within the meaning of subsections (i) to 248 (vi) facilitated by a marketplace facilitator.

"Sale at retail" or "retail sale", a sale of services or tangible personal property or both for any purpose other than resale in the regular course of business. When tangible personal property is physically delivered by an owner, a former owner thereof, a factor, or an agent or representative of the owner, former owner or factor, to the ultimate purchaser residing in or doing business in the commonwealth, or to any person for redelivery to the purchaser, pursuant to a retail sale made by a vendor not engaged in business in the commonwealth, the person making or effectuating the delivery shall be considered the vendor of that property, the transaction shall be a retail sale in the commonwealth by the person and that person, if engaged in business in the commonwealth, shall include the retail selling price in its gross receipts, regardless of any contrary statutory or contractual terms concerning the passage of title or risk of loss which may be expressly or impliedly applicable to any contract or other agreement or arrangement for the sale, transportation, shipment or delivery of that property. That vendor shall include the retail selling price of the property in the vendor's gross receipts. The term "sale at retail" or "retail sale" shall not include: (a) sales of tickets for admissions to places of amusement and sports; (b) sales of transportation services; (c) professional, insurance, or personal service transactions which involve no sale or which involve sales as inconsequential elements for which no separate charges are made; or (d) any sale in which the only transaction in the commonwealth is the mere execution of the contract of sale and in which the tangible personal property sold is not in the commonwealth at the time of such execution; provided, however, that nothing contained in this definition shall be construed to be an exemption from the tax imposed under chapter 64I. In the case of interstate telecommunication services other than mobile telecommunications services, the sale of such services shall be deemed a sale within the commonwealth if the telecommunication is either originated or received at a location in the commonwealth and the services are either paid for in the commonwealth or charged to a service address located in the commonwealth. In the

case of interstate and intrastate mobile telecommunications services, the sale of such services shall be deemed to be provided by the customer's home service provider and shall be considered a sale within the commonwealth if the customer's place of primary use is located in the commonwealth. To prevent actual multi-state taxation of any sale of interstate telecommunication service subject to taxation under this chapter, any taxpayer, upon proof that the taxpayer has paid a tax in another state on such sale, shall be allowed a credit against the tax imposed by this chapter to the extent of the amount of such tax properly due and paid in such other state. However, such credit shall not exceed the tax imposed by this chapter. In the case of the sale or recharge of prepaid calling arrangements, the sale or recharge of such arrangements shall be deemed to be within the commonwealth if the transfer for consideration physically takes place at a retail establishment in the commonwealth. In the absence of such physical transfer for consideration at a retail establishment, the sale or recharge shall be deemed a retail sale within the commonwealth if the customer's shipping address is in the commonwealth or, if there is no item shipped, if the customer's billing address or the location associated with the customer's mobile telephone number, as applicable, is in the commonwealth. For purposes of collection of the tax imposed by this chapter on such sales, such sale shall be deemed to occur on the date that the bill is first issued by the vendor in the regular course of its business; provided, however, in the case of prepaid calling arrangements, the sale shall be deemed to occur on the date of the transfer for consideration. For purposes of reporting the sale or recharge of prepaid calling arrangements, the sale or recharge of the arrangements shall be considered a taxable sale of tangible personal property unless the vendor is otherwise required to report sales of telecommunications services.

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"Sales price", the total amount paid by a purchaser to a vendor as consideration for a retail sale, valued in money or otherwise. In determining the sales price, the following shall apply: (a) no deduction shall be taken on account of (i) the cost of property sold; (ii) the cost of materials used, labor or service cost, interest charges, losses or other expenses; (iii) the cost of transportation of the property prior to its sale at retail; (b) there shall be included (i) any amount paid for any services that are a part of the sale; and (ii) any amount for which credit is given to the purchaser by the vendor; and (c) there shall be excluded (i) cash discounts allowed and taken on sales; (ii) the amount charged for property returned by purchasers to vendors upon rescission of contracts of sale when the entire amounts charged therefor, less the vendors' established handling fees, if any, for such return of property, are refunded either in cash or credit, and when the property is returned within 90 days from the date of sale, and the entire sales tax paid is returned to the purchaser; provided, however, that where a motor vehicle is returned pursuant to a rescission of contract such motor vehicle must be returned within 180 days of the date of sale; (iii) the amount charged for labor or services rendered in installing or applying the property sold; (iv) the amount of reimbursement of tax paid by the purchaser to the vendor under this chapter; (v) transportation charges separately stated, if the transportation occurs after the sale of the property is made; (vi) the amount of the manufacturers' excise tax levied upon motor vehicles under section 4061(a) of the Internal Revenue Code of 1954 of the United States, as amended; and (vii) a "service charge" or "tip" that is distributed by a vendor to service employees, wait staff employees or service bartenders as provided in section 152A of chapter 149.

"Services", a commodity consisting of activities engaged in by a person for another person for a consideration; provided, however, that the term "services" shall not include activities performed

