6621

IN SENATE

February 19, 2014

Introduced by Sen. ZELDIN -- read twice and ordered printed, and when printed to be committed to the Committee on Corporations, Authorities and Commissions

AN ACT to amend the not-for-profit corporation law, in relation to a medicaid billing prohibition

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- 1 Section 1. The not-for-profit corporation law is amended by adding a 2 new section 715-c to read as follows:
- 3 S 715-C. MEDICAID BILLING PROHIBITION.
- 4 ANY CORPORATION, OR AFFILIATE THEREOF, AS DEFINED BY SUBPARAGRAPH
- 5 NINETEEN OF PARAGRAPH (A) OF SECTION ONE HUNDRED TWO OF THIS CHAPTER,
- 6 WHICH, IN THE PRIOR FISCAL YEAR, PAID ANY EXECUTIVE, DIRECTOR, OFFICER
- 7 OR EMPLOYEE OF THE CORPORATION, OR ANY SUBCONTRACTOR, AN AMOUNT GREATER
- 8 THAN ONE HUNDRED NINETY-NINE THOUSAND DOLLARS PER ANNUM, SHALL BE
- 9 PROHIBITED FROM BILLING THE NEW YORK STATE MEDICAL ASSISTANCE PROGRAM
- 10 ANY AMOUNT IN EXCESS OF ONE HUNDRED MILLION DOLLARS. FOR PURPOSES OF
- 11 THIS SECTION, IF ANY EXECUTIVE, DIRECTOR, OFFICER OR EMPLOYEE OF ANY
- 12 CORPORATION, OR A SUBCONTRACTOR HIRED BY THE CORPORATION, IS ALSO
- 13 EMPLOYED, OR SUB-CONTRACTED, BY AN AFFILIATE OR AFFILIATES OF THE CORPO-
- 14 RATION, THE ONE HUNDRED NINETY-NINE THOUSAND DOLLAR PER ANNUM CAP SHALL
- 15 APPLY IN THE CUMULATIVE WITH RESPECT TO ANY AMOUNT PAID BY THE CORPO-
- 16 RATION AND THE AFFILIATE OR AFFILIATES.
- 17 S 2. This act shall take effect on the same date and in the same
- 18 manner as chapter 549 of the laws of 2013 takes effect, or 30 days after
- 19 becoming a law, whichever is later.

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets [] is old law to be omitted.

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