LEGISLATURE OF NEBRASKA ONE HUNDRED FOURTH LEGISLATURE SECOND SESSION

## **LEGISLATIVE BILL 708**

Introduced by Bolz, 29; Campbell, 25; Cook, 13; Davis, 43; Mello, 5. Read first time January 06, 2016 Committee: Health and Human Services

A BILL FOR AN ACT relating to public health and welfare; to amend 1 2 sections 71-516.01, 71-516.02, and 71-516.03, Reissue Revised 3 Statutes of Nebraska, section 71-516.04, Revised Statutes Cumulative Supplement, 2014, and sections 71-401 and 71-403, Revised Statutes 4 5 Supplement, 2015; to define and redefine terms; to provide for a memory care endorsement under the Health Care Facility Licensure 6 7 Act; to provide for applicability to Alzheimer's special care units as prescribed; to harmonize provisions; and to repeal the original 8 9 sections.

10 Be it enacted by the people of the State of Nebraska,

Section 1. Section 71-401, Revised Statutes Supplement, 2015, is 1 2 amended to read: 71-401 Sections 71-401 to 71-470 and sections 3 to 6 of this act 3 shall be known and may be cited as the Health Care Facility Licensure 4 5 Act. Sec. 2. Section 71-403, Revised Statutes Supplement, 2015, is 6 7 amended to read: 71-403 For purposes of the Health Care Facility Licensure Act, 8 unless the context otherwise requires, the definitions found in sections 9 10 71-404 to 71-431 and section 3 of this act shall apply. Memory care endorsement means an endorsement for the 11 Sec. 3. license of a health care facility or health care service providing care 12 for persons with cognitive impairments or dementia which meets the 13 requirements for the endorsement under section 5 of this act. 14 15 (1) A health care facility or a health care service may Sec. 4. apply to the department for a memory care endorsement on a form 16 17 prescribed by the department. Only a health care facility or health care service which qualifies for the endorsement may advertise itself as an 18 19 endorsed memory care facility or service and may qualify for reimbursement rates established pursuant to section 6 of this act. 20 (2) In order to qualify for the memory care endorsement, a health 21 22 care facility or health care service shall provide proof of meeting the gualifications established by the department pursuant to section 5 of 23 24 this act. 25 Sec. 5. (1) The department shall adopt and promulgate rules and regulations establishing gualifications for a memory care endorsement. 26 27 The qualifications shall be specific to those necessary for patients or residents with cognitive impairment or dementia and shall include, but 28 not be limited to, staffing enhancements, staff training, dedicated 29 memory care programming, cultural competencies, facility requirements, 30 and security issues. 31

1 (2) The department shall award a memory care endorsement to a health 2 care facility or health care service licensed under the Health Care 3 Facility Licensure Act upon application which provides proof of meeting 4 the qualifications and payment of the required fee by the health care

5 <u>facility or health care service.</u>

6 (3) The department shall set the fee at an amount to cover the costs
7 of administering the endorsement.

The department shall examine the rates paid for care for 8 Sec. 6. 9 persons with cognitive impairment or dementia, including state spending 10 for such care and reimbursement rates paid for such care under the medical assistance program pursuant to the Medical Assistance Act. The 11 12 department shall make findings regarding cost-savings for providing care for persons with cognitive impairments or dementia in or by health care 13 facilities or health care services with a memory care endorsement other 14 than an intermediate care facility, a nursing facility, or a skilled 15 nursing facility. The department shall make recommendations regarding a 16 17 higher or supplemental reimbursement rate for health care facilities or health care services which have a memory care endorsement and provide 18 care for persons with cognitive impairments or dementia at a savings to 19 20 the state or medical assistance program.

21 Sec. 7. Section 71-516.01, Reissue Revised Statutes of Nebraska, is 22 amended to read:

71-516.01 Sections 71-516.01 to 71-516.04 and section 11 of this act
shall be known and may be cited as the Alzheimer's Special Care
Disclosure Act.