317 318	by a person who is not in a regular trade or business offering such person's services to the public, and shall not include services rendered to a member of an affiliated group, as defined by section
319	1504 of the Internal Revenue Code, by another member of the same affiliated group that does not
320	sell to the public the type of service provided to its affiliate; and provided further, that the term
321	services shall be limited to telecommunications services; and provided further, that nothing
322	herein shall exempt from tax sales of tangible personal property subject to tax under this chapter.
323	"Tangible personal property", personal property of any nature consisting of any produce, goods,
324	wares, merchandise and commodities whatsoever, brought into, produced, manufactured or being
325	within the commonwealth, but shall not include rights and credits, insurance policies, bills of
326	exchange, stocks and bonds and similar evidences of indebtedness or ownership. For purposes of
327	this chapter, "tangible personal property" shall include gas, electricity and steam. A transfer of
328	standardized computer software, including but not limited to electronic, telephonic or similar
329	transfer, shall also be considered a transfer of tangible personal property. The commissioner
330	may, by regulation, provide rules for apportioning tax in those instances in which software is
331	transferred for use in more than one state.
332	"Tax", the excise tax imposed by this chapter.
333	"Taxpayer", any person required to make returns or pay the tax imposed by this chapter.
334	"Telecommunications services", any transmission of messages or information by electronic or
335	similar means, between or among points by wire, cable, fiberoptics, laser, microwave, radio,
336	satellite or similar facilities but not including cable television. Telecommunications services shall
337	be deemed to be services for purposes of this chapter and chapter 64I.
338	"Use of a service", enjoyment of the benefit of a service.
339	"Vendor", a retailer or other person selling tangible personal property or services of a kind the
340	gross receipts from the retail sale of which are required to be included in the measure of the tax
341	imposed by this chapter.
342	SECTION 15. Said chapter 64H, as so appearing, is hereby amended by adding the
343	following section:-
344	Section 34. (a) A remote retailer shall be subject to the registration, collection and
345	remittance requirements of chapters 62C, 64H and 64I as a vendor if its sales within
346	Massachusetts in the prior taxable year or the current taxable year exceed a threshold set by the
347	commissioner in regulation, hereinafter called the Massachusetts sales threshold; provided,
348	however, that the Massachusetts sales threshold shall not be less than \$100,000.
349	(b) In the case of a remote marketplace facilitator, the determination of Massachusetts
350	sales shall include both the facilitator's direct sales and those sales facilitated on behalf of
351	marketplace sellers. A remote marketplace facilitator that exceeds the Massachusetts sales
352	threshold set by the commissioner must report all taxable sales made through such marketplace
353	and collect and remit tax on all such sales, whether such sales are direct sales made on behalf of

354 355 356 357	the marketplace facilitator or sales facilitated for a marketplace seller. Where the marketplace facilitator reports, collects and remits tax on behalf of a marketplace seller that is a remote retailer, such marketplace seller shall not be liable to report these sales and the sales shall not count towards such seller's Massachusetts sales threshold.
358 359 360 361 362 363 364	(c) The commissioner shall issue regulations and other guidance to further explain the sales and use tax rules that pertain to remote retailers. Such guidance shall include rules that further explain the requirements of said chapters 62C, 64H and 64I and as they pertain to marketplace sellers and marketplace facilitators, including rules that explain the rights and responsibilities of such sellers and facilitators with respect to one another. Such guidance may also include rules to aggregate the sales of related remote retailers with respect to the Massachusetts sales threshold.
365 366	SECTION 16. Section 1 of chapter 64I of the General Laws, as so appearing, is hereby amended by striking out the first paragraph and inserting in place thereof the following:-
367	As used in this chapter the following words shall have the following meanings:-
368 369 370 371 372 373	The words "business", "commissioner", "engaged in business", "engaged in business in the commonwealth", "gross receipts", "marketplace", "marketplace facilitator", "marketplace seller", "person", "remote marketplace vendor", "remote retailer", "retailer", "retail establishment", "sale", "selling", "sale at retail", "retail sale", "sales price", "services", "tangible personal property", "tax", "taxpayer", "telecommunications services" and "vendor", shall have the same meanings as in section 1 of chapter 64H.
374 375	SECTION 17. Section 4 of said chapter 64I, as so appearing, is hereby amended by inserting after the word "vendor", in line 1, the following words:-, including a remote retailer,.
376 377	SECTION 18. Section 9 of said chapter 64I, as so appearing, is hereby amended by inserting after the word "vendor", in line 1, following words:- including a remote retailer.
378 379 380	SECTION 19. Subsection (ff) of section 89 of chapter 71 of the General Laws, as so appearing, is hereby amended by inserting after the word "district", in line 667, the following words:-, and a per pupil facilities component.
381 382 383	SECTION 20. Said subsection (ff) of said section 89 of said chapter 71, as so appearing, is hereby further amended by striking out, in line 738, the word "capital" and inserting in place thereof the following word:- facilities.
384 385	SECTION 21. Said section 89 of said chapter 71, as so appearing, is hereby further amended by striking out subsection (gg) and inserting in place thereof the following subsection:-
386 387 388 389	(gg) Funds appropriated by the commonwealth for charter school tuition assistance shall be expended as follows: (i) first, for the payment of first year tuition for students previously enrolled in a private or parochial school or home schooled; (ii) second, for the payment of tuition for siblings where required by paragraph (2) of subsection (i); (iii) third, for reimbursement of

the per pupil facilities component of charter school tuition; and (iv) fourth, for the transitional assistance and supplemental assistance as defined in this subsection, provided that said transitional assistance and supplemental assistance shall be prorated equally if sufficient funds are not appropriated to fully fund such assistance.

A district's transitional assistance allowance shall be the positive difference between its current charter school enrollment and the highest enrollment level of the previous 5 years, multiplied by its average per pupil adjusted foundation tuition rate. Subject to appropriation, in the year of the increase the district shall receive 100 per cent of the transitional assistance allowance; in the year following the increase the district shall receive 60 per cent of the transitional assistance allowance; and in the second year following the increase the district shall receive 40 per cent of the transitional assistance allowance.

If a district's net charter school tuition cost in any fiscal year exceeds 9 per cent of its net school spending, it shall receive, subject to appropriation, supplemental charter tuition assistance calculated as follows: (i) subtract the district's state school aid as a percentage of the district's foundation budget from the total state school aid as a percentage of the total state foundation budget, but not less than zero; (ii) multiply the result by the foundation budget for the district's students attending charter schools; and (iii) subtract from the result the amount of transitional assistance provided to the district.

