

In order to be eligible for the Section 242 Program, the hospital must be in substantial compliance with federal and state regulations governing the operation and reimbursement of hospitals. If there are open and active federal and state investigations, including investigations related to Stark, fraudulent claims, or anti-kickback violations, HUD will perform a review of the facts and circumstances of the case when determining whether it is appropriate for the hospital and lender to submit an application for mortgage insurance.

If, to the best of your knowledge, the hospital is in substantial compliance with federal and state regulations, and there are no significant open and active investigations, please click on "Yes" when answering this question.