Chapter 790

(Senate Bill 973)

AN ACT concerning

Hospitals - Private Hospital Grant Program - Funding

FOR the purpose of codifying a private hospital grant program for the purpose of making recommendations to the Governor for funding for capital projects at private hospitals in the State; requiring the Maryland Hospital Association Association to establish a certain review committee; authorizing the Governor to include in the capital or operating budget bill a certain amount of funding in each fiscal year for the Private Hospital Grant Program; and generally relating to funding for hospitals in the State.

BY adding to

Article – Health – General Section 19–310.4 Annotated Code of Maryland (2023 Replacement Volume)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Health - General

19-310.4.

- (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
- (2) "COMMITTEE" MEANS THE REVIEW COMMITTEE ESTABLISHED IN ACCORDANCE WITH SUBSECTION (E) OF THIS SECTION.
 - (3) "PROGRAM" MEANS THE PRIVATE HOSPITAL GRANT PROGRAM.
- (B) EXCEPT AS PROVIDED IN SUBSECTION (F) OF THIS SECTION, THIS SECTION MAY NOT BE CONSTRUED TO PROHIBIT AN ORGANIZATION FROM RECEIVING FUNDS FROM A GOVERNMENT SOURCE OTHER THAN THE PRIVATE HOSPITAL GRANT PROGRAM.
 - (C) THERE IS A PRIVATE HOSPITAL GRANT PROGRAM.

- (D) THE PURPOSE OF THE PROGRAM IS TO MAKE RECOMMENDATIONS TO THE GOVERNOR FOR FUNDING IN THE ANNUAL STATE BUDGET FOR CAPITAL PROJECTS AT PRIVATE HOSPITALS IN THE STATE.
- (E) (1) THE MARYLAND HOSPITAL ASSOCIATION SHALL ESTABLISH A REVIEW COMMITTEE TO:
- (I) DEVELOP THE PROCESS FOR HOSPITALS IN THE STATE TO SUBMIT REQUESTS FOR FUNDING IN THE ANNUAL BUDGET;
- (II) ESTABLISH ELIGIBILITY CRITERIA FOR A HOSPITAL TO SUBMIT A REQUEST FOR FUNDING UNDER THE PROGRAM;
- (III) ESTABLISH CRITERIA FOR PROJECTS ELIGIBLE TO RECEIVE FUNDING UNDER THE PROGRAM;
- (IV) ESTABLISH DEADLINES FOR THE SUBMISSION OF REQUESTS FOR FUNDING AND THE DETERMINATION OF PROJECTS RECOMMENDED FOR FUNDING;
- (V) DEVELOP PROJECT SCORING AND SELECTION CRITERIA GUIDELINES;
 - (VI) REVIEW ELIGIBLE REQUESTS FOR FUNDING; AND
- (VII) MAKE FINAL RECOMMENDATIONS FOR PROJECTS TO BE FUNDED IN THE ANNUAL STATE BUDGET.
- (2) TO THE EXTENT PRACTICABLE, THE MEMBERSHIP OF THE COMMITTEE ESTABLISHED UNDER PARAGRAPH (1) OF THIS SUBSECTION SHALL REFLECT THE GEOGRAPHIC DIVERSITY OF HOSPITALS IN THE STATE.
- (3) THE <u>COMMITTEE SHALL CONSULT WITH THE</u> DEPARTMENT OF BUDGET AND MANAGEMENT AND THE DEPARTMENT OF LEGISLATIVE SERVICES SHALL CONSULT WITH THE COMMITTEE IN:
- (I) ESTABLISHING THE PROJECT FUNDING REQUEST PROCESS UNDER PARAGRAPH (1) OF THIS SUBSECTION; AND
 - (II) MAKING RECOMMENDATIONS FOR FUNDING REQUESTS.

- (F) IN CONSULTATION WITH THE DEPARTMENT OF BUDGET AND MANAGEMENT, THE COMMITTEE MAY ESTABLISH CONDITIONS UNDER WHICH A REQUEST FOR FUNDING MAY BE REJECTED FOR CONSIDERATION.
- (G) THE MARYLAND HOSPITAL ASSOCIATION SHALL SUBMIT THE RECOMMENDATIONS OF THE COMMITTEE TO THE GOVERNOR AND THE SECRETARY OF BUDGET AND MANAGEMENT.
- (H) FOR FISCAL YEAR 2026 AND EACH FISCAL YEAR THEREAFTER, THE GOVERNOR MAY INCLUDE IN THE CAPITAL OR OPERATING BUDGET BILL AN APPROPRIATION OF \$20,000,000 FOR THE PRIVATE HOSPITAL GRANT PROGRAM.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July $1,\,2024.$

Approved by the Governor, May 16, 2024.