SECTION 22. Paragraph (4) of subsection (A) of section 3 of chapter 90C of the General Laws, as so appearing, is hereby amended by striking out the first paragraph and inserting in place thereof the following paragraph:-

A violator may contest responsibility for the infraction by making a signed request for a noncriminal hearing on the citation and mailing such citation, together with a \$25 court filing fee, to the registrar at the address indicated on the citation within 20 days of the citation. Notwithstanding any general or special law to the contrary, the registrar, in cooperation with the state comptroller, upon receipt of the \$25 court filing fee, shall cause the court filing fee to be transferred to the trial court department; provided, however, that the registrar may periodically retain an amount necessary to pay refunds of said fees for dispositions that result in findings of not responsible; and provided further, that the registrar may retain an amount not greater than \$200,000 annually for personnel costs associated with the processing of those filing fees.

SECTION 23. Said section 3 of said chapter 90C, as so appearing, is hereby further amended by inserting after the word "responsible", in line 85, the following words:-, which shall be communicated to the registrar.

SECTION 24. Subsection (d) of section 47 of chapter 94C, as so appearing, is hereby amended by striking out the third paragraph and inserting in place thereof the following paragraph:-

There shall be established within the office of the state treasurer separate special law enforcement trust funds for each sheriff, district attorney and for the attorney general. All such monies and proceeds received by any sheriff, prosecuting district attorney or attorney general

429 shall be deposited in such a trust fund and shall then be expended without further appropriation 430 to defray the costs of protracted investigations, to provide additional technical equipment or 431 expertise, to provide matching funds to obtain federal grants, or such other law enforcement 432 purposes as the sheriff, district attorney or attorney general deems appropriate. The sheriff, 433 district attorney or attorney general may expend up to 10 per cent of the monies and proceeds for 434 drug rehabilitation, drug education and other anti-drug or neighborhood crime watch programs 435 which further law enforcement purposes. Any program seeking to be an eligible recipient of said 436 funds shall file an annual audit report with the local sheriff, district attorney and attorney general. 437 Such report shall include, but not be limited to, a listing of the assets, liabilities, itemized 438 expenditures and board of directors of such program. Within 90 days of the close of the fiscal 439 year, each sheriff, district attorney and the attorney general shall file an annual report with the 440 house and senate committees on ways and means on the use of the monies in the trust fund for 441 the purposes of drug rehabilitation, drug education and other anti-drug or neighborhood crime 442 watch programs.

SECTION 25. Subsection (b) of section 24N of chapter 111 of the General Laws, as so appearing, is hereby amended by inserting after the words "subsection (d)", in line 33, the following words:-, any voluntary contributions to the fund from third party payers or third party administrators, as those terms are defined in section 1 of chapter 12C,.

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SECTION 26. Said chapter 111 is hereby amended by adding the following section:-

Section 237. The department of public health shall develop and implement a public information campaign to promote awareness of reproductive health care facilities in the commonwealth, including those that offer or perform abortions. The campaign shall include, but not be limited to: (i) educating reproductive health care professionals, patients and the general public regarding any and all limitations placed on the use of federal Title X family planning program funds by the U.S. Department of Health and Human Services; (ii) establishing a website, translated into multiple languages, with comprehensive information on reproductive health care facilities in the commonwealth, including those that offer or perform abortions and providing information relating to costs and payment options; (iii) training licensed reproductive health care providers to refer all patients who are or may become pregnant to said website; and (iv) performing targeted outreach to appropriate populations who may lack access to information concerning reproductive health options in the commonwealth. As a part of this campaign, the department of public health shall only provide the specific location of health care facilities where abortions are offered or performed to the extent that doing so does not impede the safety or security of persons who attempt to access such facilities. The department of public health shall monitor and analyze any changes to the distribution and availability of reproductive health services in the commonwealth and shall share this data with the health planning council and the health disparities council.

SECTION 27. Subsection (b) of section 9D of chapter 118E of the General Laws, as appearing in the 2016 Official Edition, is hereby amended by inserting after the first sentence the following sentence:- For purposes of this section, an individual is deemed to reach the age of 65 on the first day of the month in which the individual's 65th birthday occurs.

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SECTION 28. Subsection (c) of said section 9D of said chapter 118E, as so appearing, is hereby amended by striking out the third sentence and inserting in place thereof the following sentence:- To the extent consistent with federal law and regulations, the division shall ensure that all enrollees in a SCO have the right to disenroll from the program in any month upon submitting a notice of disenrollment to the division or contracted entity.

SECTION 29. Said chapter 118E is hereby amended by inserting after section 12 the following section:-

Section 12A. (a) Notwithstanding any general or special law to the contrary and subject to required federal approvals, the executive office of health and human services may directly negotiate supplemental rebate agreements with manufacturers of prescribed drugs; provided that the executive office shall not be subject to any otherwise applicable requirements set forth in 801 CMR 21.00 or any successor regulation; and provided further, that such agreements maximize value to the commonwealth. Such agreements may be based on the value, efficacy or outcomes of the drug. Prior to seeking a supplemental rebate agreement with a manufacturer, the executive office shall take into consideration a drug's actual cost to the commonwealth and whether the manufacturer of the drug is providing significant discounts relative to other drugs covered by MassHealth.

