## \*\*\*Pending\*\*\* AMENDMENT No. 1 PROPOSED TO

Senate Bill NO. 2500

#### By Representative(s) Committee

# Amend by striking all after the enacting clause and inserting in lieu thereof the following:

22 SECTION 1. For purposes of Sections 1 through 4 of this act: "Mississippi qualified health center" means a 23 (a) public or nonprofit entity which provides comprehensive primary 24 care services that: 25 26 (i) Has a community board of directors, the majority of whom are users of such centers; 27 (ii) Accepts all patients that present themselves 28 29 despite their ability to pay and uses a sliding-fee-schedule for 30 payments; and 31 (iii) Serves a designated medically underserved area or population, as provided in Section 330 of the Public 32 33 Health Service Act. (b) "Uninsured or medically indigent patient" means a 34 35 patient receiving services from a Mississippi qualified health 36 center who is not eligible for Medicaid, Medicare or any other type of governmental reimbursement for health care costs or 37 receiving third-party payments via an employer. 38 39 (C) "Department" means the Mississippi State Department of Health. 40 41 (d) "Primary care" means the basic entry level of 42 health care provided by health care practitioners or non-physician

HR03\SB2500A.J \*HR03\SB2500A.J\* PAGE 1 43 health care practitioners, which is generally provided in an 44 outpatient setting.

(e) "Medically underserved area or population" means an area designated by the Secretary of the United States Department of Health and Human Services as an area with a shortage of professionals, health services or a population group designated by the secretary as having a shortage of such services.

50 (f) "Service grant" means a grant by the department to 51 a Mississippi qualified health center in accordance with Sections 52 1 through 4 of this act.

(g) "Program" means the Mississippi Qualified Health
Center Grant Program established in Sections 1 through 4 of this
act.

SECTION 2. The Mississippi Qualified Health Center Grant 56 57 Program is established, under the direction and administration of the department, for the purpose of making service grants to 58 59 Mississippi qualified health centers for their use in providing care to uninsured or medically indigent patients in Mississippi. 60 The Mississippi Qualified Health Center Grant Program shall be 61 62 established with such state funds as may be appropriated by the 63 Legislature.

64 SECTION 3. (1) Any Mississippi qualified health center desiring to participate in the program shall make application for 65 66 a grant to the department in a form satisfactory to the department. The department shall receive grant proposals from 67 68 Mississippi qualified health centers. All proposals shall be 69 submitted in accordance with the provisions of grant procedures, 70 criteria and standards developed and made public by the 71 department.

72 (2) The department shall use the funds provided by Sections
73 1 through 4 of this act to make grants during the next five (5)
74 years to Mississippi qualified health centers upon proposals made

#### 99\HR03\SB2500A.J \*HR03/SB2500A.J\*

PAGE 2

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under subsection (1) of this section. Grants that are awarded to 75 76 Mississippi qualified health centers shall only be used by such 77 centers to:

78 (a) Increase access to preventative and primary care services by uninsured or medically indigent patients that are 79 80 served by such centers; and

Create new services or augment existing services 81 (b) provided to uninsured or medically indigent patients, including, 82 but not limited to, primary care medical and preventive services, 83 dental services, optometric services, in-house laboratory 84 85 services, diagnostic services, pharmacy services, nutritional services and social services. 86

87 (3) Grants received by Mississippi qualified health centers under Sections 1 through 4 of this act shall not be used: 88

To supplant federal funds traditionally received by 89 (a) such centers, but shall be used to supplement them; 90

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(C)

(b) For land or real estate investments;

To finance or satisfy any existing debt; or (d) Unless the health center specifically complies with

93 94 a definition of a Mississippi qualified health center contained in Section 1 of this act. 95

96 (4) The department shall develop regulations, procedures and application forms to govern how grants will be awarded, shall 97 98 develop a plan to ensure that grants are equitably distributed among all Mississippi qualified health centers, and shall develop 99 an audit process to assure that grant monies are used to provide 100 101 and expend care to the uninsured and medially indigent.

The department shall establish a fund for the purpose of 102 (5) providing service grants to Mississippi qualified health centers 103 in accordance with Sections 1 through 4 of this act and the 104 following terms and conditions: 105

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(a) The total amount of grants issued under Sections 1

### 99\HR03\SB2500A.J \*HR03/SB2500A.J\*

107 through 4 of this act shall be Four Million Dollars 108 (\$4,000,000.00) per state fiscal year.

