By: Representative Martinson

To: Public Health and Human Services; Appropriations

HOUSE BILL NO. 1351

AN ACT TO AMEND SECTION 41-7-173, MISSISSIPPI CODE OF 1972, TO DEFINE "CONTINUING CARE RETIREMENT COMMUNITY" FOR THE PURPOSES 3 OF THE HEALTH CARE CERTIFICATE OF NEED LAW; TO AMEND SECTION 4 41-7-185, MISSISSIPPI CODE OF 1972, TO DIRECT THE STATE DEPARTMENT OF HEALTH TO ESTABLISH A NEW CATEGORY OF HEALTH CARE FACILITY TO 6 BE KNOWN AS A CONTINUING CARE RETIREMENT COMMUNITY AND TO ADOPT 7 REGULATIONS ESTABLISHING LICENSING CRITERIA AND MINIMUM STANDARDS FOR CONTINUING CARE RETIREMENT COMMUNITIES; TO AMEND SECTION 43-13-145, MISSISSIPPI CODE OF 1972, TO EXEMPT CONTINUING CARE 8 9 RETIREMENT COMMUNITIES FROM THE ASSESSMENT ON NURSING HOME BEDS; 10 11 AND FOR RELATED PURPOSES.

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 13 **SECTION 1.** Section 41-7-173, Mississippi Code of 1972, is
- 14 amended as follows:
- 15 41-7-173. For the purposes of Section 41-7-171 et seq., the
- 16 following words shall have the meanings ascribed herein, unless
- 17 the context otherwise requires:
- 18 (a) "Affected person" means (i) the applicant; (ii) a
- 19 person residing within the geographic area to be served by the
- 20 applicant's proposal; (iii) a person who regularly uses health
- 21 care facilities or HMO's located in the geographic area of the
- 22 proposal that provide similar service to that which is proposed;
- 23 (iv) health care facilities and HMO's $\underline{\text{that}}$ have, prior to receipt
- 24 of the application under review, formally indicated an intention
- 25 to provide service similar to that of the proposal being
- 26 considered at a future date; (v) third-party payers who reimburse
- 27 health care facilities located in the geographical area of the
- 28 proposal; or (vi) any agency that establishes rates for health
- 29 care services or HMO's located in the geographic area of the
- 30 proposal.

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"Certificate of need" means a written order of the
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    State Department of Health setting forth the affirmative finding
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    that a proposal in prescribed application form, sufficiently
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    satisfies the plans, standards and criteria prescribed for that
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    service or other project by Section 41-7-171 et seq., and by rules
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    and regulations promulgated thereunder by the State Department of
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    Health.
              (c) (i)
                        "Capital expenditure" when pertaining to
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    defined major medical equipment, shall mean an expenditure that,
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    under generally accepted accounting principles consistently
    applied, is not properly chargeable as an expense of operation and
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    maintenance and that exceeds One Million Five Hundred Thousand
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    Dollars ($1,500,000.00).
                    (ii) "Capital expenditure," when pertaining to
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    other than major medical equipment, shall mean any expenditure
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    that under generally accepted accounting principles consistently
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    applied is not properly chargeable as an expense of operation and
    maintenance and that exceeds Two Million Dollars ($2,000,000.00).
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                    (iii) A "capital expenditure" shall include the
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    acquisition, whether by lease, sufferance, gift, devise, legacy,
    settlement of a trust or other means, of any facility or part
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    thereof, or equipment for a facility, the expenditure for which
    would have been considered a capital expenditure if acquired by
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    purchase. Transactions that are separated in time but are planned
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    to be undertaken within twelve (12) months of each other and are
    components of an overall plan for meeting patient care objectives
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    shall, for purposes of this definition, be viewed in their
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    entirety without regard to their timing.
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                    (iv) In those instances where a health care
    facility or other provider of health services proposes to provide
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    a service in which the capital expenditure for major medical
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    equipment or other than major medical equipment or a combination
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of the two (2) may have been split between separate parties, the