(b) In the event a manufacturer of prescribed drugs and the executive office are unable to successfully conclude negotiations for a supplemental rebate agreement pursuant to subsection (a) and the drug that is the subject of the negotiations is projected to exceed a post-rebate cost per utilizer of \$25,000 per year or a post-rebate aggregate annual cost to MassHealth of \$10,000,000, the executive office may publicly post a proposed value for the drug on the website of the executive office and in a manner consistent with its obligations under federal law, and shall afford interested persons an opportunity to present data, views or arguments for a period of not less than 21 days, and, at the option of the secretary of health and human services, hereinafter the secretary, hold a public hearing as to the proposed value of the drug. In establishing the proposed value of a drug, the executive office may consider factors including clinical efficacy and outcomes, publicly available information relating to the pricing of the drug, including prices paid by other developed nations, the drug's public health value, including the seriousness and prevalence of the disease or condition that is treated by the drug, the extent of utilization of the drug, the likelihood that the use of the drug will reduce the need for other medical care, the number of manufacturers that produce the drug, whether there are pharmaceutical equivalents of the drug, analyses by independent third parties, any information supplied by the manufacturer and other appropriate measures of value. After consideration of the public comments or testimony received, the executive office shall make any necessary updates to the proposed value of the drug and post the final determined value of the drug on the website of the executive office and in a manner consistent with its obligations under federal law. The executive office may engage the manufacturer of the drug in further negotiations under subsection (a) at any point during this process, and shall, at minimum, solicit further negotiations with the drug manufacturer after posting the final determined value of the drug.

(c) In the event a manufacturer of prescribed drugs and the executive office are unable to successfully conclude negotiations for a supplemental rebate agreement pursuant to subsection (a) after the process set forth in subsection (b), the secretary may refer the drug manufacturer to the health policy commission for review under section 8A of chapter 6D.

- (d) In the event that the secretary and the manufacturer have previously agreed to a supplemental rebate for a drug pursuant to subsection (a), the secretary shall not initiate further negotiations, and the drug manufacturer shall not be referred to the commission, for any additional supplemental rebates for the duration of the rebate agreement. No additional supplemental rebates shall be entered into by the manufacturer and the executive office pursuant to subsection (a) with respect to a drug that is subject to an existing supplemental rebate agreement with MassHealth, allowed under applicable state and federal laws.
- (e) If the health policy commission determines that a manufacturer's pricing of a drug is unreasonable or excessive in relation to the commission's proposed value, pursuant to section 8A of chapter 6D, and the executive office and the manufacturer are unable to successfully complete negotiations for a supplemental rebate agreement, the secretary may subject the drug to actions authorized by the drug management program administered by MassHealth, including but not limited to prior authorization, step therapy, generic drug promotion, quantity limits and the maximum allowable cost.
- (f) The executive office shall adopt any written policies, procedures or regulations necessary to implement this section.
- SECTION 30. Said chapter 118E is hereby further amended by inserting after section 25 the following section:-
 - Section 25A. (a) For individuals 65 years of age or older, the division shall not consider income in an amount equivalent to 30 per cent of the federal poverty level or assets in an amount equivalent to the federal resource limit for the Medicare Saving programs, each as adjusted annually, in determining eligibility for the Qualified Medicare Beneficiary, Specified Low-Income Medicare Beneficiary and Qualified Individual programs, described in 42 U.S.C. section 1396a(a)(10)(E) and also known as the Medicare Saving or Medicare Buy-In programs. Enrollment in the Qualified Individual program shall be capped if the federal allotment for the program is exhausted.
 - (b) Prior to implementing subsection (a), the division shall obtain all required federal approvals, including amending its state plan, and shall promulgate regulations.
- SECTION 31. Subsection (a) of section 63 of said chapter 118E, as appearing in the 2016 Official Edition, is hereby amended by inserting after the definition of "assessment" the following definition:-
 - "Licensee", any person holding a license to operate a nursing home. In the case of a licensee which is not a natural person, licensee shall also mean any shareholder owning 5 per cent or more, any officer and any director of any corporate licensee; any limited partner owning

5 per cent or more and any general partner of a partnership licensee; any trustee of any trust licensee; any sole proprietor of any licensee which is a sole proprietorship; any mortgagee in possession; and any executor or administrator of any licensee which is an estate.

SECTION 32. Subsection (f) of said section 63 of said chapter 118E, as so appearing, is hereby amended by inserting after the word "fees", in line 58, the following words:-, or impose a limitation on new admissions for any nursing home that fails to remit delinquent fees, as directed by the executive office. The secretary of the executive office may also enforce this section by offsetting payments from the office of Medicaid on the claims of the nursing home, those of a nursing home with a common licensee, or those of any successor in interest to the nursing home, in the amount of the delinquent fees owed, including any interest and penalties, and transferring such funds into the General Fund; by imposing, after demand, a lien in an amount not to exceed the amount of the delinquent fees owed, including any interest and penalties, in favor of the commonwealth upon any and all property of the nursing home or its licensee; or by such other appropriate mechanism as the executive office may establish by regulation under subsection (g).

SECTION 33. Clause (x) of section 3 of chapter 176Q of the General Laws, as appearing in the 2016 Official Edition, is hereby amended by inserting after the figure "18052", in line 170, the following words:-; provided, that all applications shall be submitted to the joint committee on health care financing and the house and senate committees on ways and means not less than 60 days prior to the submission to the United States Secretary of Health and Human Services; and provided further, that the board shall report quarterly to the joint committee on health care financing and the house and senate committees on ways and means on the status of active applications submitted pursuant to this clause.

SECTION 34. Section 110 of chapter 5 of the acts of 1995, as most recently amended by section 53 of chapter 154 of the acts of 2018, is hereby further amended by striking out subsection (b) and inserting in place thereof the following subsection:-

(b) A family shall be eligible for assistance provided its maximum allowable countable resources do not exceed \$5,000 and upon meeting all other eligibility criteria; provided, however, that the value of 1 vehicle shall be excluded from the family's countable resources; and provided further, that the value and balance of a college savings plan established and maintained pursuant to, or consistent with, section 529 of the Internal Revenue Code shall be excluded from the family's countable resources.

