ACCORDANCE WITH AN AGREEMENT, CONTRACT, OR TRANSACTION APPROVED BY THE REGULATING ENTITY UNDER THIS SUBTITLE, IT SHALL HAVE MECHANISMS IN PLACE TO:

- (1) AVOID CONFLICTS OF INTEREST: AND
- (2) PROHIBIT THE MAKING OF GRANTS THAT WOULD BENEFIT:
- (I) THE $\underline{PUBLIC\ OR}$ NONPROFIT CHARITABLE ENTITYS $\underline{OR\ TRUSTS}$ BOARD OF DIRECTORS:
- (II) THE $\underline{PUBLIC\ OR}$ NONPROFIT CHARITABLE ENTITY'S $\underline{OR\ TRUSTS}$ MANAGEMENT;
 - (III) THE FOR-PROFIT STOCK ENTITY, OR
 - (IV) A MUTUAL ENTITY.
- (B) A <u>PUBLIC OR</u> NONPROFIT CHARITABLE ENTITY OR TRUST THAT RECEIVES A DISTRIBUTION OF <u>PUBLIC OR</u> CHARITABLE ASSETS SHALL SUBMIT AN ANNUAL REPORT TO THE OFFICE ON <u>REGARDING</u> THE GRANT-MAKING AND OTHER CHARITABLE ACTIVITIES OF THE ENTITY RELATED TO ITS USE OF THE <u>PUBLIC OR</u> CHARITABLE ASSETS RECEIVED.
- (C) THE ANNUAL REPORT SUBMITTED UNDER SUBSECTION (B) OF THIS SECTION SHALL BE MADE AVAILABLE TO THE PUBLIC AT THE PRINCIPAL OFFICE OF THE $\underline{PUBLIC\ OR}$ NONPROFIT CHARITABLE ENTITY OR TRUST.

6.5-307.

- (A) THIS TITLE DOES NOT APPLY TO THE ACQUISITION OF A FOREIGN NONPROFIT HEALTH ENTITY OPERATING IN THIS STATE IF THE APPROPRIATE REGULATING ENTITY DETERMINES, BASED ON THE STANDARDS SET FORTH IN THIS TITLE, THAT ANY PUBLIC OR CHARITABLE ASSETS OF THE NONPROFIT HEALTH ENTITY THAT SERVE HEALTH CARE NEEDS IN THIS STATE WILL BE ADEQUATELY PROTECTED.
- (B) IF THE APPROPRIATE RECULATING ENTITY DETERMINES UNDER SUBSECTION (A) OF THIS SECTION THAT THIS TITLE DOES NOT APPLY, THE NONPROFIT HEALTH ENTITY SHALL SUBMIT AN INFORMATION COPY OF ITS APPLICATION TO ENCACE IN AN ACQUISITION TO THE RECULATING ENTITY.
- (B) ANY NONPROFIT HEALTH ENTITY THAT THE APPROPRIATE REGULATING ENTITY HAS DETERMINED UNDER SUBSECTION (A) OF THIS SECTION THAT THIS TITLE DOES NOT APPLY SHALL SUBMIT AN INFORMATION COPY OF ITS APPLICATION TO ENGAGE IN AN ACQUISITION TO THE REGULATING ENTITY.

Article - Health - General

19-327.

(a) (1) The Secretary shall deny a license to any applicant or revoke a license if the applicant or licensee has been convicted of a felony that relates to Medicaid or to a nursing home.