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- 64 total capital expenditure required to provide the proposed service
- 65 shall be considered in determining the necessity of certificate of
- 66 need review and in determining the appropriate certificate of need
- 67 review fee to be paid. The capital expenditure associated with
- 68 facilities and equipment to provide services in Mississippi shall
- 69 be considered regardless of where the capital expenditure was
- 70 made, in state or out of state, and regardless of the domicile of
- 71 the party making the capital expenditure, in state or out of
- 72 state.
- 73 (d) "Change of ownership" includes, but is not limited
- 74 to, inter vivos gifts, purchases, transfers, lease arrangements,
- 75 cash and/or stock transactions or other comparable arrangements
- 76 whenever any person or entity acquires or controls a majority
- 77 interest of the facility or service. Changes of ownership from
- 78 partnerships, single proprietorships or corporations to another
- 79 form of ownership are specifically included. However, "change of
- 80 ownership" shall not include any inherited interest acquired as a
- 81 result of a testamentary instrument or under the laws of descent
- 82 and distribution of the State of Mississippi.
- 83 (e) "Commencement of construction" means that all of
- 84 the following have been completed with respect to a proposal or
- 85 project proposing construction, renovating, remodeling or
- 86 alteration:
- 87 (i) A legally binding written contract has been
- 88 consummated by the proponent and a lawfully licensed contractor to
- 89 construct and/or complete the intent of the proposal within a
- 90 specified period of time in accordance with final architectural
- 91 plans that have been approved by the licensing authority of the
- 92 State Department of Health;
- 93 (ii) Any and all permits and/or approvals deemed
- 94 lawfully necessary by all authorities with responsibility for such
- 95 have been secured; and

(iii) Actual bona fide undertaking of the subject 96 97 proposal has commenced, and a progress payment of at least one 98 percent (1%) of the total cost price of the contract has been paid 99 to the contractor by the proponent, and the requirements of this 100 paragraph (e) have been certified to in writing by the State 101 Department of Health. 102 Force account expenditures, such as deposits, securities, 103 bonds, et cetera, may, in the discretion of the State Department 104 of Health, be excluded from any or all of the provisions of defined commencement of construction. 105 106 (f) "Consumer" means an individual who is not a 107 provider of health care as defined in paragraph (q) of this 108 section. 109 "Develop," when used in connection with health (g)services, means to undertake those activities that, on their 110 completion, will result in the offering of a new institutional 111 112 health service or the incurring of a financial obligation as 113 defined under applicable state law in relation to the offering of 114 those services. 115 "Health care facility" includes hospitals, 116 psychiatric hospitals, chemical dependency hospitals, skilled 117 nursing facilities, end stage renal disease (ESRD) facilities, including freestanding hemodialysis units, intermediate care 118 facilities, ambulatory surgical facilities, intermediate care 119 120 facilities for the mentally retarded, home health agencies, psychiatric residential treatment facilities, pediatric skilled 121 122 nursing facilities, long-term care hospitals, comprehensive 123 medical rehabilitation facilities, continuing care retirement communities, including facilities owned or operated by the state 124 125 or a political subdivision or instrumentality of the state, but 126 does not include Christian Science sanatoriums operated or listed 127 and certified by the First Church of Christ, Scientist, Boston, 128 Massachusetts. This definition shall not apply to facilities for