The department shall exclude any earned income of dependent children of the family who are working part-time while attending school full time from a family's countable resources. The department shall promulgate regulations in accordance with this section, including, but not limited to, revising clause (2) of subsection (D) of 106 CMR 204.210.

SECTION 35. Section 95 of chapter 194 of the acts of 2011 is hereby repealed.

SECTION 36. Notwithstanding subsection (gg) of section 89 of chapter 71, as amended by section 21, in fiscal year 2020 any increase in appropriation above fiscal year 2019 levels,

available for use as payments for transitional assistance and supplemental assistance, shall be used to close equal proportions of the gap to full funding for both elements.

SECTION 37. Notwithstanding section 53 of chapter 118E of the General Laws, for fiscal year 2020, the executive office of health and human services may determine, subject to required federal approval, 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; provided, however, that dental services for adults enrolled in MassHealth shall be covered at least to the extent they were covered as of June 30, 2019; and provided further, 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.

SECTION 38. 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 until April 30, 2020, inclusive, transfer funds from any item of appropriation within the trial court; provided, however, that the court administrator shall not transfer more than 5 per cent of funds from items 0339-1001 and 0339-1003 to any other item of appropriation within the trial court. The transfers shall be made in accordance with schedules submitted to the house and senate committees on ways and means. The schedules shall include: (i) the amount of money transferred from any item of appropriation to any other item of appropriation; (ii) the reason for the necessity of the transfer; and (iii) the date on which the transfer shall be completed. 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.

SECTION 39. Notwithstanding any general or special law to the contrary, in fiscal year 2020 the comptroller shall transfer the unexpended balance of the Local Aid Stabilization Fund established in section 2CCCC of chapter 29 of the General Laws to the Gaming Local Aid Fund established in section 63 of chapter 23K of the General Laws.

SECTION 40. Notwithstanding any general or special law to the contrary, in fiscal year 2020 the amount of category 1 gaming revenue specified in subclause (j) of clause (2) of section 59 of chapter 23K of the General Laws shall be credited to the Commonwealth Transportation Fund established in section 2ZZZ of chapter 29 of the General Laws.

SECTION 41. (a) Notwithstanding any general or special law to the contrary, the unexpended balances in items 0699-0015 and 0699-9100 of section 2 shall be deposited into the State Retiree Benefits Trust Fund established in section 24 of chapter 32A of the General Laws before the certification of the fiscal year 2020 consolidated net surplus under section 5C of chapter 29 of the General Laws. The amount deposited shall be an amount equal to 10 per cent of all payments received by the commonwealth in fiscal year 2020 under the master settlement agreement in Commonwealth of Massachusetts v. Philip Morris, Inc. et al., Middlesex Superior Court, No. 95-7378; provided, however, that if in fiscal year 2019 the unexpended balances of

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670 671 said items 0699-0015 and 0699-9100 of said section 2 are less than 10 per cent of all payments received by the commonwealth in fiscal year 2020 under the master settlement agreement payments, 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.

SECTION 42. Notwithstanding any general or special law to the contrary, the amounts transferred pursuant to subdivision (1) of section 22C of chapter 32 of the General Laws shall be made available for the Commonwealth's Pension Liability Fund established in section 22 of said chapter 32. The amounts transferred pursuant to said subdivision (1) of said section 22C of said chapter 32 shall meet the commonwealth's obligations pursuant to said section 22C of said chapter 32, including retirement benefits payable by the state employees' retirement system and the state teachers' retirement system, for the costs associated with a 3 per cent cost of living adjustment pursuant to section 102 of said chapter 32, the reimbursement of local retirement systems for previously authorized cost-of-living adjustments pursuant to said section 102 of said chapter 32 and the costs of increased survivor benefits pursuant to chapter 389 of the acts of 1984. The state board of retirement and each city, town, county and district shall verify these costs, subject to rules that shall be adopted by the state treasurer. The state treasurer may make payments upon a transfer of funds to reimburse certain cities and towns for pensions of retired teachers, including any other obligation that the commonwealth has assumed on behalf of a retirement system other than the state employees' retirement system or state teachers' retirement system, including the commonwealth's share of the amounts to be transferred pursuant to section 22B of said chapter 32. The payments under this section shall be made only pursuant to distribution of money from the Commonwealth's Pension Liability Fund and any distribution, and the payments for which distributions are required, shall be detailed in a written report filed quarterly by the secretary of administration and finance with the chairs of the house and senate committees on ways and means and the house and senate chairs of the joint committee on public service in advance of the distribution. Distributions shall not be made in advance of the date on which a payment is actually to be made. If the amount transferred pursuant to subdivision (1) of section 22C of said chapter 32 exceeds the amount necessary to adequately fund the annual pension obligations, the excess amount shall be credited to the Pension Reserves Investment Trust Fund established in subdivision (8) of section 22 of said chapter 32 to reduce the unfunded pension liability of the commonwealth.

SECTION 43. Notwithstanding any general or special law to the contrary, the bureau of purchased services in the operational services division shall determine prices for programs under chapter 71B of the General Laws in fiscal year 2020 by increasing the final fiscal year 2019 price by the rate of inflation as determined by the division. The division shall adjust prices for extraordinary relief pursuant to subsection (4) of 808 CMR 1.06. The division shall accept applications for program reconstruction and special circumstances in fiscal year 2020. The division shall authorize the annual price for out-of-state purchasers requested by a program, not to exceed a maximum price determined by the bureau, by identifying the most recent price calculated for the program and applying the estimated rate of inflation for each year, as determined by the bureau under section 22N of chapter 7 of the General Laws, in which the rate of inflation is frozen beginning with fiscal year 2004, in a compounded manner for each fiscal year.

