# HOUSE . . . . . . . . . . . . . No.

## The Commonwealth of Massachusetts

PRESENTED BY:

#### Thomas A. Golden, Jr.

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act relative to stabilizing the Commonwealth's nursing facilities.

#### PETITION OF:

NAME:	DISTRICT/ADDRESS:	DATE ADDED:
Thomas A. Golden, Jr.	16th Middlesex	1/17/2013
David M. Nangle	17th Middlesex	
James J. O'Day	14th Worcester	·
Alice Hanlon Peisch	14th Norfolk	
F. Jay Barrows	1st Bristol	
Linda Dorcena Forry	12th Suffolk	<b>V</b>
Stephen L. DiNatale	3rd Worcester	
Elizabeth A. Poirier	14th Bristol	
William M. Straus	10th Bristol	
Jeffrey Sánchez	15th Suffolk	
Martin J. Walsh	13th Suffolk	1/25/2013
Kimberly N. Ferguson	1st Worcester	
Edward F. Coppinger	10th Suffolk	
Cleon H. Turner	1st Barnstable	
Lori A. Ehrlich	8th Essex	<u> </u>
James M. Murphy	4th Norfolk	
Mary S. Keefe	15th Worcester	<u> </u>
Kenneth I. Gordon	21st Middlesex	

Walter F. Timilty	7th Norfolk	
Bruce J. Ayers	1st Norfolk	<u> </u>
William C. Galvin	6th Norfolk	<u> </u>
Angelo J. Puppolo, Jr.	12th Hampden	
Paul McMurtry	11th Norfolk	
George N. Peterson, Jr.	9th Worcester	
Christine E. Canavan	10th Plymouth	
Mark J. Cusack	5th Norfolk	
James R. Miceli	19th Middlesex	
Anne M. Gobi	5th Worcester	
Louis L. Kafka	8th Norfolk	
Kay Khan	11th Middlesex	
John P. Fresolo	16th Worcester	
Angelo L. D'Emilia	8th Plymouth	
Peter J. Durant	6th Worcester	
Sean Garballey	23rd Middlesex	
Aaron Vega	5th Hampden	
Sarah K. Peake	4th Barnstable	
James J. Dwyer	30th Middlesex	
William Smitty Pignatelli	4th Berkshire	
Ryan C. Fattman	18th Worcester	
Todd M. Smola	1st Hampden	
Katherine M. Clark	Fifth Middlesex	
James M. Cantwell	4th Plymouth	
Tackey Chan	2nd Norfolk	
Diana DiZoglio	14th Essex	
John V. Fernandes	10th Worcester	
Josh S. Cutler	6th Plymouth	
Paul Brodeur	32nd Middlesex	
Carolyn C. Dykema	8th Middlesex	
John J. Binienda	17th Worcester	
Ann-Margaret Ferrante	5th Essex	
Jeffrey N. Roy	10th Norfolk	
Thomas J. Calter	12th Plymouth	
David B. Sullivan	6th Bristol	
Chris Walsh	6th Middlesex	
Jason M. Lewis	Fifth Middlesex	
Benjamin Swan	11th Hampden	
David Paul Linsky	5th Middlesex	

Garrett J. Bradley	3rd Plymouth	
Michael F. Rush	Norfolk and Suffolk	
Timothy R. Madden	Barnstable, Dukes and Nantucket	
Matthew A. Beaton	11th Worcester	
Randy Hunt	5th Barnstable	
Paul K. Frost	7th Worcester	
Viriato Manuel deMacedo	1st Plymouth	
Geoff Diehl	7th Plymouth	
Eileen M. Donoghue	First Middlesex	
Bradford Hill	4th Essex	
John J. Mahoney	13th Worcester	
Brian M. Ashe	2nd Hampden	
Elizabeth A. Malia	11th Suffolk	
Theodore C. Speliotis	13th Essex	
Susan Williams Gifford	2nd Plymouth	
Joseph F. Wagner	8th Hampden	
Patricia A. Haddad	5th Bristol	
Keiko M. Orrall	12th Bristol	
Claire D. Cronin	11th Plymouth	
John H. Rogers	12th Norfolk	
Thomas M. Stanley	9th Middlesex	
James Arciero	2nd Middlesex	
Danielle W. Gregoire	4th Middlesex	
Aaron Michlewitz	3rd Suffolk	
Kevin G. Honan	17th Suffolk	
Steven M. Walsh	11th Essex	
David M. Rogers	24th Middlesex	

# HOUSE . . . . . . . . . . . . . No.

By Mr. Golden of Lowell, a petition (subject to Joint Rule 9) of Thomas A. Golden, Jr. and others relative to stabilizing nursing facilities in the Commonwealth. Health Care Financing.

### The Commonwealth of Alassachusetts

### In the Year Two Thousand Thirteen

An Act relative to stabilizing the Commonwealth's nursing facilities.

