AMENDMENTS TO LB320

(Amendments to Final Reading copy)

Introduced by Davis, 43.

1 1. Insert the following new section:

Sec. 14. Section 71-5829.04, Revised Statutes Cumulative Supplement,
2014, is amended to read:

71-5829.04 (1) All long-term care beds which require a certificate
of need under section 71-5829.03 are subject to a moratorium unless one
of the following exceptions applies:

7 (a) An exception to the moratorium may be granted if the department 8 establishes that the needs of individuals whose medical and nursing needs 9 are complex or intensive and are above the level of capabilities of staff 10 and above the services ordinarily provided in a long-term care bed are 11 not currently being met by the long-term care beds licensed in the health 12 planning region;—OF

(b) If the average occupancy for all licensed long-term care beds 13 located in a twenty-five-mile radius of the proposed site has exceeded 14 ninety percent occupancy during the most recent three consecutive 15 calendar quarters as reported at the time of the application filing and 16 there is a long-term care bed need as determined under this section, the 17 department may grant an exception to the moratorium and issue a 18 19 certificate of need. If the department determines average occupancy for all licensed long-term care beds located in a twenty-five-mile radius of 20 the proposed site has not exceeded ninety percent occupancy during the 21 most recent three consecutive calendar quarters as reported at the time 22 of the application filing, the department shall deny the application 23 unless the department determines that all long-term care beds in a 24 licensed facility located in a city of the second class or village have 25 26 been sold or transferred to another facility or facilities located

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outside of the twenty-five-mile radius of the city or village resulting 1 in no licensed long-term care beds within the corporate limits of the 2 3 city of the second class or village. In such case, the department shall waive the certificate of need limitations of this subdivision for 4 5 development and licensure of a long-term care facility by a political 6 subdivision or a nonprofit organization in such a city of the second 7 class or village if the political subdivision or nonprofit organization 8 agrees not to sell long-term care beds licensed under such waiver or 9 increase the number of long-term care beds as allowed under subdivision (2) of section 71-5829.03 until five years have passed after such beds 10 11 are first occupied. The number of licensed long-term care beds in the 12 facility shall be limited to the number of long-term care beds sold or transferred as described in this subdivision; or -13

14 (c) When a long-term care facility has been placed in receivership 15 and its license is terminated without the licensed beds having been sold or transferred to another person, the department may grant an exception 16 17 to the moratorium and issue a certificate of need to a political subdivision, a joint entity under the Interlocal Cooperation Act, or a 18 joint public agency under the Joint Public Agency Act. The certificate of 19 20 need shall be limited to the number of licensed beds that were placed in 21 the receivership.

(2) The department shall review applications which require a certificate of need under section 71-5829.03 and determine if there is a need for additional long-term care beds as provided in this section. No such application shall be approved if the current supply of licensed long-term care beds in the health planning region of the proposed site exceeds the long-term care bed need for that health planning region. For purposes of this section:

(a) Long-term care bed need is equal to the population of the health
planning region, multiplied by the utilization rate of long-term care
beds within the health planning region, and the result divided by the

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1 minimum occupancy rate of long-term care beds within the health planning 2 region;

3 (b) Population is the most recent projection of population for the 4 health planning region for the year which is closest to the fifth year 5 immediately following the date of the application. The applicant shall 6 provide such projection as part of the application using data from the 7 University of Nebraska-Lincoln Bureau of Business Research or other 8 source approved by the department;

9 (c) The utilization rate is the number of people using long-term 10 care beds living in the health planning region in which the proposed 11 project is located divided by the population of the health planning 12 region; and

(d) The minimum occupancy rate is ninety-five percent for health
planning regions which are part of or contain a Metropolitan Statistical
Area as defined by the United States Bureau of the Census. For all other
health planning regions in the state, the minimum occupancy rate is
ninety percent.

(3) To facilitate the review and determination required by this 18 section, each health care facility with long-term care beds shall report 19 20 on a quarterly basis to the department the number of residents at such 21 facility on the last day of the immediately preceding quarter on a form 22 provided by the department. Such report shall be provided to the 23 department no later than ninety days after the last day of the 24 immediately preceding quarter. The department shall provide the occupancy data collected from such reports upon request. Any facility failing to 25 26 timely report such information shall be ineligible for any exception to 27 the requirement for a certificate of need under section 71-5830.01 and any exception to the moratorium imposed under this section and may not 28 29 receive, transfer, or relocate long-term care beds.

30 Sec. 15. Original section 71-5829.04, Revised Statutes Cumulative 31 Supplement, 2014, is repealed.

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2. On page 1, line 2, strike "and 68-1109" and insert "68-1109, and 71-5829.04".

- 3 3. On page 10, line 26, strike "and 9" and insert "9, 14, and 15".
- 4 4. Renumber the remaining sections accordingly.