SECTION 44. (a) Notwithstanding any general or special law to the contrary, the executive office for administration and finance and the executive office of energy and environmental affairs shall facilitate the orderly transfer of the employees, proceedings, rules and regulations, property, and legal obligations of the functions of state government designated as core administrative functions under section 2 of chapter 21A of the General Laws from the transferor agency to the transferee agency, defined as follows: (1) the department of environmental protection, as the transferor agency, to the executive office of energy and environmental affairs, as the transferee agency; (2) the department of public utilities, as the transferor agency, to the executive office of energy and environmental affairs, as the transferee agency; (3) the department of conservation and recreation, as the transferor agency, to the executive office of energy and environmental affairs, as the transferee agency; (4) the department of agricultural resources, as the transferor agency, to the executive office of energy and environmental affairs, as the transferee agency; (5) the department of energy resources, as the transferor agency, to the executive office of energy and environmental affairs, as the transferee agency; and (6) the department of fish and game, as the transferor agency, to the executive office of energy and environmental affairs, as the transferee agency.

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- (b) The employees of each transferor agency performing the functions designated as core administrative functions under section 2 of chapter 21A of the General Laws, including those who immediately before the effective date of this act hold permanent appointment in positions classified under chapter 31 of the General Laws or have tenure in their positions as provided by section 9A of chapter 30 of the General Laws or do not hold such tenure, or hold confidential positions, are hereby transferred to the respective transferee agency, without interruption of service, without impairment of seniority, retirement or other rights of the employee, and without reduction in compensation or salary grade, notwithstanding any change in title or duties resulting from such reorganization, and without loss of accrued rights to holidays, sick leave, vacation and benefits. The reorganization shall not impair the civil service status of any such reassigned employee who immediately before the effective date of this act either holds a permanent appointment in a position classified under chapter 31 of the General Laws or has tenure in a position by reason of section 9A of chapter 30 of the General Laws.
- Notwithstanding any general or special law to the contrary, all such employees shall continue to retain their right to collectively bargain pursuant to chapter 150E of the General Laws and shall be considered employees for the purposes of said chapter 150E.
- Nothing in this section shall be construed to confer upon any employee any right not held immediately before the date of said transfer, or to prohibit any reduction of salary grade, transfer, reassignment, suspension, discharge, layoff or abolition of position not prohibited before such date.
 - (c) All petitions, requests, investigations and other proceedings appropriately and duly brought before each transferor agency or duly begun by each transferor agency and pending before it before the effective date of this act, both as relating to the functions designated as core administrative functions under section 2 of said chapter 21A, shall continue unabated and remain

in force, but shall be assumed and completed by the executive office of energy and environmental affairs.

- (d) All orders, rules and regulations duly made and all approvals duly granted by each transferor agency as relating to the functions designated as core administrative functions under said section 2 of said chapter 21A, which are in force immediately before the effective date of this act, shall continue in force and shall thereafter be enforced, until superseded, revised, rescinded or canceled, in accordance with law, by the executive office of energy and environmental affairs.
- (e) All books, papers, records, documents, equipment, buildings, facilities, cash and other property, both personal and real, including all such property held in trust, as relating to the functions designated as core administrative functions under said section 2 of said chapter 21A, which immediately before the effective date of this act are in the custody of each transferor agency shall be transferred to the executive office of energy and environmental affairs.
- (f) All duly existing contracts, leases and obligations of each transferor agency as relating to the functions designated as core administrative functions under said section 2 of said chapter 21A shall continue in effect but shall be assumed by the respective transferee agency. No existing right or remedy of any character shall be lost, impaired or affected by this act.

SECTION 45. Notwithstanding any general or special law to the contrary, the secretary for administration and finance, in consultation with the secretary of the executive office of health and human services may transfer funds from the prescription advantage program in line item 9110-1455 and from the Health Safety Net Trust Fund established in section 66 of chapter 118E of the General Laws to fund the expansion described in section 25A of said chapter 118E, to the extent that the secretary of the executive office of health and human services certifies in writing that such expansion will result in a savings to those programs.

SECTION 46. Notwithstanding any general or special law to the contrary, payments from the Health Safety Net Trust Fund established in section 66 of chapter 118E of the General Laws may be made either as safety net care payments under the commonwealth's waiver pursuant to section 1115 of the federal Social Security Act, 42 U.S.C. section 1315, or as an adjustment to service rate payments under Title XIX and XXI of the federal Social Security Act or a combination of both. Other federally permissible funding mechanisms available for certain hospitals, as defined by regulations of the executive office of health and human services, may be used to reimburse up to \$70,000,000 of uncompensated care pursuant to sections 66 and 69 of said chapter 118E using sources distinct from the funding made available to the Health Safety Net Trust Fund.

SECTION 47. Notwithstanding any general or special law to the contrary, not later than October 1, 2019 and without further appropriation, the comptroller shall transfer from the General Fund to the Health Safety Net Trust Fund established in section 66 of chapter 118E of the General Laws the greater of \$45,000,000 or 1/12 of the total expenditures to hospitals and community health centers required pursuant to this act, for the purposes of making initial gross payments to qualifying acute care hospitals for the hospital fiscal year beginning October 1,

2019. These payments shall be made to hospitals before, and in anticipation of, the payment by
hospitals of their gross liability to the Health Safety Net Trust Fund. The comptroller shall
transfer from the Health Safety Net Trust Fund to the General Fund, not later than June 30, 2020,
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.

SECTION 48. Notwithstanding any general or special law to the contrary, in hospital fiscal year 2020, the office of inspector general may expend a total of \$1,000,000 from the Health Safety Net Trust Fund established in section 66 of chapter 118E of the General Laws for costs associated with maintaining a health safety net audit unit within the office. The unit shall continue to oversee and examine the practices in hospitals including, but not limited to, the care of the uninsured and the resulting free charges. The unit shall also study and review the Medicaid program under said chapter 118E including, but not limited to, a review of the program's eligibility requirements, utilization, claims administration and compliance with federal mandates. The inspector general shall submit a report to the chairs of 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, 2021.