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Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

Section 1: Chapter 23 of the General Laws, as appearing in the 2010 official edition is hereby amended by inserting after section 9U the following new section:

The Commonwealth Corporation shall, subject to appropriation, establish an extended care career ladder grant program, consistent with section 410 of chapter 159 of the Acts of 2000. Grants shall be available for certified nurses' aides, home health aides, homemakers and other entry level workers in long-term care. The grants may include training for English for speakers of other languages and other language and adult basic education programs to improve quality of care and improve direct care worker access to and participation in career ladder training. The length of such grants shall not exceed a period of 3 years. The Commonwealth Corporation shall submit quarterly reports to the house and senate committees on ways and means on said grant program including, but not limited to, the number of grants awarded, the amount of each grant, a description of the career ladder programs, changes in care-giving and workplace practices that have occurred and their impact on quality of care and worker retention and the certificates, degrees or professional status attained by each participating employee. The administrative and program management costs for the implementation of said grant program shall not exceed 4 per cent of the amount of the grant program. Each grant may include funding for technical assistance and evaluation.

Section 2: Chapter 111 of the General Laws, as appearing in the 2010 official edition, is hereby amended by inserting after section 4O the following new section:-

4P. The Department shall, subject to appropriation, establish a scholarship program for certified nurses' aide and direct care worker training. The department shall establish

appropriate guidelines and application criteria for the administration of the program. The scholarships shall cover the full cost of tuition to an approved certified nurses' aide or long-term care direct worker training program, including approved programs providing for cross-training. Funds may also be available to provide adult basic education and English as a second language training for applicants otherwise meeting criteria for the scholarships, as well as pilot training programs using enhanced curricula designed to support increased retention. The department shall, in consultation with the nursing home industry, consumer groups, the department of labor and workforce development, the Commonwealth Corporation, training providers and other appropriate state and local agencies, conduct outreach regarding the availability of such scholarships. The department shall consult with the scholarship program advisory council to review and recommend new training requirements for certified nurses' aides, home health aides and home care workers to improve the quality of the direct care workforce and the quality of care provided in all long-term care settings by developing skill standards, supporting the transition from training to work, improving retention, promoting portability, recognizing career advancement curricula and addressing language and education barriers. The costs for outreach activities shall not exceed 3 per cent of the amount of the program and administrative costs of the program shall not exceed 3 per cent of the amount of the program.

Section 3: Section 14A of chapter 118E of the General Laws as appearing in the official 2010 edition is hereby amended by adding the following paragraphs:

In the event that a nursing facility resident who is a MassHealth recipient enters a hospital, the division shall pay to preserve his or her bed in the nursing facility for a period of up to 10 days. The division shall reimburse the nursing facility for the medical leave of absence, which shall include an observation stay in a hospital in excess of twenty-four hours, at the recipient's pre-absence rate during the medical leave and upon the resident's return.

In the event that a nursing facility resident who is a MassHealth recipient leaves the nursing facility for non-medical reasons, the division shall pay to preserve his or her bed in the facility for a period of up to 15 days. The division shall reimburse the nursing facility for the non-medical leave of absence at the recipient's pre-absence rate during the non-medical leave and upon the resident's return.

Section 4: Chapter 118E as amended by section 123 of chapter 224 of the Acts of 2012 is hereby amended by adding at the end thereof the following new section: -

Notwithstanding any general or special law to the contrary, the Department, in the calculation of Medicaid payment rates for nursing facility services shall use the wage component of the Medicare Skilled Nursing Facility Prospective Payment System, national Average Hourly Earnings price index, as established in the annual rule published in the Federal Register, to adjust allowable base year labor costs (whether facility-specific or reflected in standard payments) to the rate year; provided further that the Department is required to obtain from IHS Global Insight

a wage and salary price index proxy based on New England regional nursing facility labor costs.
Upon establishment of the regional labor-based proxy, the Department shall substitute it for the
national index cited above.

Section 5: Chapter 118E as amended by section 123 of chapter 224 of the acts of 2012 is hereby amended by adding the following new section language:

Notwithstanding any general or special law to the contrary, In the event the division conducts or utilizes an audit of nursing facilities' base year costs for the purpose of reducing rates below levels that would be in effect in the absence of the audit, the division shall:—

- (1) conduct a field audit of 50 per cent of total nursing facilities licensed in the base year in accordance with specified, uniform criteria;
- (2) inform each audited nursing facility in writing of its right to appeal to the division of administrative law appeals each and every audit disallowance to which the nursing facility is subject;
- (3) delay implementing the audit until all appeals by nursing facilities have been completely adjudicated by the division of administrative law appeals;
- (4) delay implementing the audit until the division has conducted a public hearing the notice of which describes with particularity the methodology, audit criteria and substantive standards utilized in the audit and the impact of implementing the audit on quality care for nursing facility residents; and
- (5) not implement any audit disallowance that is not fully concluded in accordance with the preceding subsections by one year after the conclusion of the base period.
- Section 6: Notwithstanding any general or special law to the contrary, effective July 1, 2013 for the fiscal year ending June 30, 2014 nursing facility MassHealth rates shall be set using 2010 costs.