109 (b) No Mississippi qualified health center shall
110 receive assistance under this program in excess of Two Hundred
111 Thousand Dollars (\$200,000.00) per calendar year.

(c) Each Mississippi qualified health center receiving a service grant shall provide a yearly report to the department which details the number of additional uninsured and medically indigent patients that are cared for and the types of services that are provided.

(6) 117 The department shall establish an advisory council to review and make recommendations to the department on the awarding 118 of any grants to Mississippi qualified health centers. 119 Such 120 recommendations by the advisory council shall not be binding upon the department, but when a recommendation by the advisory council 121 is not followed by the department, the department shall place in 122 123 its minutes reasons for not accepting the advisory council's 124 recommendation, and provide for an appeals process. All approved grants shall be awarded within thirty (30) days of approval by the 125 126 department.

127 (7) The composition of the advisory council shall be the128 following:

(a) Two (2) employees of the department, one (1) of
whom must have experience in reviewing and writing grant
proposals;

(b) Two (2) executive employees of Mississippi qualified health centers, one (1) of whom must be a chief financial officer;

135 (c) Two (2) health care providers who are affiliated 136 with a Mississippi qualified health center; and 137 (d) One (1) health care provider who is not affiliated 138 with a Mississippi qualified health center nor the department but

### 99\HR03\SB2500A.J \*HR03/SB2500A.J\*

PAGE 4

rf

139 has training and experience in primary care.

140 (8) The department may use a portion of any grant monies 141 received under Sections 1 through 4 of this act to administer the 142 program and to pay reasonable expenses incurred by the advisory 143 council; however, in no case shall more than one and one-half 144 percent (1-1/2%) or Sixty Thousand Dollars (\$60,000.00) annually, 145 whichever is less, be used to absorb program expenses.

146 (9) No assistance shall be provided to a Mississippi 147 qualified health center under Sections 1 through 4 of this act 148 unless the Mississippi qualified health center certifies to the 149 department that it will not discriminate against any employee or 150 against any applicant for employment because of race, religion, 151 color, national origin, sex or age.

152 <u>SECTION 4.</u> There is created a special fund in the State 153 Treasury to be known as the Mississippi Qualified Health Center 154 Grant Program out of which grants and expenditures authorized in 155 connection with the program shall be disbursed. All monies 156 received by legislative appropriation to carry out the purposes of 157 Sections 1 through 4 of this act shall be deposited into the 158 Mississippi Qualified Health Center Grant Program.

159 <u>SECTION 5.</u> This article shall be known and may be cited as 160 the "Mississippi Health Care Trust Fund Act of 1999."

SECTION 6. It is declared by the Legislature that the monies 161 162 received by the State of Mississippi from tobacco companies in 163 settlement of a certain lawsuit brought against those companies by the State of Mississippi, or as a result of the settlement of any 164 165 lawsuit brought against tobacco companies by another state, should be applied toward improving the health and health care of the 166 citizens and residents of the state. It is the intent of the 167 Legislature by this article to provide the manner and means 168 169 necessary to carry out those purposes.

170 <u>SECTION 7.</u> When used in this article, the following

#### 99\HR03\SB2500A.J \*HR03/SB2500A.J\*

PAGE 5

rf

171 definitions shall apply, unless the context requires otherwise:

172 (a) "Act" means the Mississippi Health Care Trust Fund173 Act of 1999.

(b) "Health Care Trust Fund" means the trust fund established by Section 8 of this act for the deposit of the monies received by the State of Mississippi as a result of the tobacco settlement and any other monies as the state may determine are appropriate.

(c) "Tobacco settlement" means the settlement of the case of <u>Mike Moore, Attorney General ex rel. State of Mississippi</u> <u>v. The American Tobacco Company et al.</u> (Chancery Court of Jackson County, Mississippi, Cause No. 94-1429) and the settlement of any case brought against tobacco companies by another state.

184 SECTION 8. (1) In accordance with the purposes of this article, there is established in the State Treasury the Health 185 Care Trust Fund, into which shall be deposited all monies that are 186 187 received by the State of Mississippi as a result of the tobacco 188 settlement for which the use or purpose for expenditure is not restricted by the terms of the settlement, all interest earnings 189 190 on those monies, and any other monies as the state may determine are appropriate. Monies in the Health Care Trust Fund that are 191 192 subject to expenditure shall be expended exclusively for health 193 issues.

