MISSISSIPPI LEGISLATURE

REGULAR SESSION 2020

By: Senator(s) Bryan

To: Rules

SENATE BILL NO. 3055 (As Passed the Senate)

1 AN ACT TO ESTABLISH THE "MISSISSIPPI ICU INFRASTRUCTURE ACT" 2 TO BE ADMINISTERED BY THE MISSISSIPPI DEPARTMENT OF HEALTH TO 3 PROVIDE FUNDS TO HOSPITALS TO INCREASE TREATMENT CAPACITY RELATED 4 TO THE COVID-19 PANDEMIC; TO AUTHORIZE THE MISSISSIPPI DEPARTMENT 5 OF HEALTH TO PROMULGATE RULES AND REGULATIONS TO GOVERN THE 6 ADMINISTRATION OF THE PROGRAM; TO ESTABLISH CERTAIN CONDITIONS ON 7 THE USE OF FUNDS UNDER THE PROGRAM; TO CREATE A SPECIAL FUND IN THE STATE TREASURY FOR PROGRAM FUNDS; TO SET CERTAIN REQUIREMENTS 8 9 ON THE USE AND ACCEPTANCE OF FUNDS UNDER THE PROGRAM; TO REQUIRE THE DEPARTMENT OF HEALTH TO REPORT ON THE STATUS OF THE PROGRAM; 10 11 TO AMEND SECTION 41-7-191, MISSISSIPPI CODE OF 1972, TO EXEMPT THE CONSTRUCTION OR ADDITION OF INTENSIVE CARE UNITS, ISOLATION ROOMS, 12 13 OR NEGATIVE PRESSURE ROOMS FUNDED FROM THIS PROGRAM FROM THE PROVISIONS OF THE HEALTHCARE CERTIFICATE OF NEED LAW; AND FOR 14 15 RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 16 17 SECTION 1. Upon the effective date of this act, the State 18 Fiscal Officer shall transfer to the "ICU Infrastructure Fund" out of the Budget Contingency Fund......\$ 10,000,000.00. 19 20 SECTION 2. This act shall be known and may be cited as the "Mississippi ICU Infrastructure Act." 21 22 SECTION 3. In response to the COVID-19 pandemic, the 23 Mississippi Department of Health shall establish and administer 24 the ICU Infrastructure Program for the purpose of providing funds

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25 to hospitals to increase treatment capacity related to the 26 COVID-19 pandemic, including adding intensive care units, 27 isolation rooms or negative pressure rooms, and related 28 construction and facilitation costs, but not to include any 29 administrative expenses or costs or any staffing expenses or 30 costs. For the purpose of this bill, "related construction and facilitation costs" is defined as allowing funding for intensive 31 32 care units, negative pressure rooms, or isolation rooms, related 33 medical equipment and any needed HVAC system alterations to 34 accommodate the negative pressure, isolation rooms and intensive 35 care units.

36 **SECTION 4**.

**4.** (1) The Department of Health shall:

37 (a) Promulgate rules and regulations to govern the38 administration of the program;

39 (b) Make every effort to expend the funds appropriated40 to the program established in this act by October 30, 2020;

41 (c) Require recipients of funds under this program to 42 certify that there is a need to add intensive care units<u>.</u> 43 <u>isolation rooms</u> or negative pressure rooms at the facility 44 receiving funds;

45 (d) Require recipients of funds under this program to
46 certify that the facility adding intensive care units, isolation
47 <u>rooms</u> or negative pressure rooms can adequately staff such units
48 or rooms; and

(e) Certify to the Department of Finance and Administration that each expenditure of the funds appropriated to the Department of Health under this act is in compliance with the guidelines, guidance, rules, regulations and/or other criteria, as may be amended from time to time, of the United States Department of the Treasury regarding the use of monies from the Coronavirus Relief Fund established by the CARES Act.

56 (2) <u>No individual hospital shall receive more than</u>
57 <u>twenty-five percent (25%) of the funds appropriated to this</u>
58 <u>program.</u>

59  $(\underline{\ast \ast \ast 3})$  The Department of Health may retain up to Fifty 60 Thousand Dollars (\$50,000.00) of the funds appropriated to the 61 program established in this act to pay reasonable expenses 62 incurred in the administration of the program.

63 (4) Out of the funds appropriated to this program, the
64 Department of Health shall expend twenty percent (20%) or more of
65 such funds for hospitals in Mississippi that are either designated
66 as a Level III Trauma Center or a Level IV Trauma Center.
67 SECTION 5. (1) There is created a special fund in the State

67 <u>SECTION 5.</u> (1) There is created a special fund in the State 68 Treasury, to be known as the "ICU Infrastructure Fund," from which 69 the awards authorized under the ICU Infrastructure Program shall 70 be disbursed by the Department of Health.

(2) (a) All monies shall be disbursed from the fund created in subsection (1) of this section in compliance with the guidelines, guidance, rules, regulations or other criteria, as may

74 be amended from time to time, of the United States Department of 75 the Treasury regarding the use of monies from the Coronavirus 76 Relief Fund established by the CARES Act. However, unexpended 77 amounts of any monies unrelated to the Coronavirus Relief Fund, 78 whether appropriated by the Legislature or donated by any public 79 or private entity, remaining in the funds at the end of a fiscal year shall not lapse into the Budget Contingency Fund or the State 80 81 General Fund, and any investment earnings or interest earned on 82 amounts in the program fund shall be deposited to the credit of the ICU Infrastructure Fund; and 83

(b) If on December 15, 2020, there are unexpended
Coronavirus Relief Fund monies remaining in the fund created in
this section, those funds shall be transferred into the
Unemployment Compensation Fund no later than December 30, 2020.

(3) The use of funds allocated under this program shall be subject to audit by the United States Department of the Treasury's Office of Inspector General and the Mississippi Office of the State Auditor. Each person receiving funds under these programs found to be fully or partially noncompliant with the requirements in this act shall return to the state all or a portion of the funds received.

