

and Mental Retardation Facilities in this State.

(a) Public

Community Mental Health Center Components or Mental Retardation Facilities for the purpose of this Act shall be interpreted to mean a Community Mental Health Center Component or Mental Retardation Facility wholly owned by a county and/or municipality and operated under such authority: or a nonprofit Community Mental Health Center Component or Mental Retardation Facility wholly owned by a nonprofit organization as defined below and operated under its authority, provided that the sponsor of a Community Mental Health Center Component or Mental Retardation Facility to qualify as a nonprofit organization shall meet the following qualifications:

(1) Be a bona fide religious organization and no part of the earnings shall inure to the benefit of any individual or be used for any purpose other than the maintenance and operation of the institution or the purchase of equipment to be used in the institution or the expansion of the facility; or

(2) Be an organization chartered as a nonprofit corporation and no part of the earnings shall inure to the benefit of any individual or be used for any purpose other than the maintenance and operation of the institution or the purchase of equipment to be used in the institution or the expansion of the facility and shall be classified by the Federal Internal Revenue Service as nonprofit.

(b) Prior to the authorization of any grant under this Act to any such sponsor, the applicant shall file with the State Department of Health and Mental Hygiene: (1) a financial statement setting forth the personnel employed and/or to be employed, all remunerations and perquisites for personal services and other expenses paid and/or to be paid and the expenses incurred and/or to be incurred in carrying out such a Community Mental Health Center Component or Mental Retardation Facility operation; and (2) the schedule of rates charged and/or to be charged for services rendered.

(c) The Secretary of Health and Mental Hygiene is hereby authorized and directed to promulgate rules and regulations to carry out the intent of this Act, and such rules and regulations shall provide for certified annual financial statement from each such Community Mental Health Center Component or Mental Retardation Facility and other reports as required. Such information shall be required annually for at least the term of the