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## AMENDMENTS TO LB 203

## Introduced by Health and Human Services

- 1 1. Strike the original sections and insert the following
- 2 new sections:
- 3 Section 1. Section 71-401, Revised Statutes Cumulative
- 4 Supplement, 2006, is amended to read:
- 5 71-401 Sections 71-401 to 71-459 and section 3 of this
- 6 act shall be known and may be cited as the Health Care Facility
- 7 Licensure Act.
- 8 Sec. 2. Section 71-403, Reissue Revised Statutes of
- 9 Nebraska, is amended to read:
- 10 71-403 For purposes of the Health Care Facility Licensure
- 11 Act, unless the context otherwise requires, the definitions found
- 12 in sections 71-404 to 71-431 and section 3 of this act shall apply.
- 13 Sec. 3. Representative peer review organization means a
- 14 <u>utilization and quality control peer review organization as defined</u>
- 15 in section 1152 of the Social Security Act, 42 U.S.C. 1320c-1, as
- 16 such section existed on the effective date of this act.
- 17 Sec. 4. Section 71-434, Revised Statutes Cumulative
- 18 Supplement, 2006, is amended to read:
- 19 71-434 (1) Licensure activities under the Health Care
- 20 Facility Licensure Act shall be funded by license fees. An
- 21 applicant for an initial or renewal license under section 71-433
- 22 shall pay a license fee as provided in this section.
- 23 (2) License fees shall include a base fee of fifty

- 1 dollars and an additional fee based on:
- 2 (a) Variable costs to the department of inspections,
- 3 architectural plan reviews, and receiving and investigating
- 4 complaints, including staff salaries, travel, and other similar
- 5 direct and indirect costs;
- 6 (b) The number of beds available to persons residing at
- 7 the health care facility;
- 8 (c) The program capacity of the health care facility or
- 9 health care service; or
- 10 (d) Other relevant factors as determined by the
- 11 department.
- 12 Such additional fee shall be no more than two thousand
- 13 six hundred dollars for a hospital or a health clinic operating
- 14 as an ambulatory surgical center, no more than two thousand
- 15 dollars for an assisted-living facility, a health clinic providing
- 16 hemodialysis or labor and delivery services, an intermediate care
- 17 facility, an intermediate care facility for the mentally retarded,
- 18 a nursing facility, or a skilled nursing facility, no more than one
- 19 thousand dollars for home health agencies, hospice services, and
- 20 centers for the developmentally disabled, and no more than seven
- 21 hundred dollars for all other health care facilities and health
- 22 care services.
- 23 (3) If the licensure application is denied, the license
- 24 fee shall be returned to the applicant, except that the department
- 25 may retain up to twenty-five dollars as an administrative fee
- 26 and may retain the entire license fee if an inspection has been
- 27 completed prior to such denial.

1 (4) The department shall also collect the fee provided in

- 2 subsection (1) of this section for reinstatement of a license that
- 3 has lapsed or has been suspended or revoked. The department shall
- 4 collect a fee of ten dollars for a duplicate original license.
- 5 (5) The department shall collect a fee from any applicant
- 6 or licensee requesting an informal conference with a representative
- 7 peer review organization under section 71-452 to cover all costs
- 8 and expenses associated with such conference.
- 9 (5) (6) The department shall adopt and promulgate rules
- 10 and regulations for the establishment of license fees under this
- 11 section.
- 12 <del>(6)</del> (7) The department shall remit all license fees
- 13 collected under this section to the State Treasurer for credit
- 14 to the Department of Health and Human Services Regulation and
- 15 Licensure Cash Fund. License fees collected under this section
- 16 shall only be used for activities related to the licensure of
- 17 health care facilities and health care services.
- 18 Sec. 5. Section 71-452, Reissue Revised Statutes of
- 19 Nebraska, is amended to read:
- 20 71-452 Within fifteen days after service of a notice
- 21 under section 71-451, an applicant or a licensee shall notify the
- 22 director in writing that the applicant or licensee (1) desires
- 23 to contest the notice and request an informal conference with a
- 24 representative of the department in person or by other means at
- 25 the request of the applicant or licensee, (2) desires to contest
- 26 the notice and request an informal conference with a representative
- 27 peer review organization, (3) desires to contest the notice and

1 request a hearing, or  $\frac{(3)}{(4)}$  does not contest the notice. If the

- 2 director does not receive such notification within such fifteen-day
- 3 period, the action of the department shall be final.
- 4 Sec. 6. Section 71-453, Reissue Revised Statutes of
- 5 Nebraska, is amended to read:
- 6 71-453 (1) The director shall assign a representative of
- 7 the department, other than the individual who did the inspection
- 8 upon which the notice is based, or shall assign a representative
- 9 peer review organization to hold an informal conference with
- 10 the applicant or licensee within thirty days after receipt of
- 11 a request made under <u>subdivision (1) or (2) of section 71-452</u>.
- 12 Within twenty working days after the conclusion of the conference,
- 13 the representative or representative peer review organization shall
- 14 affirm, modify, or dismiss the notice. The representative or
- 15 <u>representative peer review organization</u> shall state in writing
- 16 the specific reasons for affirming, modifying, or dismissing the
- 17 notice and shall immediately transmit copies of the statement to
- 18 the director and the applicant or licensee. The applicant's or
- 19 licensee's copy of such statement shall be sent by certified mail
- 20 to the last address shown in the records of the department. If the
- 21 applicant or licensee desires to contest the affirmed or modified
- 22 notice, the applicant or licensee shall notify the director in
- 23 writing within five working days after receiving such statement
- 24 that the applicant or licensee requests a hearing.
- 25 (2) If an applicant or a licensee successfully
- 26 demonstrates during an informal conference or a hearing that the
- 27 deficiencies should not have been cited in the notice, (a) the

1 deficiencies shall be removed from the notice and the deficiency

- 2 <u>statement</u> and <u>(b)</u> any sanction imposed solely as a result of those
- 3 cited deficiencies shall be rescinded.
- 4 Sec. 7. Original sections 71-403, 71-452, and 71-453,
- 5 Reissue Revised Statutes of Nebraska, and sections 71-401 and
- 6 71-434, Revised Statutes Cumulative Supplement, 2006, are repealed.