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- 129 the private practice, either independently or by incorporated
- 130 medical groups, of physicians, dentists or health care
- 131 professionals except where those facilities are an integral part
- 132 of an institutional health service. The various health care
- 133 facilities listed in this paragraph shall be defined as follows:
- 134 (i) "Hospital" means an institution that is
- 135 primarily engaged in providing to inpatients, by or under the
- 136 supervision of physicians, diagnostic services and therapeutic
- 137 services for medical diagnosis, treatment and care of injured,
- 138 disabled or sick persons, or rehabilitation services for the
- 139 rehabilitation of injured, disabled or sick persons. That term
- 140 does not include psychiatric hospitals.
- 141 (ii) "Psychiatric hospital" means an institution
- 142 that is primarily engaged in providing to inpatients, by or under
- 143 the supervision of a physician, psychiatric services for the
- 144 diagnosis and treatment of mentally ill persons.
- 145 (iii) "Chemical dependency hospital" means an
- 146 institution that is primarily engaged in providing to inpatients,
- 147 by or under the supervision of a physician, medical and related
- 148 services for the diagnosis and treatment of chemical dependency
- 149 such as alcohol and drug abuse.
- 150 (iv) "Skilled nursing facility" means an
- 151 institution or a distinct part of an institution that is primarily
- 152 engaged in providing to inpatients skilled nursing care and
- 153 related services for patients who require medical or nursing care
- 154 or rehabilitation services for the rehabilitation of injured,
- 155 disabled or sick persons.
- 156 (v) "End stage renal disease (ESRD) facilities"
- 157 means kidney disease treatment centers, which includes
- 158 freestanding hemodialysis units and limited care facilities. The
- 159 term "limited care facility" generally refers to an
- 160 off-hospital-premises facility, regardless of whether it is
- 161 provider or nonprovider operated, that is engaged primarily in

162 furnishing maintenance hemodialysis services to stabilized 163 patients. "Intermediate care facility" means an 164 (vi) 165 institution that provides, on a regular basis, health related care 166 and services to individuals who do not require the degree of care 167 and treatment that a hospital or skilled nursing facility is designed to provide, but who, because of their mental or physical 168 condition, require health related care and services (above the 169 170 level of room and board). "Ambulatory surgical facility" means a 171 (vii) 172 facility primarily organized or established for the purpose of 173 performing surgery for outpatients and is a separate identifiable 174 legal entity from any other health care facility. That term does not include the offices of private physicians or dentists, whether 175 for individual or group practice, and does not include any 176 abortion facility as defined in Section 41-75-1(e). 177 178 (viii) "Intermediate care facility for the 179 mentally retarded" means an intermediate care facility that provides health or rehabilitative services in a planned program of 180 181 activities to the mentally retarded, also including, but not 182 limited to, cerebral palsy and other conditions covered by the 183 Federal Developmentally Disabled Assistance and Bill of Rights 184 Act, Public Law 94-103. 185 (ix) "Home health agency" means a public or 186 privately owned agency or organization, or a subdivision of such an agency or organization, properly authorized to conduct business 187 188 in Mississippi, which is primarily engaged in providing to 189 individuals at the written direction of a licensed physician, in the individual's place of residence, skilled nursing services 190 provided by or under the supervision of a registered nurse 191 192 licensed to practice in Mississippi, and one or more of the

Physical, occupational or speech therapy;

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following services or items:

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195	2. Medical social services;
196	3. Part-time or intermittent services of a
197	home health aide;
198	4. Other services as approved by the
199	licensing agency for home health agencies;
200	5. Medical supplies, other than drugs and
201	biologicals, and the use of medical appliances; or
202	6. Medical services provided by an intern or
203	resident-in-training at a hospital under a teaching program of
204	the hospital.
205	Further, all skilled nursing services and those services
206	listed in items 1. through 4. of this subparagraph (ix) must be
207	provided directly by the licensed home health agency. For
208	purposes of this subparagraph, "directly" means either through an
209	agency employee or by an arrangement with another individual not
210	defined as a health care facility.
211	This subparagraph (ix) shall not apply to health care
212	facilities that had contracts for the above services with a home
213	health agency on January 1, 1990.
214	(x) "Psychiatric residential treatment facility"
215	means any nonhospital establishment with permanent licensed
216	facilities that provides a twenty-four-hour program of care by
217	qualified therapists including, but not limited to, duly licensed
218	mental health professionals, psychiatrists, psychologists,
219	psychotherapists and licensed certified social workers, for
220	emotionally disturbed children and adolescents referred to $\underline{\text{that}}$
221	facility by a court, local school district or by the Department of
222	Human Services, who are not in an acute phase of illness requiring
223	the services of a psychiatric hospital, and are in need of $\underline{\text{those}}$
224	restorative treatment services. For purposes of this paragraph,
225	the term "emotionally disturbed" means a condition exhibiting one
226	or more of the following characteristics over a long period of