95 <u>SECTION 6.</u> If the Office of Inspector General of the United 96 States Department of the Treasury, or the Office of Inspector 97 General of any other federal agency having oversight over the use 98 of monies from the Coronavirus Relief Fund established by the

99 CARES Act (a) determines that the Department of Health or 100 recipient has expended or otherwise used any of the funds 101 appropriated to the Department of Health under this act for any 102 purpose that is not in compliance with the quidelines, quidance, 103 rules, regulations and/or other criteria, as may be amended from 104 time to time, of the United States Department of the Treasury 105 regarding the use of monies from the Coronavirus Relief Fund 106 established by the CARES Act, and (b) the State of Mississippi is 107 required to repay the federal government for any of those funds 108 that the Office of the Inspector General determined were expended 109 or otherwise used improperly by the Department of Health or 110 recipient, then the Department of Health or recipient that 111 expended or otherwise used those funds improperly shall be 112 required to pay the amount of those funds to the State of 113 Mississippi for repayment to the federal government.

114 SECTION 7. On October 15, 2020, the Department of Health 115 shall provide the Lieutenant Governor, the Speaker of the House of Representatives, the Chair of the Senate Public Health and Welfare 116 117 Committee, and the Chair of the House Public Health and Human 118 Services Committee with a status report of the funds appropriated 119 to it under this act. Thereafter, the Department of Health shall 120 report weekly on the status of the funds under this act until October 30, 2020 or until the funds under this act are fully 121 122 expended, whichever is later.

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123 <u>SECTION 8.</u> If any section, paragraph, sentence, clause, 124 phrase, or any part of this act is declared to be in conflict with 125 federal law, or if for any reason is declared to be invalid or of 126 no effect, the remaining sections, paragraphs, sentences, clauses, 127 phrases or parts thereof shall be in no matter affected thereby 128 but shall remain in full force and effect.

129 <u>SECTION 9.</u> Section 41-7-191, Mississippi Code of 1972, is 130 amended as follows:

131 41-7-191. (1) No person shall engage in any of the 132 following activities without obtaining the required certificate of 133 need:

(a) The construction, development or other
establishment of a new health care facility, which establishment
shall include the reopening of a health care facility that has
ceased to operate for a period of sixty (60) months or more;

(b) The relocation of a health care facility or portion thereof, or major medical equipment, unless such relocation of a health care facility or portion thereof, or major medical equipment, which does not involve a capital expenditure by or on behalf of a health care facility, is within five thousand two hundred eighty (5,280) feet from the main entrance of the health care facility;

(c) Any change in the existing bed complement of any health care facility through the addition or conversion of any beds or the alteration, modernizing or refurbishing of any unit or

148 department in which the beds may be located; however, if a health 149 care facility has voluntarily delicensed some of its existing bed 150 complement, it may later relicense some or all of its delicensed 151 beds without the necessity of having to acquire a certificate of 152 need. The State Department of Health shall maintain a record of 153 the delicensing health care facility and its voluntarily 154 delicensed beds and continue counting those beds as part of the 155 state's total bed count for health care planning purposes. If a 156 health care facility that has voluntarily delicensed some of its 157 beds later desires to relicense some or all of its voluntarily 158 delicensed beds, it shall notify the State Department of Health of 159 its intent to increase the number of its licensed beds. The State 160 Department of Health shall survey the health care facility within 161 thirty (30) days of that notice and, if appropriate, issue the 162 health care facility a new license reflecting the new contingent 163 of beds. However, in no event may a health care facility that has 164 voluntarily delicensed some of its beds be reissued a license to operate beds in excess of its bed count before the voluntary 165 166 delicensure of some of its beds without seeking certificate of 167 need approval;

(d) Offering of the following health services if those services have not been provided on a regular basis by the proposed provider of such services within the period of twelve (12) months prior to the time such services would be offered:

172 (i) Open-heart surgery services;

173 (ii) Cardiac catheterization services; 174 (iii) Comprehensive inpatient rehabilitation services; 175 176 (iv) Licensed psychiatric services; 177 (V) Licensed chemical dependency services; 178 (vi) Radiation therapy services; 179 Diagnostic imaging services of an invasive (vii) 180 nature, i.e. invasive digital angiography; 181 (viii) Nursing home care as defined in subparagraphs (iv), (vi) and (viii) of Section 41-7-173(h); 182 183 (ix) Home health services; 184 Swing-bed services; (X) 185 (xi) Ambulatory surgical services; 186 Magnetic resonance imaging services; (xii) 187 (xiii) [Deleted] 188 (xiv) Long-term care hospital services; 189 Positron emission tomography (PET) services; (XV) 190 The relocation of one or more health services from (e) 191 one physical facility or site to another physical facility or 192 site, unless such relocation, which does not involve a capital 193 expenditure by or on behalf of a health care facility, (i) is to a 194 physical facility or site within five thousand two hundred eighty 195 (5,280) feet from the main entrance of the health care facility 196 where the health care service is located, or (ii) is the result of an order of a court of appropriate jurisdiction or a result of 197

198 pending litigation in such court, or by order of the State 199 Department of Health, or by order of any other agency or legal 200 entity of the state, the federal government, or any political 201 subdivision of either, whose order is also approved by the State 202 Department of Health;

The acquisition or otherwise control of any major 203 (f) 204 medical equipment for the provision of medical services; however, 205 (i) the acquisition of any major medical equipment used only for 206 research purposes, and (ii) the acquisition of major medical 207 equipment to replace medical equipment for which a facility is 208 already providing medical services and for which the State 209 Department of Health has been notified before the date of such 210 acquisition shall be exempt from this paragraph; an acquisition 211 for less than fair market value must be reviewed, if the 212 acquisition at fair market value would be subject to review;

213 (q) Changes of ownership of existing health care 214 facilities in which a notice of intent is not filed with the State Department of Health at least thirty (30) days prior to the date 215 216 such change of ownership occurs, or a change in services or bed 217 capacity as prescribed in paragraph (c) or (d) of this subsection 218 as a result of the change of ownership; an acquisition for less 219 than fair market value must be reviewed, if the acquisition at 220 fair market value would be subject to review;

(h) The change of ownership of any health care facilitydefined in subparagraphs (iv), (vi) and (viii) of Section

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41-7-173(h), in which a notice of intent as described in paragraph (g) has not been filed and if the Executive Director, Division of Medicaid, Office of the Governor, has not certified in writing that there will be no increase in allowable costs to Medicaid from revaluation of the assets or from increased interest and depreciation as a result of the proposed change of ownership;

(i) Any activity described in paragraphs (a) through (b) if undertaken by any person if that same activity would require certificate of need approval if undertaken by a health care facility;

(j) Any capital expenditure or deferred capital expenditure by or on behalf of a health care facility not covered by paragraphs (a) through (h);

(k) The contracting of a health care facility as defined in subparagraphs (i) through (viii) of Section 41-7-173(h) to establish a home office, subunit, or branch office in the space operated as a health care facility through a formal arrangement with an existing health care facility as defined in subparagraph (ix) of Section 41-7-173(h);

(1) The replacement or relocation of a health care facility designated as a critical access hospital shall be exempt from subsection (1) of this section so long as the critical access hospital complies with all applicable federal law and regulations regarding such replacement or relocation;

(m) Reopening a health care facility that has ceased to operate for a period of sixty (60) months or more, which reopening requires a certificate of need for the establishment of a new health care facility.