26 Sec. 8. Section 71-516.02, Reissue Revised Statutes of Nebraska, is 27 amended to read:

28 71-516.02 The Legislature finds and declares that:

(1) Certain nursing homes and related facilities and assisted-living
facilities claim special care for persons who have Alzheimer's disease,
dementia, or a related disorder;

-3-

(2) It is in the public interest to provide for the protection of
 consumers regarding the accuracy and authenticity of such claims; and

3 (3) The provisions of the Alzheimer's Special Care Disclosure Act 4 are intended to require such facilities to disclose the reasons for those 5 claims, require records of such disclosures to be kept, and require the 6 <u>department</u> Department of Health and Human Services to examine the 7 records; and -

8 <u>(4) Alzheimer's special care units provide care for persons with</u> 9 <u>cognitive impairments and dementia and would benefit from a memory care</u> 10 <u>endorsement.</u>

Sec. 9. Section 71-516.03, Reissue Revised Statutes of Nebraska, is amended to read:

13 71-516.03 For the purposes of the Alzheimer's Special Care 14 Disclosure Act: 7

(1) Alzheimer's special care unit means shall mean any nursing 15 facility or assisted-living facility, licensed by the <u>department</u> 16 17 Department of Health and Human Services, which secures, segregates, or provides a special program or special unit for residents with a diagnosis 18 of probable Alzheimer's disease, dementia, or a related disorder and 19 which advertises, markets, or otherwise promotes the facility as 20 providing specialized Alzheimer's disease, dementia, or related disorder 21 care services; -22

23 (2) Department means the Department of Health and Human Services;
 24 and

25 (3) Memory Care endorsement has the same meaning as in section 3 of
 26 this act.

Sec. 10. Section 71-516.04, Revised Statutes Cumulative Supplement,
28 2014, is amended to read:

71-516.04 (1) Any facility which offers to provide or provides care
 for persons with Alzheimer's disease, dementia, or a related disorder by
 means of an Alzheimer's special care unit shall disclose the form of care

- 4 -

27

or treatment provided that distinguishes such form as being especially applicable to or suitable for such persons. The disclosure shall be made to the <u>department</u> Department of Health and Human Services and to any person seeking placement within an Alzheimer's special care unit. The department shall examine all such disclosures in the records of the department as part of the facility's license renewal procedure at the time of licensure or relicensure.

8 (2) The information disclosed shall explain the additional care 9 provided in each of the following areas:

10 ( $\underline{a} \pm$ ) The Alzheimer's special care unit's written statement of its 11 overall philosophy and mission which reflects the needs of residents 12 afflicted with Alzheimer's disease, dementia, or a related disorder;

13 (b 2) The process and criteria for placement in, transfer to, or 14 discharge from the unit;

15 ( $\underline{c}$  3) The process used for assessment and establishment of the plan 16 of care and its implementation, including the method by which the plan of 17 care evolves and is responsive to changes in condition;

18 ( $\underline{d}$  4) Staff training and continuing education practices which shall 19 include, but not be limited to, four hours annually for direct care 20 staff. Such training shall include topics pertaining to the form of care 21 or treatment set forth in the disclosure described in this section. The 22 requirement in this subdivision shall not be construed to increase the 23 aggregate hourly training requirements of the Alzheimer's special care 24 unit;

25 ( $\underline{e}$  5) The physical environment and design features appropriate to 26 support the functioning of cognitively impaired adult residents;

(<u>f</u> <del>6</del>) The frequency and types of resident activities;

28 (g 7) The involvement of families and the availability of family
 29 support programs; and

30  $(\underline{h} \ \underline{\$})$  The costs of care and any additional fees.

31 (3) In order to qualify for a memory care endorsement, a facility

-5-

1 making a disclosure under this section shall comply with section 5 of 2 <u>this act.</u> An Alzheimer's special care unit may apply for a memory 3 Sec. 11. care endorsement as provided in the Health Care Facility Licensure Act 4 but shall not advertise itself as an endorsed memory care unit without 5 such endorsement. 6 7 Sec. 12. Original sections 71-516.01, 71-516.02, and 71-516.03, 8 Reissue Revised Statutes of Nebraska, section 71-516.04, Revised Statutes 9 Cumulative Supplement, 2014, and sections 71-401 and 71-403, Revised

10 Statutes Supplement, 2015, are repealed.