227 time and to a marked degree, which adversely affects education	tional
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- 228 performance:
- 229 1. An inability to learn that cannot be
- 230 explained by intellectual, sensory or health factors;
- 231 2. An inability to build or maintain
- 232 satisfactory relationships with peers and teachers;
- 3. Inappropriate types of behavior or
- 234 feelings under normal circumstances;
- 4. A general pervasive mood of unhappiness or
- 236 depression; or
- 237 5. A tendency to develop physical symptoms or
- 238 fears associated with personal or school problems. An
- 239 establishment furnishing primarily domiciliary care is not within
- 240 this definition.
- 241 (xi) "Pediatric skilled nursing facility" means an
- 242 institution or a distinct part of an institution that is primarily
- 243 engaged in providing to inpatients skilled nursing care and
- 244 related services for persons under twenty-one (21) years of age
- 245 who require medical or nursing care or rehabilitation services for
- 246 the rehabilitation of injured, disabled or sick persons.
- 247 (xii) "Long-term care hospital" means a
- 248 freestanding, Medicare-certified hospital that has an average
- 249 length of inpatient stay greater than twenty-five (25) days, which
- 250 is primarily engaged in providing chronic or long-term medical
- 251 care to patients who do not require more than three (3) hours of
- 252 rehabilitation or comprehensive rehabilitation per day, and has a
- 253 transfer agreement with an acute care medical center and a
- 254 comprehensive medical rehabilitation facility. Long-term care
- 255 hospitals shall not use rehabilitation, comprehensive medical
- 256 rehabilitation, medical rehabilitation, sub-acute rehabilitation,
- 257 nursing home, skilled nursing facility, or sub-acute care facility
- 258 in association with its name.

259	(xiii) "Comprehensive medical rehabilitation				
260	facility" means a hospital or hospital unit that is licensed				
261	and/or certified as a comprehensive medical rehabilitation				
262	facility that provides specialized programs that are accredited by				
263	the Commission on Accreditation of Rehabilitation Facilities and				
264	supervised by a physician board certified or board eligible in				
265	Physiatry or other doctor of medicine or osteopathy with at least				
266	two (2) years of training in the medical direction of a				
267	comprehensive rehabilitation program that:				
268	1. Includes evaluation and treatment of				
269	individuals with physical disabilities;				
270	2. Emphasizes education and training of				
271	individuals with disabilities;				
272	3. Incorporates at least the following core				
273	disciplines:				
274	(i) Physical Therapy;				
275	(ii) Occupational Therapy;				
276	(iii) Speech and Language Therapy;				
277	(iv) Rehabilitation Nursing; and				
278	4. Incorporates at least three (3) of the				
279	following disciplines:				
280	(i) Psychology;				
281	(ii) Audiology;				
282	(iii) Respiratory Therapy;				
283	(iv) Therapeutic Recreation;				
284	(v) Orthotics;				
285	(vi) Prosthetics;				
286	(vii) Special Education;				
287	(viii) Vocational Rehabilitation;				
288	(ix) Psychotherapy;				
289	(x) Social Work;				
290	(xi) Rehabilitation Engineering.				

291	These specialized programs include, but are not limited to:
292	spinal cord injury programs, head injury programs and infant and
293	early childhood development programs.
294	(xiv) "Continuing care retirement community" means
295	a comprehensive, cohesive living arrangement for aged persons,
296	which is offered under a contract that:
297	1. Lasts for more than one (1) year or for
298	the life of the resident;
299	2. Describes the service obligation of the
300	continuing care retirement community and the financial obligations
301	of the resident;
302	3. Obligates the continuing care retirement
303	community to provide, at a minimum, room, board and nursing care
304	to the resident; and
305	4. Provides for full lifetime nursing home
306	care as required by the resident.
307	A continuing care retirement community must include at least
308	the following components on the site of the facility: independent
309	living accommodations; licensed personal care beds; and licensed
310	nursing facility beds.
311	(i) "Health maintenance organization" or "HMO" means a
312	public or private organization organized under the laws of this
313	state or the federal government that:
314	(i) Provides or otherwise makes available to
315	enrolled participants health care services, including
316	substantially the following basic health care services: usual
317	physician services, hospitalization, laboratory, x-ray, emergency
318	and preventive services, and out-of-area coverage;
319	(ii) Is compensated (except for copayments) for
320	the provision of the basic health care services listed in
321	subparagraph (i) of this paragraph to enrolled participants on a
322	predetermined basis; and
323	(iii) Provides physician services primarily:
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324	1.	Directly	through	physicians	who	are	either