(2) The State Department of Health shall not grant approval for or issue a certificate of need to any person proposing the new construction of, addition to, or expansion of any health care facility defined in subparagraphs (iv) (skilled nursing facility) and (vi) (intermediate care facility) of Section 41-7-173(h) or the conversion of vacant hospital beds to provide skilled or intermediate nursing home care, except as hereinafter authorized:

258 The department may issue a certificate of need to (a) 259 any person proposing the new construction of any health care 260 facility defined in subparagraphs (iv) and (vi) of Section 261 41-7-173(h) as part of a life care retirement facility, in any 262 county bordering on the Gulf of Mexico in which is located a 263 National Aeronautics and Space Administration facility, not to 264 exceed forty (40) beds. From and after July 1, 1999, there shall 265 be no prohibition or restrictions on participation in the Medicaid 266 program (Section 43-13-101 et seq.) for the beds in the health 267 care facility that were authorized under this paragraph (a).

(b) The department may issue certificates of need in
Harrison County to provide skilled nursing home care for
Alzheimer's disease patients and other patients, not to exceed one
hundred fifty (150) beds. From and after July 1, 1999, there

272 shall be no prohibition or restrictions on participation in the 273 Medicaid program (Section 43-13-101 et seq.) for the beds in the 274 nursing facilities that were authorized under this paragraph (b).

275 The department may issue a certificate of need for (C) 276 the addition to or expansion of any skilled nursing facility that 277 is part of an existing continuing care retirement community 278 located in Madison County, provided that the recipient of the 279 certificate of need agrees in writing that the skilled nursing 280 facility will not at any time participate in the Medicaid program (Section 43-13-101 et seq.) or admit or keep any patients in the 281 282 skilled nursing facility who are participating in the Medicaid 283 This written agreement by the recipient of the program. 284 certificate of need shall be fully binding on any subsequent owner 285 of the skilled nursing facility, if the ownership of the facility 286 is transferred at any time after the issuance of the certificate 287 of need. Agreement that the skilled nursing facility will not 288 participate in the Medicaid program shall be a condition of the 289 issuance of a certificate of need to any person under this 290 paragraph (c), and if such skilled nursing facility at any time 291 after the issuance of the certificate of need, regardless of the 292 ownership of the facility, participates in the Medicaid program or 293 admits or keeps any patients in the facility who are participating 294 in the Medicaid program, the State Department of Health shall 295 revoke the certificate of need, if it is still outstanding, and 296 shall deny or revoke the license of the skilled nursing facility,

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at the time that the department determines, after a hearing complying with due process, that the facility has failed to comply with any of the conditions upon which the certificate of need was issued, as provided in this paragraph and in the written agreement by the recipient of the certificate of need. The total number of beds that may be authorized under the authority of this paragraph (c) shall not exceed sixty (60) beds.

304 The State Department of Health may issue a (d) 305 certificate of need to any hospital located in DeSoto County for 306 the new construction of a skilled nursing facility, not to exceed one hundred twenty (120) beds, in DeSoto County. From and after 307 308 July 1, 1999, there shall be no prohibition or restrictions on 309 participation in the Medicaid program (Section 43-13-101 et seq.) 310 for the beds in the nursing facility that were authorized under 311 this paragraph (d).

312 (e) The State Department of Health may issue a 313 certificate of need for the construction of a nursing facility or the conversion of beds to nursing facility beds at a personal care 314 315 facility for the elderly in Lowndes County that is owned and 316 operated by a Mississippi nonprofit corporation, not to exceed 317 sixty (60) beds. From and after July 1, 1999, there shall be no 318 prohibition or restrictions on participation in the Medicaid program (Section 43-13-101 et seq.) for the beds in the nursing 319 320 facility that were authorized under this paragraph (e).

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321 (f) The State Department of Health may issue a certificate of need for conversion of a county hospital facility 322 in Itawamba County to a nursing facility, not to exceed sixty (60) 323 324 beds, including any necessary construction, renovation or 325 expansion. From and after July 1, 1999, there shall be no 326 prohibition or restrictions on participation in the Medicaid 327 program (Section 43-13-101 et seq.) for the beds in the nursing 328 facility that were authorized under this paragraph (f).

329 The State Department of Health may issue a (a) 330 certificate of need for the construction or expansion of nursing facility beds or the conversion of other beds to nursing facility 331 332 beds in either Hinds, Madison or Rankin County, not to exceed sixty (60) beds. From and after July 1, 1999, there shall be no 333 334 prohibition or restrictions on participation in the Medicaid 335 program (Section 43-13-101 et seq.) for the beds in the nursing 336 facility that were authorized under this paragraph (g).

337 The State Department of Health may issue a (h) certificate of need for the construction or expansion of nursing 338 339 facility beds or the conversion of other beds to nursing facility 340 beds in either Hancock, Harrison or Jackson County, not to exceed 341 sixty (60) beds. From and after July 1, 1999, there shall be no 342 prohibition or restrictions on participation in the Medicaid program (Section 43-13-101 et seq.) for the beds in the facility 343 344 that were authorized under this paragraph (h).