(2) The principal of the Health Care Trust Fund shall remain inviolate and shall never be expended. The Legislature may appropriate all of the income from the Health Care Trust Fund in furtherance of the purposes of this article, less six percent (6%) of the annual income of the Health Care Trust Fund, which shall be added to the principal of the fund each year.

200 <u>SECTION 9.</u> (1) The State Treasurer shall invest the monies 201 of the Health Care Trust Fund in any of the investments authorized 202 for the Mississippi Prepaid Affordable College Tuition Program

#### 99\HR03\SB2500A.J \*HR03/SB2500A.J\*

203 under Section 37-155-9, and those investments shall be subject to 204 the limitations prescribed by Section 37-155-9.

(2) All interest derived from investments and any gains from
the sale or exchange of investments shall be credited to the
account of the Health Care Trust Fund.

208 (3) For the purpose of meeting disbursements for funding 209 health issues and the costs and expenses of administering the Health Care Trust Fund, cash may be kept available, not exceeding 210 211 the requirements of the Health Care Trust Fund for a period of 212 ninety (90) days, on deposit in one or more banks or trust companies organized under the laws of the State of Mississippi or 213 214 the laws of the United States, provided that the sum on deposit in any one (1) bank or trust company shall not exceed thirty-five 215 percent (35%) of the paid-up capital and regular surplus of the 216 217 bank or trust company.

218 SECTION 10. Sections 5 through 10 of this act shall be 219 inserted as a new article in Title 43, Chapter 13, Mississippi 220 Code of 1972.

SECTION 11. Sections 1 through 4 of this act shall take effect and be in force from and after July 1, 1999, and Sections 5 through 10 of this act shall take effect and be in force from and after the passage of this act.

# Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

AN ACT TO CREATE THE MISSISSIPPI QUALIFIED HEALTH CENTER 1 2 GRANT PROGRAM TO PROVIDE SERVICE GRANTS TO MISSISSIPPI QUALIFIED 3 HEALTH CENTERS; TO PROVIDE THAT SUCH PROGRAM SHALL BE ADMINISTERED BY THE STATE DEPARTMENT OF HEALTH; TO PRESCRIBE THE PROCEDURE TO 4 5 APPLY FOR SERVICE GRANTS; TO PROVIDE THE PURPOSES FOR WHICH SUCH б GRANTS MAY BE USED; TO ESTABLISH AN ADVISORY PANEL TO REVIEW AND 7 MAKE RECOMMENDATIONS ON THE AWARDING OF SERVICE GRANTS; TO CREATE 8 A SPECIAL FUND TO BE KNOWN AS THE MISSISSIPPI QUALIFIED HEALTH 9 CENTER GRANT PROGRAM INTO WHICH ALL MONEY RECEIVED FROM LEGISLATIVE APPROPRIATION PURSUANT TO THIS ACT SHALL BE DEPOSITED; 10 11 TO ESTABLISH A HEALTH CARE TRUST FUND IN THE STATE TREASURY INTO 12 WHICH SHALL BE DEPOSITED MONIES FROM THE SETTLEMENT OF THE LAWSUIT 13 AGAINST TOBACCO COMPANIES BY THE STATE OF MISSISSIPPI; TO PROVIDE THAT THE PRINCIPAL OF THE TRUST FUND SHALL REMAIN INVIOLATE AND 14 15 SHALL NEVER BE EXPENDED; TO PROVIDE THAT MONIES IN THE TRUST FUND 16 THAT ARE SUBJECT TO EXPENDITURE SHALL BE EXPENDED EXCLUSIVELY FOR

#### 99\HR03\SB2500A.J \*HR03/SB2500A.J\*

17 HEALTH ISSUES; TO PROVIDE THAT MONIES IN THE TRUST FUND SHALL BE

18 INVESTED IN ANY OF THE INVESTMENTS AUTHORIZED FOR THE MISSISSIPPI 19 PREPAID AFFORDABLE COLLEGE TUITION PROGRAM; AND FOR RELATED

20 PURPOSES.

## 99\HR03\SB2500A.J \*HR03/SB2500A.J\*