- 325 employees or partners of that organization; or
- 326 2. Through arrangements with individual
- 327 physicians or one or more groups of physicians (organized on a
- 328 group practice or individual practice basis).
- 329 (j) "Health service area" means a geographic area of
- 330 the state designated in the State Health Plan as the area to be
- 331 used in planning for specified health facilities and services and
- 332 to be used when considering certificate of need applications to
- 333 provide health facilities and services.
- (k) "Health services" means clinically related (i.e.,
- 335 diagnostic, treatment or rehabilitative) services and includes
- 336 alcohol, drug abuse, mental health and home health care services.
- 337 (1) "Institutional health services" shall mean health
- 338 services provided in or through health care facilities and shall
- 339 include the entities in or through which those services are
- 340 provided.
- 341 (m) "Major medical equipment" means medical equipment
- 342 designed for providing medical or any health related service that
- 343 costs in excess of One Million Five Hundred Thousand Dollars
- 344 (\$1,500,000.00). However, this definition shall not be applicable
- 345 to clinical laboratories if they are determined by the State
- 346 Department of Health to be independent of any physician's office,
- 347 hospital or other health care facility or otherwise not so defined
- 348 by federal or state law, or rules and regulations promulgated
- 349 thereunder.
- 350 (n) "State Department of Health" shall mean the state
- 351 agency created under Section 41-3-15, which shall be considered to
- 352 be the State Health Planning and Development Agency, as defined in
- 353 paragraph (t) of this section.
- 354 (o) "Offer," when used in connection with health
- 355 services, means that it has been determined by the State

- 356 Department of Health that the health care facility is capable of
- 357 providing specified health services.
- 358 (p) "Person" means an individual, a trust or estate,
- 359 partnership, corporation (including associations, joint stock
- 360 companies and insurance companies), the state or a political
- 361 subdivision or instrumentality of the state.
- 362 (q) "Provider" shall mean any person who is a provider
- 363 or representative of a provider of health care services requiring
- 364 a certificate of need under Section 41-7-171 et seq., or who has
- 365 any financial or indirect interest in any provider of services.
- 366 (r) "Secretary" means the Secretary of Health and Human
- 367 Services, and any officer or employee of the Department of Health
- 368 and Human Services to whom the authority involved has been
- 369 delegated.
- 370 (s) "State Health Plan" means the sole and official
- 371 statewide health plan for Mississippi that identifies priority
- 372 state health needs and establishes standards and criteria for
- 373 health-related activities that require certificate of need review
- 374 in compliance with Section 41-7-191.
- 375 (t) "State Health Planning and Development Agency"
- 376 means the agency of state government designated to perform health
- 377 planning and resource development programs for the State of
- 378 Mississippi.
- 379 **SECTION 2.** Section 41-7-185, Mississippi Code of 1972, is
- 380 amended as follows:
- 381 41-7-185. (1) In carrying out its functions under Section
- 382 41-7-171 et seq., the State Department of Health may:
- 383 (a) Make applications for and accept funds from the
- 384 secretary and other federal and state agencies and to receive and
- 385 administer such other funds for the planning or provision of
- 386 health facilities or health care as are appropriate to the
- 387 accomplishment of the purposes of Section 41-7-171 et seq.; * * *