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345 (i) The department may issue a certificate of need for 346 the new construction of a skilled nursing facility in Leake County, provided that the recipient of the certificate of need 347 agrees in writing that the skilled nursing facility will not at 348 349 any time participate in the Medicaid program (Section 43-13-101 et 350 seq.) or admit or keep any patients in the skilled nursing 351 facility who are participating in the Medicaid program. This 352 written agreement by the recipient of the certificate of need 353 shall be fully binding on any subsequent owner of the skilled 354 nursing facility, if the ownership of the facility is transferred 355 at any time after the issuance of the certificate of need. 356 Agreement that the skilled nursing facility will not participate 357 in the Medicaid program shall be a condition of the issuance of a 358 certificate of need to any person under this paragraph (i), and if such skilled nursing facility at any time after the issuance of 359 360 the certificate of need, regardless of the ownership of the 361 facility, participates in the Medicaid program or admits or keeps 362 any patients in the facility who are participating in the Medicaid 363 program, the State Department of Health shall revoke the 364 certificate of need, if it is still outstanding, and shall deny or 365 revoke the license of the skilled nursing facility, at the time 366 that the department determines, after a hearing complying with due 367 process, that the facility has failed to comply with any of the 368 conditions upon which the certificate of need was issued, as provided in this paragraph and in the written agreement by the 369

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370 recipient of the certificate of need. The provision of Section 371 41-7-193(1) regarding substantial compliance of the projection of 372 need as reported in the current State Health Plan is waived for 373 the purposes of this paragraph. The total number of nursing 374 facility beds that may be authorized by any certificate of need 375 issued under this paragraph (i) shall not exceed sixty (60) beds. 376 If the skilled nursing facility authorized by the certificate of 377 need issued under this paragraph is not constructed and fully 378 operational within eighteen (18) months after July 1, 1994, the State Department of Health, after a hearing complying with due 379 process, shall revoke the certificate of need, if it is still 380 381 outstanding, and shall not issue a license for the skilled nursing 382 facility at any time after the expiration of the eighteen-month 383 period.

384 The department may issue certificates of need to (i) 385 allow any existing freestanding long-term care facility in 386 Tishomingo County and Hancock County that on July 1, 1995, is 387 licensed with fewer than sixty (60) beds. For the purposes of 388 this paragraph (j), the provisions of Section 41-7-193(1) 389 requiring substantial compliance with the projection of need as 390 reported in the current State Health Plan are waived. From and 391 after July 1, 1999, there shall be no prohibition or restrictions 392 on participation in the Medicaid program (Section 43-13-101 et 393 seq.) for the beds in the long-term care facilities that were authorized under this paragraph (j). 394

395 (k) The department may issue a certificate of need for 396 the construction of a nursing facility at a continuing care 397 retirement community in Lowndes County. The total number of beds 398 that may be authorized under the authority of this paragraph (k) shall not exceed sixty (60) beds. From and after July 1, 2001, 399 400 the prohibition on the facility participating in the Medicaid 401 program (Section 43-13-101 et seq.) that was a condition of 402 issuance of the certificate of need under this paragraph (k) shall 403 be revised as follows: The nursing facility may participate in 404 the Medicaid program from and after July 1, 2001, if the owner of the facility on July 1, 2001, agrees in writing that no more than 405 406 thirty (30) of the beds at the facility will be certified for 407 participation in the Medicaid program, and that no claim will be 408 submitted for Medicaid reimbursement for more than thirty (30) patients in the facility in any month or for any patient in the 409 facility who is in a bed that is not Medicaid-certified. 410 This 411 written agreement by the owner of the facility shall be a 412 condition of licensure of the facility, and the agreement shall be 413 fully binding on any subsequent owner of the facility if the 414 ownership of the facility is transferred at any time after July 1, 415 2001. After this written agreement is executed, the Division of 416 Medicaid and the State Department of Health shall not certify more 417 than thirty (30) of the beds in the facility for participation in 418 the Medicaid program. If the facility violates the terms of the written agreement by admitting or keeping in the facility on a 419

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420 regular or continuing basis more than thirty (30) patients who are 421 participating in the Medicaid program, the State Department of 422 Health shall revoke the license of the facility, at the time that 423 the department determines, after a hearing complying with due 424 process, that the facility has violated the written agreement.

425 (1) Provided that funds are specifically appropriated 426 therefor by the Legislature, the department may issue a 427 certificate of need to a rehabilitation hospital in Hinds County 428 for the construction of a sixty-bed long-term care nursing facility dedicated to the care and treatment of persons with 429 430 severe disabilities including persons with spinal cord and 431 closed-head injuries and ventilator dependent patients. The 432 provisions of Section 41-7-193(1) regarding substantial compliance 433 with projection of need as reported in the current State Health 434 Plan are waived for the purpose of this paragraph.

435 (m) The State Department of Health may issue a 436 certificate of need to a county-owned hospital in the Second 437 Judicial District of Panola County for the conversion of not more 438 than seventy-two (72) hospital beds to nursing facility beds, 439 provided that the recipient of the certificate of need agrees in 440 writing that none of the beds at the nursing facility will be 441 certified for participation in the Medicaid program (Section 442 43-13-101 et seq.), and that no claim will be submitted for 443 Medicaid reimbursement in the nursing facility in any day or for any patient in the nursing facility. This written agreement by 444

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445 the recipient of the certificate of need shall be a condition of 446 the issuance of the certificate of need under this paragraph, and 447 the agreement shall be fully binding on any subsequent owner of the nursing facility if the ownership of the nursing facility is 448 449 transferred at any time after the issuance of the certificate of 450 need. After this written agreement is executed, the Division of 451 Medicaid and the State Department of Health shall not certify any 452 of the beds in the nursing facility for participation in the 453 Medicaid program. If the nursing facility violates the terms of 454 the written agreement by admitting or keeping in the nursing 455 facility on a regular or continuing basis any patients who are 456 participating in the Medicaid program, the State Department of 457 Health shall revoke the license of the nursing facility, at the 458 time that the department determines, after a hearing complying 459 with due process, that the nursing facility has violated the 460 condition upon which the certificate of need was issued, as 461 provided in this paragraph and in the written agreement. If the 462 certificate of need authorized under this paragraph is not issued 463 within twelve (12) months after July 1, 2001, the department shall 464 deny the application for the certificate of need and shall not 465 issue the certificate of need at any time after the twelve-month 466 period, unless the issuance is contested. If the certificate of need is issued and substantial construction of the nursing 467 468 facility beds has not commenced within eighteen (18) months after July 1, 2001, the State Department of Health, after a hearing 469

470 complying with due process, shall revoke the certificate of need if it is still outstanding, and the department shall not issue a 471 472 license for the nursing facility at any time after the 473 eighteen-month period. However, if the issuance of the 474 certificate of need is contested, the department shall require 475 substantial construction of the nursing facility beds within six 476 (6) months after final adjudication on the issuance of the 477 certificate of need.

