

## Initiative 6: Infrastructure and Capital Investments for Rural Texas

### Short Description:

Provide funding for providers to add and replace the equipment they need to improve patient care, within the required limitations on new construction and remodel projects.

| Total Available Dollars:   | \$193M   |                    |                               |  |  |         |       |          |        |              |           |      |               |  |        |      |               |   |           |      |                               |                    |          |      |               |
|--|--|--------------------|-------------------------------|--|--|---------|-------|----------|--------|--------------|-----------|------|---------------|--|--------|------|---------------|---|-----------|------|-------------------------------|--------------------|----------|------|---------------|
| Year 1 Approved funds:   | Part 1: \$26.26M open to all rural providers   |                    |                               |  |  |         |       |          |        |              |           |      |               |  |        |      |               |   |           |      |                               |                    |          |      |               |
| Who qualifies?   | Rural hospitals, RHCs, behavioral health providers, opioid and substance abuse programs, EMS, pharmacies, public health offices  |                    |                               |  |  |         |       |          |        |              |           |      |               |  |        |      |               |   |           |      |                               |                    |          |      |               |
| How will funds be distributed?   | Request for application  |                    |                               |  |  |         |       |          |        |              |           |      |               |  |        |      |               |   |           |      |                               |                    |          |      |               |
| Additional details:  | In addition to equipment needs, providers will be able to invest in existing buildings and infrastructure, including minor building alterations or renovations. Funds will be used to replace allowable equipment, including: lab equipment, CT, ultrasound or mammography equipment, stretchers (especially self-loading), wheelchairs, patient beds, telemetry units, nurse call systems, Advanced Medical Bus (AMBUS), generators, defibrillators, crash carts, medication dispensing units, sleep labs, vital sign monitors, and oxygen tanks can all be brought to current standards.   |                    |                               |  |  |         |       |          |        |              |           |      |               |  |        |      |               |   |           |      |                               |                    |          |      |               |
| What are the required outcomes?  | <table border="1"> <thead> <tr> <th colspan="4">Table 20: Outcomes</th> </tr> <tr> <th>Measure</th> <th>Level</th> <th>Baseline</th> <th>Target</th> </tr> </thead> <tbody> <tr> <td>Reinvestment</td> <td>Community</td> <td>2026</td> <td>Improve by 5%</td> </tr> <tr> <td>Cash on Hand - Financial stability of rural hospitals, clinics, BH clinics, EMS services, pharmacies and public health offices</td> <td>County</td> <td>2026</td> <td>Improve by 5%</td> </tr> <tr> <td>Local equipment and construction savings accounts</td> <td>Community</td> <td>2026</td> <td>5% of participating providers</td> </tr> <tr> <td>Hospital Liquidity</td> <td>Provider</td> <td>2026</td> <td>Improve by 5%</td> </tr> </tbody> </table> <p>Source: <a href="#">Approved Budget Period 1 Revised Project Narrative</a></p> | Table 20: Outcomes |                               |  |  | Measure | Level | Baseline | Target | Reinvestment | Community | 2026 | Improve by 5% | Cash on Hand - Financial stability of rural hospitals, clinics, BH clinics, EMS services, pharmacies and public health offices | County | 2026 | Improve by 5% | Local equipment and construction savings accounts | Community | 2026 | 5% of participating providers | Hospital Liquidity | Provider | 2026 | Improve by 5% |
| Table 20: Outcomes   |  |                    |                               |  |  |         |       |          |        |              |           |      |               |  |        |      |               |   |           |      |                               |                    |          |      |               |
| Measure  | Level  | Baseline           | Target                        |  |  |         |       |          |        |              |           |      |               |  |        |      |               |   |           |      |                               |                    |          |      |               |
| Reinvestment   | Community  | 2026               | Improve by 5%                 |  |  |         |       |          |        |              |           |      |               |  |        |      |               |   |           |      |                               |                    |          |      |               |
| Cash on Hand - Financial stability of rural hospitals, clinics, BH clinics, EMS services, pharmacies and public health offices | County   | 2026               | Improve by 5%                 |  |  |         |       |          |        |              |           |      |               |  |        |      |               |   |           |      |                               |                    |          |      |               |
| Local equipment and construction savings accounts  | Community  | 2026               | 5% of participating providers |  |  |         |       |          |        |              |           |      |               |  |        |      |               |   |           |      |                               |                    |          |      |               |
| Hospital Liquidity   | Provider   | 2026               | Improve by 5%                 |  |  |         |       |          |        |              |           |      |               |  |        |      |               |   |           |      |                               |                    |          |      |               |

DISCLAIMER: Information provided is based on the documents approved by CMS on April 7, 2026. Information is subject to change.