



General Assembly

January Session, 2013

Raised Bill No. 6520

LCO No. 3684



Referred to Committee on PUBLIC HEALTH

Introduced by:
(PH)

AN ACT CONCERNING REPORTING BY FOR-PROFIT HOSPITALS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 19a-644 of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective from passage*):

3 (a) On or before February twenty-eighth annually, for the fiscal year
4 ending on September thirtieth of the immediately preceding year, each
5 short-term acute care general or children's hospital shall report to the
6 office with respect to its operations in such fiscal year, in such form as
7 the office may by regulation require. Such report shall include: (1)
8 Salaries and fringe benefits for the ten highest paid positions; (2) the
9 name of each joint venture, partnership, subsidiary and corporation
10 related to the hospital; and (3) the salaries paid to hospital employees
11 by each such joint venture, partnership, subsidiary and related
12 corporation and by the hospital to the employees of related
13 corporations.

14 (b) The Department of Public Health shall adopt regulations in

15 accordance with chapter 54 to provide for the collection of data and
16 information in addition to the annual report required in subsection (a)
17 of this section. Such regulations shall provide for the submission of
18 information about the operations of the following entities: Persons or
19 parent corporations that own or control the health care facility,
20 institution or provider; corporations, including limited liability
21 corporations, in which the health care facility, institution, provider, its
22 parent, any type of affiliate or any combination thereof, owns more
23 than an aggregate of fifty per cent of the stock or, in the case of
24 nonstock corporations, is the sole member; and any partnerships in
25 which the person, health care facility, institution, provider, its parent
26 or an affiliate or any combination thereof, or any combination of health
27 care providers or related persons, owns a greater than fifty per cent
28 interest. For purposes of this section, "affiliate" means any person that
29 directly or indirectly through one or more intermediaries, controls or is
30 controlled by or is under common control with any health care facility,
31 institution, provider or person that is regulated in any way under this
32 chapter. A person is deemed controlled by another person if the other
33 person, or one of that other person's affiliates, officers, agents or
34 management employees, acts as a general partner or manager of the
35 person in question.

36 (c) Each nonprofit short-term acute care general or children's
37 hospital shall include in the annual report required pursuant to
38 subsection (a) of this section a report of all transfers of assets, transfers
39 of operations or changes of control involving its clinical or nonclinical
40 services or functions from such hospital to a person or entity organized
41 or operated for profit.

42 (d) Each for-profit short-term acute care general or children's
43 hospital shall include in the annual report required pursuant to
44 subsection (a) of this section: (1) A description of any office maintained
45 outside the United States by an officer or management employee of
46 such hospital; (2) identification of any agent or employee of an officer
47 or management employee of such hospital who provides services to

48 such hospital and resides outside the United States; (3) a description of
 49 any financial transaction of more than five thousand dollars involving
 50 such hospital that has been transacted outside the United States; (4) a
 51 description of any management company paid by such hospital to
 52 provide services, including the name and address of such company, a
 53 description of the services provided to such hospital, information
 54 concerning any stock held in the management company by an officer,
 55 director, management employee or physician of such hospital; (5) a list
 56 of properties for which such hospital has claimed a tax abatement; (6) a
 57 description of any planned project to substantially expand such
 58 hospital or to construct a new facility, including the proposed location
 59 for such project, the timeline for completion of such project and the
 60 estimated cost and source of funding for such project; and (7) the
 61 amount of such hospital's surplus revenue, if any, that has been used
 62 for debt retirement, a facility expansion project or as a reserve for
 63 operating costs.

64 [(d)] (e) The office shall require each hospital licensed by the
 65 Department of Public Health, that is not subject to the provisions of
 66 subsection (a) of this section, to report to said office on its operations in
 67 the preceding fiscal year by filing copies of the hospital's audited
 68 financial statements. Such report shall be due at the office on or before
 69 the close of business on the last business day of the fifth month
 70 following the month in which a hospital's fiscal year ends.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	19a-644

Statement of Purpose:

To require for-profit hospitals to report certain information to the Office of Health Care Access.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