478 The department may issue a certificate of need for (n) the new construction, addition or conversion of skilled nursing 479 480 facility beds in Madison County, provided that the recipient of 481 the certificate of need agrees in writing that the skilled nursing 482 facility will not at any time participate in the Medicaid program 483 (Section 43-13-101 et seq.) or admit or keep any patients in the 484 skilled nursing facility who are participating in the Medicaid 485 program. This written agreement by the recipient of the 486 certificate of need shall be fully binding on any subsequent owner 487 of the skilled nursing facility, if the ownership of the facility 488 is transferred at any time after the issuance of the certificate 489 of need. Agreement that the skilled nursing facility will not 490 participate in the Medicaid program shall be a condition of the 491 issuance of a certificate of need to any person under this 492 paragraph (n), and if such skilled nursing facility at any time 493 after the issuance of the certificate of need, regardless of the ownership of the facility, participates in the Medicaid program or 494

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495 admits or keeps any patients in the facility who are participating 496 in the Medicaid program, the State Department of Health shall 497 revoke the certificate of need, if it is still outstanding, and 498 shall deny or revoke the license of the skilled nursing facility, 499 at the time that the department determines, after a hearing 500 complying with due process, that the facility has failed to comply 501 with any of the conditions upon which the certificate of need was 502 issued, as provided in this paragraph and in the written agreement 503 by the recipient of the certificate of need. The total number of 504 nursing facility beds that may be authorized by any certificate of 505 need issued under this paragraph (n) shall not exceed sixty (60) 506 If the certificate of need authorized under this paragraph beds. 507 is not issued within twelve (12) months after July 1, 1998, the 508 department shall deny the application for the certificate of need 509 and shall not issue the certificate of need at any time after the 510 twelve-month period, unless the issuance is contested. If the 511 certificate of need is issued and substantial construction of the nursing facility beds has not commenced within eighteen (18) 512 513 months after July 1, 1998, the State Department of Health, after a 514 hearing complying with due process, shall revoke the certificate 515 of need if it is still outstanding, and the department shall not 516 issue a license for the nursing facility at any time after the eighteen-month period. However, if the issuance of the 517 518 certificate of need is contested, the department shall require substantial construction of the nursing facility beds within six 519

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520 (6) months after final adjudication on the issuance of the 521 certificate of need.

522 The department may issue a certificate of need for  $(\circ)$ 523 the new construction, addition or conversion of skilled nursing 524 facility beds in Leake County, provided that the recipient of the 525 certificate of need agrees in writing that the skilled nursing 526 facility will not at any time participate in the Medicaid program 527 (Section 43-13-101 et seq.) or admit or keep any patients in the 528 skilled nursing facility who are participating in the Medicaid 529 program. This written agreement by the recipient of the certificate of need shall be fully binding on any subsequent owner 530 of the skilled nursing facility, if the ownership of the facility 531 532 is transferred at any time after the issuance of the certificate 533 of need. Agreement that the skilled nursing facility will not 534 participate in the Medicaid program shall be a condition of the 535 issuance of a certificate of need to any person under this 536 paragraph (o), and if such skilled nursing facility at any time 537 after the issuance of the certificate of need, regardless of the 538 ownership of the facility, participates in the Medicaid program or 539 admits or keeps any patients in the facility who are participating 540 in the Medicaid program, the State Department of Health shall revoke the certificate of need, if it is still outstanding, and 541 542 shall deny or revoke the license of the skilled nursing facility, 543 at the time that the department determines, after a hearing complying with due process, that the facility has failed to comply 544

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545 with any of the conditions upon which the certificate of need was 546 issued, as provided in this paragraph and in the written agreement by the recipient of the certificate of need. The total number of 547 nursing facility beds that may be authorized by any certificate of 548 549 need issued under this paragraph (o) shall not exceed sixty (60) 550 beds. If the certificate of need authorized under this paragraph 551 is not issued within twelve (12) months after July 1, 2001, the 552 department shall deny the application for the certificate of need 553 and shall not issue the certificate of need at any time after the twelve-month period, unless the issuance is contested. 554 If the 555 certificate of need is issued and substantial construction of the 556 nursing facility beds has not commenced within eighteen (18) 557 months after July 1, 2001, the State Department of Health, after a 558 hearing complying with due process, shall revoke the certificate 559 of need if it is still outstanding, and the department shall not 560 issue a license for the nursing facility at any time after the 561 eighteen-month period. However, if the issuance of the 562 certificate of need is contested, the department shall require 563 substantial construction of the nursing facility beds within six 564 (6) months after final adjudication on the issuance of the 565 certificate of need.

(p) The department may issue a certificate of need for the construction of a municipally owned nursing facility within the Town of Belmont in Tishomingo County, not to exceed sixty (60) beds, provided that the recipient of the certificate of need

570 agrees in writing that the skilled nursing facility will not at 571 any time participate in the Medicaid program (Section 43-13-101 et 572 seq.) or admit or keep any patients in the skilled nursing 573 facility who are participating in the Medicaid program. This 574 written agreement by the recipient of the certificate of need 575 shall be fully binding on any subsequent owner of the skilled 576 nursing facility, if the ownership of the facility is transferred at any time after the issuance of the certificate of need. 577 578 Agreement that the skilled nursing facility will not participate in the Medicaid program shall be a condition of the issuance of a 579 580 certificate of need to any person under this paragraph (p), and if 581 such skilled nursing facility at any time after the issuance of the certificate of need, regardless of the ownership of the 582 583 facility, participates in the Medicaid program or admits or keeps 584 any patients in the facility who are participating in the Medicaid 585 program, the State Department of Health shall revoke the 586 certificate of need, if it is still outstanding, and shall deny or 587 revoke the license of the skilled nursing facility, at the time 588 that the department determines, after a hearing complying with due 589 process, that the facility has failed to comply with any of the 590 conditions upon which the certificate of need was issued, as 591 provided in this paragraph and in the written agreement by the 592 recipient of the certificate of need. The provision of Section 593 41-7-193(1) regarding substantial compliance of the projection of need as reported in the current State Health Plan is waived for 594

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595 the purposes of this paragraph. If the certificate of need 596 authorized under this paragraph is not issued within twelve (12) 597 months after July 1, 1998, the department shall deny the 598 application for the certificate of need and shall not issue the 599 certificate of need at any time after the twelve-month period, 600 unless the issuance is contested. If the certificate of need is 601 issued and substantial construction of the nursing facility beds 602 has not commenced within eighteen (18) months after July 1, 1998, 603 the State Department of Health, after a hearing complying with due process, shall revoke the certificate of need if it is still 604 605 outstanding, and the department shall not issue a license for the 606 nursing facility at any time after the eighteen-month period. 607 However, if the issuance of the certificate of need is contested, 608 the department shall require substantial construction of the 609 nursing facility beds within six (6) months after final 610 adjudication on the issuance of the certificate of need.

