

House _____ Amendment NO. _____

Offered By _____

1 AMEND House Committee Substitute for Senate Bill No. 11, Page 2, Section 194.225, Line 37, by
2 inserting after all of said section and line the following:

3
4 "197.108. 1. The department of health and senior services shall not assign an individual to
5 inspect or survey a hospital, for any purpose, if the inspector or surveyor was an employee of such
6 hospital or another hospital within its organization or a competing hospital within fifty miles of the
7 hospital to be inspected or surveyed in the preceding two years.

8 2. For any inspection or survey of a hospital, regardless of the purpose, the department shall
9 require every newly hired inspector or surveyor at the time of hiring or any currently employed
10 inspector or surveyor as of August 28, 2019, to disclose:

11 (1) The name of every hospital in which he or she has been employed in the last ten years
12 and the approximate length of service and the job title at the hospital; and

13 (2) The name of any member of his or her immediate family who has been employed in the
14 last ten years or is currently employed at a hospital and the approximate length of service and the
15 job title at the hospital.

16
17 The disclosures under this subsection shall be made to the department whenever the event giving
18 rise to disclosure first occurs.

19 3. For purposes of this section, the phrase "immediate family member" shall mean a
20 husband, wife, natural or adoptive parent, child, sibling, stepparent, stepchild, stepbrother, stepsister,
21 father-in-law, mother-in-law, son-in-law, daughter-in-law, brother-in-law, sister-in-law, grandparent,
22 or grandchild.

23 4. The information provided under subsection 2 of this section shall be considered a public
24 record under the provisions of section 610.010.

25 5. Any person may notify the department if facts exist that would lead a reasonable person
26 to conclude that any inspector or surveyor has any personal or business affiliation that would result
27 in a conflict of interest in conducting an inspection or survey for a hospital. Upon receiving such
28 notice, the department, when assigning an inspector or surveyor to inspect or survey a hospital, for
29 any purpose, shall take steps to verify the information and, if the department has reason to believe
30 that such information is correct, the department shall not assign the inspector or surveyor to the
31 hospital or any hospital within its organization so as to avoid an appearance of prejudice or favor to
32 the hospital or bias on the part of the inspector or surveyor.

33 197.305. As used in sections 197.300 to 197.366, the following terms mean:

34 (1) "Affected persons", the person proposing the development of a new institutional health
35 service, the public to be served, and health care facilities within the service area in which the
36 proposed new health care service is to be developed;

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(2) "Agency", the certificate of need program of the Missouri department of health and senior services;

(3) "Capital expenditure", an expenditure by or on behalf of a health care facility which, under generally accepted accounting principles, is not properly chargeable as an expense of operation and maintenance;

(4) "Certificate of need", a written certificate issued by the committee setting forth the committee's affirmative finding that a proposed project sufficiently satisfies the criteria prescribed for such projects by sections 197.300 to 197.366;

(5) "Develop", to undertake those activities which on their completion will result in the offering of a new institutional health service or the incurring of a financial obligation in relation to the offering of such a service;

(6) "Expenditure minimum" shall mean:

(a) For beds in existing or proposed health care facilities licensed pursuant to chapter 198 and long-term care beds in a hospital as described in subdivision (3) of subsection 1 of section 198.012, six hundred thousand dollars in the case of capital expenditures, or four hundred thousand dollars in the case of major medical equipment, provided, however, that prior to January 1, 2003, the expenditure minimum for beds in such a facility and long-term care beds in a hospital described in section 198.012 shall be zero, subject to the provisions of subsection 7 of section 197.318;

(b) For beds or equipment in a long-term care hospital meeting the requirements described in 42 CFR, Section 412.23(e), the expenditure minimum shall be zero; and

(c) For health care facilities, new institutional health services or beds not described in paragraph (a) or (b) of this subdivision, one million dollars in the case of capital expenditures, excluding major medical equipment, and one million dollars in the case of medical equipment;

(7) "Health service area", a geographic region appropriate for the effective planning and development of health services, determined on the basis of factors including population and the availability of resources, consisting of a population of not less than five hundred thousand or more than three million;

(8) "Major medical equipment", medical equipment used for the provision of medical and other health services;

(9) "New institutional health service":

(a) The development of a new health care facility costing in excess of the applicable expenditure minimum;

(b) The acquisition, including acquisition by lease, of any health care facility, or major medical equipment costing in excess of the expenditure minimum;

(c) Any capital expenditure by or on behalf of a health care facility in excess of the expenditure minimum;

(d) Predevelopment activities as defined in subdivision (12) hereof costing in excess of one hundred fifty thousand dollars;

(e) Any change in licensed bed capacity of a health care facility licensed under chapter 198 which increases the total number of beds by more than ten or more than ten percent of total bed capacity, whichever is less, over a two-year period, provided that any such health care facility seeking ~~a nonapplicability review for~~ an increase in total beds or total bed capacity in an amount less than described in this paragraph shall be eligible for such review only if the facility has had no patient care class I deficiencies within the last eighteen months and has maintained at least an eighty-five percent average occupancy rate for the previous six quarters;

(f) Health services, excluding home health services, which are offered in a health care facility and which were not offered on a regular basis in such health care facility within the twelve-month period prior to the time such services would be offered;

(g) A reallocation by an existing health care facility of licensed beds among major types of

1 service or reallocation of licensed beds from one physical facility or site to another by more than ten
 2 beds or more than ten percent of total licensed bed capacity, whichever is less, over a two-year
 3 period;

4 (10) "Nonsubstantive projects", projects which do not involve the addition, replacement,
 5 modernization or conversion of beds or the provision of a new health service but which include a
 6 capital expenditure which exceeds the expenditure minimum and are due to an act of God or a
 7 normal consequence of maintaining health care services, facility or equipment;

8 (11) "Person", any individual, trust, estate, partnership, corporation, including associations
 9 and joint stock companies, state or political subdivision or instrumentality thereof, including a
 10 municipal corporation;

11 (12) "Predevelopment activities", expenditures for architectural designs, plans, working
 12 drawings and specifications, and any arrangement or commitment made for financing; but excluding
 13 submission of an application for a certificate of need.