SECTION 49. Notwithstanding any general or special law to the contrary, nursing facility rates effective October 1, 2019 under section 13D of chapter 118E of the General Laws may be developed using the costs of calendar year 2007, or any subsequent year that the secretary of health and human services may select in the secretary's discretion.

SECTION 50. Notwithstanding any general or special law to the contrary, the executive office for administration and finance shall transfer up to \$15,000,000 from the Commonwealth Care Trust Fund established in section 2000 of chapter 29 of the General Laws to the Health Safety Net Trust Fund established in section 66 of chapter 118E of the General Laws.

SECTION 51. For fiscal year 2020, the Massachusetts Department of Transportation, hereinafter referred to as "the department", shall establish a system of performance metrics, including but not limited to, a fare recovery ratio, to be used to establish targets for each regional transit authority. Said targets shall be incorporated into a mandatory memorandum of understanding to be executed between each regional transit authority and the department, along with the level of performance expected of each regional transit authority pursuant to the transfer required under clause (2) of subsection (d) of section 2ZZZ of chapter 29 of the General Laws. The system of performance metrics shall be informed by the recommendations of the task force on regional transit authority performance and funding established pursuant to section 72 of chapter 154 of the acts of 2018. The memorandum of understanding shall incorporate appropriate ridership, customer service, asset management and financial performance indicators and best practices to ensure that the regional transit authority makes data-driven decisions with respect to its operation including, but not limited to, service and asset management. Four million dollars of the amount required to be transferred to regional transit authorities under said clause (2) of said subsection (d) of said section 2ZZZ shall be conditioned on the execution of an additional memorandum of understanding executed by a regional transit authority and the department; provided, that the department has determined that said regional transit authority: (i) provides best practice services or programs or (ii) initiates, maintains or expands service to a priority

population. The memorandum of understanding shall certify that the regional transit authority did not sustain a budget deficit the prior year and that its budget for the current fiscal year is balanced. The department shall provide a copy of each memorandum of understanding executed between a regional transit authority and the department upon execution to the chairs of the joint committee on transportation and the house and senate committees on ways and means.

SECTION 52. The health policy commission, in consultation with the department of public health and the Betsy Lehman center for patient safety and medical error reduction, shall implement a 2-year pilot program to reduce pregnancy-related deaths and improve pregnancy outcomes in the commonwealth. The commission shall consider evidence-based practices from successful programs implemented nationally and internationally in the development of the program. The department of public health shall provide relevant data to the commission in order to determine scope and scale of the program, including data on volume and prevalence of pregnancy-related deaths in the commonwealth. The commission shall select implementation sites through a competitive process in which applicants must demonstrate: (i) community need, (ii) the capacity to address preventable causes of complications and death related to pregnancy and child birth, (iii) the ability to facilitate care coordination among health care providers, and (iv) a plan to formalize relationships between health care providers, including hospitals and community-based care providers. The commission shall collect data to gauge the success of the program in decreasing pregnancy-related deaths and track trends within the patient population, including, but not limited to, variance by age, race, and co-morbidities. The commission shall issue a report annually, on or before June 30, to the joint committee on public health and the clerks of the house of representatives and the senate, which will include program progress updates and outcomes data.

SECTION 53. There shall be a special commission, known as the Restaurant Promotion Commission, governed by section 2A of chapter 4 of the General Laws, to review and develop recommendations and best practices for the promotion and continued growth and vitality of the restaurant industry in the commonwealth. The commission shall consist of the following 11 members: the house and senate chairs of the joint committee on tourism, arts and cultural development; 3 persons to be appointed by the speaker of the house of representatives; 3 persons to be appointed by the president of the senate; 1 person to be appointed by the minority leader of the house of representatives; 1 person to be appointed by the minority leader of the senate; and the executive director of the Massachusetts office of travel and tourism, or their designee, who shall serve as chair of the commission.

The commission shall examine ways to increase promotion of and visitation to restaurants operating in the commonwealth, including but not limited to: challenges to maintaining and operating restaurants, including issues related to the training, development and retention of the industry's workforce; barriers to establishing new restaurants; licensing and permitting issues impacting emerging business models; strategies for increased marketing to attract visitors to the commonwealth's restaurants; and strategies for cross-promotional partnerships, including but not limited to partnerships with the hospitality, agriculture and seafood industries. The commission shall consider successful programs and national and local best practices.

The commission shall recommend programs for the use of the funds available in item 7008-1024. The commission shall hold its first meeting not later than 30 days after the effective date of this act and shall meet not less frequently than monthly thereafter. The commission shall hold meetings in various geographic regions of the commonwealth. The chair of the commission shall work to facilitate information and data requests of the commission members, ensure that the work of the commission incorporates feedback from the industry statewide and coordinate interagency cooperation. The commission shall submit a report of its review and its recommendations, if any, together with drafts of legislation necessary to carry those recommendations into effect by filing the same with the clerks of the house of representatives and the senate not later than January 31, 2020.

SECTION 54. There shall be a special commission governed by section 2A of chapter 4 of the General Laws to study civil asset forfeiture policies and practices in the commonwealth. The commission shall consist of the following 19 members: house and senate chairs of the joint committee on the judiciary, who shall serve as co-chairs of the commission; the house and senate chairs of the joint committee on public safety and homeland security; 1 person to be appointed by the minority leader of the house of representatives; 1 person to be appointed by the minority leader of the senate; the attorney general or a designee; the secretary of public safety and security or a designee; the chair of the Massachusetts commission against discrimination or a designee; the chief justice of the supreme judicial court or a designee; the president of the Massachusetts Sheriffs Association, Inc. or a designee; the president of the Massachusetts District Attorney Association or a designee; the chief counsel of the committee for public counsel services or a designee; the colonel of state police 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.; a representative from the State Police Association of Massachusetts; and a representative from the Massachusetts Chiefs of Police Association.