611 Beginning on July 1, 1999, the State (q) (i) Department of Health shall issue certificates of need during each 612 613 of the next four (4) fiscal years for the construction or 614 expansion of nursing facility beds or the conversion of other beds 615 to nursing facility beds in each county in the state having a need 616 for fifty (50) or more additional nursing facility beds, as shown in the fiscal year 1999 State Health Plan, in the manner provided 617 618 in this paragraph (q). The total number of nursing facility beds

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619 that may be authorized by any certificate of need authorized under 620 this paragraph (q) shall not exceed sixty (60) beds.

621 (ii) Subject to the provisions of subparagraph 622 (v), during each of the next four (4) fiscal years, the department shall issue six (6) certificates of need for new nursing facility 623 624 beds, as follows: During fiscal years 2000, 2001 and 2002, one 625 (1) certificate of need shall be issued for new nursing facility 626 beds in the county in each of the four (4) Long-Term Care Planning 627 Districts designated in the fiscal year 1999 State Health Plan that has the highest need in the district for those beds; and two 628 629 (2) certificates of need shall be issued for new nursing facility 630 beds in the two (2) counties from the state at large that have the highest need in the state for those beds, when considering the 631 632 need on a statewide basis and without regard to the Long-Term Care 633 Planning Districts in which the counties are located. During 634 fiscal year 2003, one (1) certificate of need shall be issued for 635 new nursing facility beds in any county having a need for fifty 636 (50) or more additional nursing facility beds, as shown in the 637 fiscal year 1999 State Health Plan, that has not received a 638 certificate of need under this paragraph (q) during the three (3) 639 previous fiscal years. During fiscal year 2000, in addition to 640 the six (6) certificates of need authorized in this subparagraph, the department also shall issue a certificate of need for new 641 642 nursing facility beds in Amite County and a certificate of need for new nursing facility beds in Carroll County. 643

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644 (iii) Subject to the provisions of subparagraph 645 (v), the certificate of need issued under subparagraph (ii) for 646 nursing facility beds in each Long-Term Care Planning District 647 during each fiscal year shall first be available for nursing 648 facility beds in the county in the district having the highest 649 need for those beds, as shown in the fiscal year 1999 State Health 650 Plan. If there are no applications for a certificate of need for 651 nursing facility beds in the county having the highest need for 652 those beds by the date specified by the department, then the certificate of need shall be available for nursing facility beds 653 654 in other counties in the district in descending order of the need 655 for those beds, from the county with the second highest need to 656 the county with the lowest need, until an application is received 657 for nursing facility beds in an eligible county in the district.

Subject to the provisions of subparagraph 658 (iv) 659 (v), the certificate of need issued under subparagraph (ii) for 660 nursing facility beds in the two (2) counties from the state at 661 large during each fiscal year shall first be available for nursing 662 facility beds in the two (2) counties that have the highest need 663 in the state for those beds, as shown in the fiscal year 1999 664 State Health Plan, when considering the need on a statewide basis 665 and without regard to the Long-Term Care Planning Districts in 666 which the counties are located. If there are no applications for 667 a certificate of need for nursing facility beds in either of the two (2) counties having the highest need for those beds on a 668

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669 statewide basis by the date specified by the department, then the 670 certificate of need shall be available for nursing facility beds 671 in other counties from the state at large in descending order of 672 the need for those beds on a statewide basis, from the county with 673 the second highest need to the county with the lowest need, until 674 an application is received for nursing facility beds in an 675 eligible county from the state at large.

676 If a certificate of need is authorized to be (V) 677 issued under this paragraph (q) for nursing facility beds in a county on the basis of the need in the Long-Term Care Planning 678 679 District during any fiscal year of the four-year period, a 680 certificate of need shall not also be available under this 681 paragraph (q) for additional nursing facility beds in that county 682 on the basis of the need in the state at large, and that county 683 shall be excluded in determining which counties have the highest 684 need for nursing facility beds in the state at large for that 685 fiscal year. After a certificate of need has been issued under 686 this paragraph (q) for nursing facility beds in a county during 687 any fiscal year of the four-year period, a certificate of need 688 shall not be available again under this paragraph (q) for 689 additional nursing facility beds in that county during the 690 four-year period, and that county shall be excluded in determining which counties have the highest need for nursing facility beds in 691 692 succeeding fiscal years.

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693 (vi) If more than one (1) application is made for 694 a certificate of need for nursing home facility beds available 695 under this paragraph (q), in Yalobusha, Newton or Tallahatchie 696 County, and one (1) of the applicants is a county-owned hospital 697 located in the county where the nursing facility beds are 698 available, the department shall give priority to the county-owned 699 hospital in granting the certificate of need if the following 700 conditions are met:

701 1. The county-owned hospital fully meets all 702 applicable criteria and standards required to obtain a certificate 703 of need for the nursing facility beds; and

2. The county-owned hospital's qualifications for the certificate of need, as shown in its application and as determined by the department, are at least equal to the qualifications of the other applicants for the certificate of need.

709 Beginning on July 1, 1999, the State (r) (i) 710 Department of Health shall issue certificates of need during each 711 of the next two (2) fiscal years for the construction or expansion 712 of nursing facility beds or the conversion of other beds to 713 nursing facility beds in each of the four (4) Long-Term Care Planning Districts designated in the fiscal year 1999 State Health 714 715 Plan, to provide care exclusively to patients with Alzheimer's 716 disease.

