SENATE BILL 1092

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6lr3498 CF HB 1542

By: **Senator Rosapepe** Introduced and read first time: February 22, 2016 Assigned to: Rules

A BILL ENTITLED

1 AN ACT concerning

2 Nursing Facilities – Quality Assessment – Modification

- FOR the purpose of altering the applicability of a certain quality assessment imposed by
 the Department of Health and Mental Hygiene, and certain provisions of law
 relating to a certain quality assessment, to certain nursing facilities; and generally
 relating to a quality assessment on nursing facilities.
- 7 BY repealing and reenacting, with amendments,
- 8 Article Health General
- 9 Section 19–310.1
- 10 Annotated Code of Maryland
- 11 (2015 Replacement Volume)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 That the Laws of Maryland read as follows:
- 14

Article – Health – General

- 15 19–310.1.
- 16 (a) (1) This section applies to a nursing facility, as defined in § 19–301 of this 17 subtitle, that:
- 18 (i) Has [45] **70** or more beds; and
- 19 (ii) Operates in the State.

20 (2) This section does not apply to a nursing home bed in a continuing care 21 retirement community that has obtained a certificate of registration to provide continuing 22 care under Title 10, Subtitle 4 of the Human Services Article.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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1 (b) (1) The Department may impose a quality assessment on each freestanding 2 nursing facility subject to this section.

3 (2) The amount assessed in the aggregate on all nursing facilities may not 4 exceed 6.0% of the operating revenue for all nursing facilities subject to this section for the 5 previous fiscal quarter.

6 (3) The assessment authorized by this section shall be paid by each nursing 7 facility in accordance with this section.

8 (c) (1) On or before the 60th day after each quarter of the State fiscal year, 9 each nursing facility subject to this section shall pay to the Comptroller an amount 10 determined by the Department based on an amount per non-Medicare day of service for 11 the previous fiscal quarter.

12 (2) The assessment shall be based on an amount per patient day, not 13 including Medicare days.

(d) (1) All amounts collected by the State Comptroller under this section shall
be distributed to a special fund, to be used by the Department only to fund reimbursements
to nursing facilities under the Medicaid program.

17 (2) At least 65% of the funds allocated by the Department as 18 reimbursements to nursing facilities under this section shall be in addition to and may not 19 supplant funds already appropriated for this purpose.

20 (e) The Department shall adopt regulations to implement this section.

(f) On or before September 1, 2015, and each year thereafter, the Department
shall report to the General Assembly, in accordance with § 2–1246 of the State Government
Article, on the implementation of this section, including:

(1) The percentage and amount of the assessment charged to each nursing
 facility subject to this section;

26 (2) The number of nursing facilities subject to this section with a net loss; 27 and

(3) A comparison of the total amount provided in the Medicaid budget for
 nursing home reimbursement in the current fiscal year to the actual amount received in
 the immediately prior fiscal year.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
 1, 2016.