The study shall include, but not be limited to: (i) an evaluation of the standard of proof required for law enforcement in the commonwealth to establish that property seized is related to a crime, as compared to the standard imposed in other states; (ii) a review of current documentation and reporting obligations for law enforcement, including the extent to which law enforcement records whether the property's owner was charged with or convicted of a crime, and any recommendations for enhanced or additional reporting requirements; (iii) an analysis of the scope of civil asset forfeiture in the commonwealth, including an estimate of the total value of assets seized annually, the average value of assets seized in a case and a breakdown by percentage of the underlying offenses giving rise to the forfeiture; (iv) an examination of how civil asset forfeiture proceeds are allocated and spent in the commonwealth; (v) an evaluation of the process by which property owners may challenge a seizure, including the percentage of seizure proceedings challenged annually, the percentage of successful challenges and the average cost of bringing a challenge; (vi) an analysis of any racial or socioeconomic disparities in the application of civil asset forfeiture laws in the commonwealth; and (vii) a review of best practices undertaken in other states.

The commission shall hold its first meeting not later than 30 days after the effective date of this act and shall meet not less frequently than monthly thereafter. The commission shall submit a

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report of its study and any recommendations, together with any draft legislation necessary to carry those recommendations into effect, by filing the same with the clerks of the house of representatives and the senate not later than December 31, 2019.

SECTION 55. (a) Notwithstanding any general or special law, rule or regulation to the contrary, the secretary of health and human services shall convene an emergency task force to review the financial stability of nursing homes in the commonwealth in order to ensure the provision of quality resident care and quality jobs. The task force shall consist of: the secretary of health and human services or a designee, who shall serve as chair; the secretary of elder affairs or a designee; the commissioner of public health or a designee; the house and senate chairs of the joint committee on health care financing or their designees; the house and senate chairs of the joint committee on elder affairs or their designees; 1 person to be appointed by the minority leader of the house of representatives; 1 person to be appointed by the minority leader of the senate; and 4 members to be appointed by the governor, 1 of whom shall be a representative of the Massachusetts Senior Care Association, Inc.; 1 of whom shall be a representative of LeadingAge Massachusetts, Inc., 1 of whom shall be a representative of 1199SEIU, and 1 of whom shall be an expert on long-term care and aging policy.

(b) The emergency task force shall evaluate options and make policy recommendations necessary to ensure the financial stability of the nursing homes in the commonwealth in order to provide quality nursing home resident care and quality jobs. In addition, the emergency task force shall evaluate and make policy recommendations necessary to: (i) align current and future needs of nursing home care, (ii) reform the department of public health's nursing home licensing processes to ensure an appropriate process for the closure and sale of nursing homes (iii) explore financial incentives around the closure of nursing homes, and (iv) review the utilization, regulatory oversight and market position of rest homes, assisted living and other alternative senior housing options. These recommendations shall include policy options concerning the following: (i) improvements to the MassHealth reimbursement system for nursing homes to promote financial stability, including: (A) the use of an appropriate inflation update for nursing home rates, (B) the use of a base year period that reasonably reflects the costs in the actual rate year, (C) efficiency incentives that align with actual utilization, (D) full recognition of the user fee for Medicaid residents and (E) new department of public health suitability requirements that would precede approval of any application for a new license, any notice of intent for transfer of ownership or any notice of intent to sell any for-profit or non-profit skilled nursing facility; (ii) nursing home workforce engagement, recruitment, training, including transitional training opportunities for employment in rest homes, assisted living and other alternative senior housing options, retention, rates of pay, scope of practice and other methods of ensuring that direct care and frontline staff have an opportunity to and may sustainably support themselves and their families; (iii) potential efficiencies to the commonwealth and improvements to care delivery that could be realized by a voluntary reconfiguration of the system via a reduction in the number of nursing home beds currently licensed while ensuring quality and access; (iv) potential criteria to be used to facilitate a voluntary reconfiguration program, including, but not limited to, occupancy, care standards and measure of regional geographic need; (v) potential incentives for nursing home operators to help align the need for nursing home beds with current and future demand or facilitate the conversion of under-utilized beds to other uses; and (vi) any additional

reforms to strengthen the public process for nursing home closures and sales or other recommendations necessary to address the issues referenced above.

- (c) The emergency task force shall convene its first meeting within 90 days of the effective date of this act and shall meet not less than monthly thereafter. The emergency task force shall file its report, including any drafts of legislation or regulations necessary to carry out its recommendations, with the clerks of the house of representatives and the senate, the house and senate committees on post audit and oversight, the joint committee on health care financing, the joint committee on elder affairs, and the executive director of the health policy commission not later than 1 year after the effective date of this act.
- (d) The house and senate committees on post audit and oversight shall conduct a performance audit of the long term supports and services care delivery systems in the commonwealth as informed by the emergency task force final recommendations.
- SECTION 56. Nothing in sections 14 to 18, inclusive, shall override pre-existing law or affect tax liability that accrued prior to the effective date of the act.
- SECTION 57. Sections 12 and 13 shall take effect on December 31, 2019. The commissioner of revenue shall notify the registers of deeds, the assistant recorders and the joint committee on revenue of the new surcharge amounts established under sections 12 and 13. All documents or instruments received by the registers of deeds and assistant recorders that are postmarked prior to the effective date of said sections 12 and 13 shall be subject to the fee surcharge applicable to section 8 of chapter 44B of the General Laws that was in effect prior to that date.
- 942 SECTION 58. Except as otherwise specified, this act shall take effect on July 1, 2019.