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717 (ii) Not more than twenty (20) beds may be 718 authorized by any certificate of need issued under this paragraph 719 (r), and not more than a total of sixty (60) beds may be 720 authorized in any Long-Term Care Planning District by all 721 certificates of need issued under this paragraph (r). However, 722 the total number of beds that may be authorized by all 723 certificates of need issued under this paragraph (r) during any 724 fiscal year shall not exceed one hundred twenty (120) beds, and 725 the total number of beds that may be authorized in any Long-Term Care Planning District during any fiscal year shall not exceed 726 727 forty (40) beds. Of the certificates of need that are issued for 728 each Long-Term Care Planning District during the next two (2) fiscal years, at least one (1) shall be issued for beds in the 729 730 northern part of the district, at least one (1) shall be issued for beds in the central part of the district, and at least one (1) 731 732 shall be issued for beds in the southern part of the district. 733 The State Department of Health, in (iii) consultation with the Department of Mental Health and the Division 734 735 of Medicaid, shall develop and prescribe the staffing levels, 736 space requirements and other standards and requirements that must 737 be met with regard to the nursing facility beds authorized under 738 this paragraph (r) to provide care exclusively to patients with

739 Alzheimer's disease.

(s) The State Department of Health may issue acertificate of need to a nonprofit skilled nursing facility using

742 the Green House model of skilled nursing care and located in Yazoo 743 City, Yazoo County, Mississippi, for the construction, expansion 744 or conversion of not more than nineteen (19) nursing facility 745 beds. For purposes of this paragraph (s), the provisions of 746 Section 41-7-193(1) requiring substantial compliance with the 747 projection of need as reported in the current State Health Plan 748 and the provisions of Section 41-7-197 requiring a formal 749 certificate of need hearing process are waived. There shall be no 750 prohibition or restrictions on participation in the Medicaid 751 program for the person receiving the certificate of need 752 authorized under this paragraph (s).

753 The State Department of Health shall issue (t) 754 certificates of need to the owner of a nursing facility in 755 operation at the time of Hurricane Katrina in Hancock County that 756 was not operational on December 31, 2005, because of damage 757 sustained from Hurricane Katrina to authorize the following: (i) 758 the construction of a new nursing facility in Harrison County; 759 (ii) the relocation of forty-nine (49) nursing facility beds from 760 the Hancock County facility to the new Harrison County facility; 761 (iii) the establishment of not more than twenty (20) non-Medicaid 762 nursing facility beds at the Hancock County facility; and (iv) the 763 establishment of not more than twenty (20) non-Medicaid beds at 764 the new Harrison County facility. The certificates of need that 765 authorize the non-Medicaid nursing facility beds under 766 subparagraphs (iii) and (iv) of this paragraph (t) shall be

767 subject to the following conditions: The owner of the Hancock 768 County facility and the new Harrison County facility must agree in 769 writing that no more than fifty (50) of the beds at the Hancock 770 County facility and no more than forty-nine (49) of the beds at 771 the Harrison County facility will be certified for participation 772 in the Medicaid program, and that no claim will be submitted for 773 Medicaid reimbursement for more than fifty (50) patients in the 774 Hancock County facility in any month, or for more than forty-nine 775 (49) patients in the Harrison County facility in any month, or for 776 any patient in either facility who is in a bed that is not 777 Medicaid-certified. This written agreement by the owner of the nursing facilities shall be a condition of the issuance of the 778 779 certificates of need under this paragraph (t), and the agreement 780 shall be fully binding on any later owner or owners of either 781 facility if the ownership of either facility is transferred at any 782 time after the certificates of need are issued. After this 783 written agreement is executed, the Division of Medicaid and the 784 State Department of Health shall not certify more than fifty (50) 785 of the beds at the Hancock County facility or more than forty-nine 786 (49) of the beds at the Harrison County facility for participation 787 in the Medicaid program. If the Hancock County facility violates 788 the terms of the written agreement by admitting or keeping in the 789 facility on a regular or continuing basis more than fifty (50) 790 patients who are participating in the Medicaid program, or if the 791 Harrison County facility violates the terms of the written

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agreement by admitting or keeping in the facility on a regular or continuing basis more than forty-nine (49) patients who are participating in the Medicaid program, the State Department of Health shall revoke the license of the facility that is in violation of the agreement, at the time that the department determines, after a hearing complying with due process, that the facility has violated the agreement.

799 The State Department of Health shall issue a (u) 800 certificate of need to a nonprofit venture for the establishment, construction and operation of a skilled nursing facility of not 801 802 more than sixty (60) beds to provide skilled nursing care for 803 ventilator dependent or otherwise medically dependent pediatric 804 patients who require medical and nursing care or rehabilitation 805 services to be located in a county in which an academic medical 806 center and a children's hospital are located, and for any 807 construction and for the acquisition of equipment related to those 808 The facility shall be authorized to keep such ventilator beds. 809 dependent or otherwise medically dependent pediatric patients 810 beyond age twenty-one (21) in accordance with regulations of the 811 State Board of Health. For purposes of this paragraph (u), the 812 provisions of Section 41-7-193(1) requiring substantial compliance 813 with the projection of need as reported in the current State 814 Health Plan are waived, and the provisions of Section 41-7-197 815 requiring a formal certificate of need hearing process are waived. The beds authorized by this paragraph shall be counted as 816

817 pediatric skilled nursing facility beds for health planning 818 purposes under Section 41-7-171 et seq. There shall be no 819 prohibition of or restrictions on participation in the Medicaid 820 program for the person receiving the certificate of need 821 authorized by this paragraph.

822 (3) The State Department of Health may grant approval for 823 and issue certificates of need to any person proposing the new 824 construction of, addition to, conversion of beds of or expansion 825 of any health care facility defined in subparagraph (x) 826 (psychiatric residential treatment facility) of Section 827 41-7-173(h). The total number of beds which may be authorized by 828 such certificates of need shall not exceed three hundred 829 thirty-four (334) beds for the entire state.

830 Of the total number of beds authorized under this (a) 831 subsection, the department shall issue a certificate of need to a 832 privately owned psychiatric residential treatment facility in 833 Simpson County for the conversion of sixteen (16) intermediate 834 care facility for the mentally retarded (ICF-MR) beds to 835 psychiatric residential treatment facility beds, provided that 836 facility agrees in writing that the facility shall give priority 837 for the use of those sixteen (16) beds to Mississippi residents 838 who are presently being treated in out-of-state facilities.