14 197.318. 1. As used in this section, the term "licensed and available" means beds which are
 15 actually in place and for which a license has been issued.

16 2. The committee shall review all letters of intent and applications for long-term care
 17 hospital beds meeting the requirements described in 42 CFR, Section 412.23(e) under its criteria and
 18 standards for long-term care beds.

19 3. Sections 197.300 to 197.366 shall not be construed to apply to litigation pending in state
 20 court on or before April 1, 1996, in which the Missouri health facilities review committee is a
 21 defendant in an action concerning the application of sections 197.300 to 197.366 to long-term care
 22 hospital beds meeting the requirements described in 42 CFR, Section 412.23(e).

23 4. Notwithstanding any other provision of this chapter to the contrary:

24 (1) A facility licensed pursuant to chapter 198 may increase its licensed bed capacity by:

25 (a) Submitting a letter of intent to expand to the department of health and senior services
 26 and the health facilities review committee;

27 (b) Certification from the department of health and senior services that the facility:

28 a. Has no patient care class I deficiencies within the last eighteen months; and

29 b. Has maintained ~~[a ninety-percent]~~ an eighty-five percent average occupancy rate for the
 30 previous six quarters;

31 (c) Has made an effort to purchase beds for eighteen months following the date the letter of
 32 intent to expand is submitted pursuant to paragraph (a) of this subdivision. For purposes of this
 33 paragraph, an "effort to purchase" means a copy certified by the offeror as an offer to purchase beds
 34 from another licensed facility in the same licensure category; and

35 (d) If an agreement is reached by the selling and purchasing entities, the health facilities
 36 review committee shall issue a certificate of need for the expansion of the purchaser facility upon
 37 surrender of the seller's license; or

38 (e) If no agreement is reached by the selling and purchasing entities, the health facilities
 39 review committee shall permit an expansion for:

40 a. A facility with more than forty beds may expand its licensed bed capacity within the same
 41 licensure category by twenty-five percent or thirty beds, whichever is greater, if that same licensure
 42 category in such facility has experienced an average occupancy of ninety-three percent or greater
 43 over the previous six quarters;

44 b. A facility with fewer than forty beds may expand its licensed bed capacity within the
 45 same licensure category by twenty-five percent or ten beds, whichever is greater, if that same
 46 licensure category in such facility has experienced an average occupancy of ninety-two percent or
 47 greater over the previous six quarters;

48 c. A facility adding beds pursuant to subparagraphs a. or b. of this paragraph shall not
 49 expand by more than fifty percent of its then licensed bed capacity in the qualifying licensure

1 category;

2 (2) Any beds sold shall, for five years from the date of relicensure by the purchaser, remain
3 unlicensed and unused for any long-term care service in the selling facility, whether they do or do
4 not require a license;

5 (3) The beds purchased shall, for two years from the date of purchase, remain in the bed
6 inventory attributed to the selling facility and be considered by the department of social services as
7 licensed and available for purposes of this section;

8 (4) Any residential care facility licensed pursuant to chapter 198 may relocate any portion of
9 such facility's current licensed beds to any other facility to be licensed within the same licensure
10 category if both facilities are under the same licensure ownership or control, and are located within
11 six miles of each other;

12 (5) A facility licensed pursuant to chapter 198 may transfer or sell individual long-term care
13 licensed and available beds to facilities qualifying pursuant to paragraphs (a) and (b) of subdivision
14 (1) of this subsection. Any facility which transfers or sells licensed and available beds shall not
15 expand its licensed bed capacity in that licensure category for a period of five years from the date
16 the licensure is relinquished and until the average occupancy of licensed and available beds in that
17 licensure category within a fifteen-mile radius is eighty-five percent for the prior six quarters. Any
18 facility which transfers or sells licensed and available beds shall have an average occupancy rate of
19 less than seventy percent in the last six quarters.

20 5. Any existing licensed and operating health care facility offering long-term care services
21 may replace one-half of its licensed beds at the same site or a site not more than thirty miles from its
22 current location if, for at least the most recent four consecutive calendar quarters, the facility
23 operates only fifty percent of its then licensed capacity with every resident residing in a private
24 room. In such case:

25 (1) The facility shall report to the health and senior services vacant beds as unavailable for
26 occupancy for at least the most recent four consecutive calendar quarters;

27 (2) The replacement beds shall be built to private room specifications and only used for
28 single occupancy; and

29 (3) The existing facility and proposed facility shall have the same owner or owners,
30 regardless of corporate or business structure, and such owner or owners shall stipulate in writing that
31 the existing facility beds to be replaced will not later be used to provide long-term care services. If
32 the facility is being operated under a lease, both the lessee and the owner of the existing facility
33 shall stipulate the same in writing.

34 6. Nothing in this section shall prohibit a health care facility licensed pursuant to chapter
35 198 from being replaced in its entirety within fifteen miles of its existing site so long as the existing
36 facility and proposed or replacement facility have the same owner or owners regardless of corporate
37 or business structure and the health care facility being replaced remains unlicensed and unused for
38 any long-term care services whether they do or do not require a license from the date of licensure of
39 the replacement facility."; and

40
41 Further amend said bill by amending the title, enacting clause, and intersectional references
42 accordingly.