

## ADDENDUM I

### Glossary

“PERSON” means:

Any individual, trust or estate, partnership, corporation, (including associations, joint stock companies, and insurance companies) state, or political subdivision or instrumentality of a state.

“CHANGE IN OWNERSHIP” means:

- (i) In the case of a Provider, which is a partnership, the removal, addition, or substitution of a partner, which results in a new partner acquiring a controlling interest in the partnership:
- (ii) In the case of a Provider which is an unincorporated solo proprietorship, the transfer of the title and property to another person:
- (iii) In the case of a Provider which is a corporation:
  - (A) A sale, lease exchange, or other disposition of all, or substantially all of the property and assets of the corporation; or
  - (B) A merger of the corporation into another corporation; or
  - (C) The consolidation of two or more corporations, resulting in the creation of a new corporation; or
  - (D) In the case of a Provider, which is a business corporation, any transfer of corporate stock, which results in a new person acquiring a controlling interest in the corporation; or
  - (E) In the case of a Provider, which is a non-business corporation, any change in membership, which results in a new person acquiring a controlling vote in the corporation.

“INDIRECT OWNERSHIP INTEREST” means:

The amount of indirect ownership interest is determined by multiplying the percentages of ownership in each entity. For example, if A owns 10 percent of the stock in a corporation which owns 80 percent of the stock of the disclosing entity, A’s interest equates to an 8 percent indirect ownership interest in the disclosing entity and must be reported.

Conversely, if B owns 80 percent of the stock of a corporation, which owns 5 percent of the stock of the disclosing entity, B’s interest equates to 4 percent indirect ownership in the disclosing entity and need not be reported.

“FISCAL AGENT” means:

A contractor that processes or pays vendor claims on behalf of the RI Medicaid agency.

“PERSON WITH AN OWNERSHIP OR CONTROL INTEREST” means a person or corporation that:

- (a) Has an ownership interest totaling 5 percent or more in a Provider or disclosing entity;
- (b) Has an indirect ownership interest equal to 5 percent or more in a Provider or disclosing entity;
- (c) Has a combination of direct and indirect ownership interests equal to 5 percent or more in a Provider or disclosing entity;
- (d) Owns an interest of 5 percent or more in any mortgage, deed of trust, note, or other obligation secured by the disclosing entity if that interest is at least 5 percent of the value of the property or assets of the Provider or disclosing entity;
- (e) Is an officer or director of a Provider or disclosing entity that is organized as a corporation; or
- (f) Is a partner in a Provider or disclosing entity that is organized as a partnership.

“SUBCONTRACTOR” means:

- (a) An individual, agency, or organization to which a Provider or disclosing entity has contracted or delegated some of its management functions or responsibilities of providing medical care to its patients; or
- (b) An individual, agency, or organization with which a fiscal agent has entered into a contract, agreement, purchase order, or lease (or leases of real property) to obtain space, supplies, equipment, or services provided under the Medicaid agreement.

“SUPPLIER” means:

An individual, agency, or organization from which a Provider purchases goods and services used in carrying out its responsibilities under Medicaid (e.g., a commercial laundry, a manufacturer of hospital beds, or a pharmaceutical firm).

“WHOLLY-OWNER SUPPLIER” means:

A supplier whose total ownership interest is held by a Provider or by a person, persons, or other entity with an ownership or control interest in a Provider.

“FURNISHED” refers to:

Items and services provided directly by, or under the direct supervision of, or ordered by, a practitioner or other individual (either as an employee or in his or her own capacity), a Provider, or other supplier of services. For purposes of denial of reimbursement within this Part, it does not refer to services ordered by one party, but billed for and provided by or under the supervision of another.