FIRST ENGROSSMENT

Fifty-eighth Legislative Assembly of North Dakota

ENGROSSED HOUSE BILL NO. 1400

Introduced by

Representatives Devlin, Boucher, Nelson, Price

Senators Fischer, J. Lee

1 A BILL for an Act to amend and reenact sections 23-09.3-01.1 and 23-16-01.1 of the North

2 Dakota Century Code, relating to a moratorium on expansion of the licensed basic care and

3 long-term bed capacity, the conversion of beds, and the transfer of existing basic care beds

4 from one municipality to another municipality or to a tribal reservation.

5 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

6 **SECTION 1. AMENDMENT.** Section 23-09.3-01.1 of the North Dakota Century Code 7 is amended and reenacted as follows:

8

23-09.3-01.1. Moratorium on expansion of basic care bed capacity.

9 Except when a nursing facility that converts licensed nursing facility bed capacity 1. 10 to basic care bed capacity or the alzheimer's and related dementia pilot projects 11 established under section 50-06-14.4 requests licensure of the facility's existing 12 beds as basic care bed capacity, or unless the applicant demonstrates to the 13 department and to the department of human services that a need for additional 14 basic care bed capacity exists, the department may not issue a license under this 15 chapter for any additional bed capacity above the state's gross licensed capacity of 16 one thousand four hundred seventy-one beds, adjusted by any reduction in beds 17 before July 31, 2001 2003, during the period between August 1, 2001 2003, and 18 July 31, 2003 2007.

Transfers of existing beds from one municipality to another municipality must be
 approved if the licensing requirements are met, during the period August 1, 2001
 <u>2003</u>, to July 31, 2003, only to the extent that for each bed transfer approved the
 total number of licensed beds in the state is reduced by the same number
 transferred <u>2007</u>. Existing licensed beds released by a facility and transferred to
 another facility must become licensed within twenty-four months of transfer.

Fifty-eighth Legislative Assembly

1 3. Transfer of existing beds from one municipality to a tribal reservation during the 2 period August 1, 2001 2003, to July 31, 2003 2007, may occur, only to the extent 3 that the facility transferring beds reduces the facility's licensed capacity by an 4 amount equal to twice the number of beds transferred. A tribal facility may seek to 5 participate, within twenty-four months of any transfer of beds, in the basic care 6 assistance program. Basic care assistance payments may only be made to a tribal 7 facility that agrees to participate and adhere to all federal and state requirements 8 of the basic care assistance program including participation, screening, ratesetting, 9 and licensing requirements.

4. Not more than once in a twelve-month period, a nursing facility may convert
licensed nursing facility bed capacity to basic care bed capacity or may convert
basic care bed capacity licensed after July 1, 2001, as nursing facility capacity to
licensed nursing facility bed capacity. At least ninety days before the conversion,
the facility shall notify the state department of the facility's intent to convert bed
capacity. The converted beds must be located in the same block of rooms within
the facility.

SECTION 2. AMENDMENT. Section 23-16-01.1 of the North Dakota Century Code is
amended and reenacted as follows:

19

23-16-01.1. Moratorium on expansion of long-term care bed capacity.

- 20 1. Notwithstanding sections 23-16-06 and 23-16-10, except when existing beds are 21 converted for use by the alzheimer's and related dementia population under the 22 projects provided for in section 50-06-14.4 or when a nursing facility converts basic 23 care bed capacity licensed after July 1, 2001, as nursing facility capacity to nursing 24 facility bed capacity, the state department of health may not issue a license for any 25 additional bed capacity above the state's gross licensed capacity of seven 26 thousand one hundred forty beds, adjusted by any reduction in beds before 27 July 31, 2001 2003, during the period between August 1, 2001 2003, and July 31, 28 2003 2007.
- Transfers of existing beds from one municipality to another municipality must be
 approved if the state department of health licensing requirements are met, during
 the period August 1, 2001 <u>2003</u>, to July 31, 2003, only to the extent that for each

Fifty-eighth Legislative Assembly

- bed transfer approved the total number of licensed beds in the state is reduced by
 the same number transferred 2007. Existing licensed beds released by a facility
 and transferred to another facility must become licensed within twenty-four months
 of transfer.
- 5 3. Transfer of existing beds from one municipality to a tribal reservation during the 6 period August 1, 2001 2003, to July 31, 2003 2007, may occur, only to the extent 7 that the facility transferring beds reduces the facility's licensed capacity by an 8 amount equal to twice the number of beds transferred. A tribal facility may seek to 9 participate, within twenty-four months of any transfer of beds, in the medical 10 assistance program. Medical assistance payments may only be made to a 11 medicaid-certified tribal facility that agrees to participate and adhere to all federal 12 and state requirements of the medical assistance program including participation, 13 screening, ratesetting, and licensing requirements.
- 4. Not more than once in a twelve-month period, a nursing facility may convert
 licensed nursing facility bed capacity to basic care bed capacity or may convert
 basic care bed capacity licensed after July 1, 2001, as nursing facility capacity to
 licensed nursing facility bed capacity. At least ninety days before the conversion,
 the facility shall notify the state department of health of the facility's intent to
 convert bed capacity. The converted beds must be located in the same block of
 rooms within the facility.