388 to contract with the secretary to accept funds to administer

- 389 planning activities on the community, regional or state level;
- 390 (b) With the approval of the secretary, delegate to or
- 391 contract with any mutually agreeable department, division or
- 392 agency of the state, the federal government, or any political
- 393 subdivision of either, or any private corporation, organization or
- 394 association chartered by the Secretary of State of Mississippi,
- 395 authority for administering any programs, duties or functions
- 396 provided for in Section 41-7-171 et seq.;
- 397 (c) Prescribe and promulgate such reasonable rules and
- 398 regulations as may be necessary to the implementation of the
- 399 purposes of Section 41-7-171 et seq., complying with Section
- 400 25-43-1 et seq.;
- 401 (d) Require providers of institutional health services
- 402 and home health care services provided through a home health
- 403 agency and any other provider of health care requiring a
- 404 certificate of need to submit or make available statistical
- 405 information or such other information requested by the State
- 406 Department of Health, but not information that would constitute an
- 407 unwarranted invasion of the personal privacy of any individual
- 408 person or place the provider in jeopardy of legal action by a
- 409 third party;
- 410 (e) Conduct such other hearing or hearings in addition
- 411 to those provided for in Section 41-7-197, and enter such further
- 412 order or orders, and with approval of the Governor enter into such
- 413 agreement or agreements with the secretary as may be reasonably
- 414 necessary to the realization by the people of Mississippi of the
- 415 full benefits of Acts of Congress;
- 416 (f) In its discretion, contract with the secretary, or
- 417 terminate any such contract, for the administration of the
- 418 provisions, programs, duties and functions of Section 1122 of
- 419 Public Law 92-603; but the State Department of Health shall not be
- 420 relieved of matters of accountability, obligation or

- 421 responsibility that accrued to the department by virtue of prior
- 422 contracts and/or statutes;
- 423 (g) Prepare, review at least triennially, and revise,
- 424 as necessary, a State Health Plan, as defined in Section 41-7-173,
- 425 which shall be approved by the Governor before it becomes
- 426 effective.
- 427 (2) The State Department of Health shall establish a new
- 428 category of health care facility to be known as a "continuing care
- 429 retirement community, " which shall be included in the Directory of
- 430 Mississippi Health Care Facilities of the department. On or
- 431 before July 1, 2004, the department shall adopt regulations
- 432 establishing licensing criteria and minimum standards for
- 433 continuing care retirement communities.
- 434 **SECTION 3.** Section 43-13-145, Mississippi Code of 1972, is
- 435 amended as follows:
- 436 43-13-145. (1) (a) Upon each nursing facility and each
- 437 intermediate care facility for the mentally retarded licensed by
- 438 the State of Mississippi, there is levied an assessment in the
- 439 amount of Four Dollars (\$4.00) per day for each licensed and/or
- 440 certified bed of the facility. The term "nursing facility," as
- 441 used in this section, does not include a continuing care
- 442 retirement community as defined in Section 41-7-173. The division
- 443 may apply for a waiver from the United States Secretary of Health
- 444 and Human Services to exempt nonprofit, public, charitable or
- 445 religious facilities from the assessment levied under this
- 446 subsection, and if a waiver is granted, those facilities shall be
- 447 exempt from any assessment levied under this subsection after the
- 448 date that the division receives notice that the waiver has been
- 449 granted.
- 450 (b) A nursing facility or intermediate care facility
- 451 for the mentally retarded is exempt from the assessment levied
- 452 under this subsection if the facility is operated under the
- 453 direction and control of:

454	(i) The United States Veterans Administration or
455	other agency or department of the United States government;
456	(ii) The State Veterans Affairs Board;
457	(iii) The University of Mississippi Medical
458	Center; or
459	(iv) A state agency or a state facility that
460	either provides its own state match through intergovernmental
461	transfer or certification of funds to the division.
462	(2) (a) Upon each psychiatric residential treatment
463	facility licensed by the State of Mississippi, there is levied an
464	assessment in the amount of Three Dollars (\$3.00) per day for each
465	licensed and/or certified bed of the facility.
466	(b) A psychiatric residential treatment facility is
467	exempt from the assessment levied under this subsection if the
468	facility is operated under the direction and control of:
469	(i) The United States Veterans Administration or
470	other agency or department of the United States government;
471	(ii) The University of Mississippi Medical Center;
472	(iii) A state agency or a state facility that
473	either provides its own state match through intergovernmental
474	transfer or certification of funds to the division.
475	(3) (a) Upon each hospital licensed by the State of
476	Mississippi, there is levied an assessment in the amount of One
477	Dollar and Fifty Cents (\$1.50) per day for each licensed inpatient
478	acute care bed of the hospital.
479	(b) A hospital is exempt from the assessment levied
480	under this subsection if the hospital is operated under the
481	direction and control of:
482	(i) The United States Veterans Administration or
483	other agency or department of the United States government;

(ii) The University of Mississippi Medical Center;

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or

- 486 (iii) A state agency or a state facility that
 487 either provides its own state match through intergovernmental
 488 transfer or certification of funds to the division.
- 489 Each health care facility that is subject to the 490 provisions of this section shall keep and preserve such suitable 491 books and records as may be necessary to determine the amount of 492 assessment for which it is liable under this section. The books 493 and records shall be kept and preserved for a period of not less 494 than five (5) years, and those books and records shall be open for examination during business hours by the division, the State Tax 495 496 Commission, the Office of the Attorney General and the State 497 Department of Health.
- 498 (5) The assessment levied under this section shall be 499 collected by the division each month beginning on April 12, 2002.
- 500 (6) All assessments collected under this section shall be 501 deposited in the Medical Care Fund created by Section 43-13-143.
 - (7) The assessment levied under this section shall be in addition to any other assessments, taxes or fees levied by law, and the assessment shall constitute a debt due the State of Mississippi from the time the assessment is due until it is paid.
 - (8) (a) If a health care facility that is liable for payment of the assessment levied under this section does not pay the assessment when it is due, the division shall give written notice to the health care facility by certified or registered mail demanding payment of the assessment within ten (10) days from the date of delivery of the notice. If the health care facility fails or refuses to pay the assessment after receiving the notice and demand from the division, the division shall withhold from any Medicaid reimbursement payments that are due to the health care facility the amount of the unpaid assessment and a penalty of ten percent (10%) of the amount of the assessment, plus the legal rate of interest until the assessment is paid in full. If the health care facility does not participate in the Medicaid program, the

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division shall turn over to the Office of the Attorney General the collection of the unpaid assessment by civil action. In any such civil action, the Office of the Attorney General shall collect the amount of the unpaid assessment and a penalty of ten percent (10%) of the amount of the assessment, plus the legal rate of interest until the assessment is paid in full.

As an additional or alternative method for 525 (b) collecting unpaid assessments under this section, if a health care 526 527 facility fails or refuses to pay the assessment after receiving notice and demand from the division, the division may file a 528 529 notice of a tax lien with the circuit clerk of the county in which the health care facility is located, for the amount of the unpaid 530 531 assessment and a penalty of ten percent (10%) of the amount of the assessment, plus the legal rate of interest until the assessment 532 533 Immediately upon receipt of notice of the tax is paid in full. 534 lien for the assessment, the circuit clerk shall enter the notice 535 of the tax lien as a judgment upon the judgment roll and show in 536 the appropriate columns the name of the health care facility as judgment debtor, the name of the division as judgment creditor, 537 538 the amount of the unpaid assessment, and the date and time of enrollment. The judgment shall be valid as against mortgagees, 539 540 pledgees, entrusters, purchasers, judgment creditors and other 541 persons from the time of filing with the clerk. The amount of the judgment shall be a debt due the State of Mississippi and remain a 542 543 lien upon the tangible property of the health care facility until the judgment is satisfied. The judgment shall be the equivalent 544 545 of any enrolled judgment of a court of record and shall serve as 546 authority for the issuance of writs of execution, writs of 547 attachment or other remedial writs.

SECTION 4. This act shall take effect and be in force from and after July 1, 2004, except for Section 2, which shall take effect and be in force from and after the passage of this act.

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