(b) Of the total number of beds authorized under this
subsection, the department may issue a certificate or certificates
of need for the construction or expansion of psychiatric

842 residential treatment facility beds or the conversion of other 843 beds to psychiatric residential treatment facility beds in Warren County, not to exceed sixty (60) psychiatric residential treatment 844 facility beds, provided that the facility agrees in writing that 845 846 no more than thirty (30) of the beds at the psychiatric 847 residential treatment facility will be certified for participation 848 in the Medicaid program (Section 43-13-101 et seq.) for the use of 849 any patients other than those who are participating only in the 850 Medicaid program of another state, and that no claim will be 851 submitted to the Division of Medicaid for Medicaid reimbursement 852 for more than thirty (30) patients in the psychiatric residential 853 treatment facility in any day or for any patient in the 854 psychiatric residential treatment facility who is in a bed that is 855 not Medicaid-certified. This written agreement by the recipient of the certificate of need shall be a condition of the issuance of 856 857 the certificate of need under this paragraph, and the agreement 858 shall be fully binding on any subsequent owner of the psychiatric 859 residential treatment facility if the ownership of the facility is 860 transferred at any time after the issuance of the certificate of 861 need. After this written agreement is executed, the Division of 862 Medicaid and the State Department of Health shall not certify more 863 than thirty (30) of the beds in the psychiatric residential 864 treatment facility for participation in the Medicaid program for 865 the use of any patients other than those who are participating only in the Medicaid program of another state. If the psychiatric 866

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867 residential treatment facility violates the terms of the written 868 agreement by admitting or keeping in the facility on a regular or 869 continuing basis more than thirty (30) patients who are 870 participating in the Mississippi Medicaid program, the State 871 Department of Health shall revoke the license of the facility, at 872 the time that the department determines, after a hearing complying 873 with due process, that the facility has violated the condition 874 upon which the certificate of need was issued, as provided in this 875 paragraph and in the written agreement.

The State Department of Health, on or before July 1, 2002, shall transfer the certificate of need authorized under the authority of this paragraph (b), or reissue the certificate of need if it has expired, to River Region Health System.

880 Of the total number of beds authorized under this (C) 881 subsection, the department shall issue a certificate of need to a 882 hospital currently operating Medicaid-certified acute psychiatric 883 beds for adolescents in DeSoto County, for the establishment of a 884 forty-bed psychiatric residential treatment facility in DeSoto 885 County, provided that the hospital agrees in writing (i) that the 886 hospital shall give priority for the use of those forty (40) beds 887 to Mississippi residents who are presently being treated in out-of-state facilities, and (ii) that no more than fifteen (15) 888 889 of the beds at the psychiatric residential treatment facility will 890 be certified for participation in the Medicaid program (Section 43-13-101 et seq.), and that no claim will be submitted for 891

892 Medicaid reimbursement for more than fifteen (15) patients in the 893 psychiatric residential treatment facility in any day or for any 894 patient in the psychiatric residential treatment facility who is 895 in a bed that is not Medicaid-certified. This written agreement 896 by the recipient of the certificate of need shall be a condition 897 of the issuance of the certificate of need under this paragraph, 898 and the agreement shall be fully binding on any subsequent owner 899 of the psychiatric residential treatment facility if the ownership 900 of the facility is transferred at any time after the issuance of the certificate of need. After this written agreement is 901 902 executed, the Division of Medicaid and the State Department of 903 Health shall not certify more than fifteen (15) of the beds in the 904 psychiatric residential treatment facility for participation in 905 the Medicaid program. If the psychiatric residential treatment 906 facility violates the terms of the written agreement by admitting 907 or keeping in the facility on a regular or continuing basis more 908 than fifteen (15) patients who are participating in the Medicaid 909 program, the State Department of Health shall revoke the license 910 of the facility, at the time that the department determines, after 911 a hearing complying with due process, that the facility has 912 violated the condition upon which the certificate of need was 913 issued, as provided in this paragraph and in the written 914 agreement.

915 (d) Of the total number of beds authorized under this 916 subsection, the department may issue a certificate or certificates

917 of need for the construction or expansion of psychiatric 918 residential treatment facility beds or the conversion of other 919 beds to psychiatric treatment facility beds, not to exceed thirty 920 (30) psychiatric residential treatment facility beds, in either 921 Alcorn, Tishomingo, Prentiss, Lee, Itawamba, Monroe, Chickasaw, 922 Pontotoc, Calhoun, Lafayette, Union, Benton or Tippah County.

923 Of the total number of beds authorized under this (e) 924 subsection (3) the department shall issue a certificate of need to 925 a privately owned, nonprofit psychiatric residential treatment 926 facility in Hinds County for an eight-bed expansion of the 927 facility, provided that the facility agrees in writing that the 928 facility shall give priority for the use of those eight (8) beds 929 to Mississippi residents who are presently being treated in 930 out-of-state facilities.

931 The department shall issue a certificate of need to (f) 932 a one-hundred-thirty-four-bed specialty hospital located on 933 twenty-nine and forty-four one-hundredths (29.44) commercial acres 934 at 5900 Highway 39 North in Meridian (Lauderdale County), 935 Mississippi, for the addition, construction or expansion of 936 child/adolescent psychiatric residential treatment facility beds 937 in Lauderdale County. As a condition of issuance of the 938 certificate of need under this paragraph, the facility shall give 939 priority in admissions to the child/adolescent psychiatric 940 residential treatment facility beds authorized under this paragraph to patients who otherwise would require out-of-state 941

placement. The Division of Medicaid, in conjunction with the 942 Department of Human Services, shall furnish the facility a list of 943 all out-of-state patients on a quarterly basis. Furthermore, 944 945 notice shall also be provided to the parent, custodial parent or 946 guardian of each out-of-state patient notifying them of the 947 priority status granted by this paragraph. For purposes of this 948 paragraph, the provisions of Section 41-7-193(1) requiring 949 substantial compliance with the projection of need as reported in 950 the current State Health Plan are waived. The total number of 951 child/adolescent psychiatric residential treatment facility beds 952 that may be authorized under the authority of this paragraph shall 953 be sixty (60) beds. There shall be no prohibition or restrictions 954 on participation in the Medicaid program (Section 43-13-101 et 955 seq.) for the person receiving the certificate of need authorized 956 under this paragraph or for the beds converted pursuant to the 957 authority of that certificate of need.

958 From and after July 1, 1993, the department shall (4)(a) 959 not issue a certificate of need to any person for the new 960 construction of any hospital, psychiatric hospital or chemical 961 dependency hospital that will contain any child/adolescent 962 psychiatric or child/adolescent chemical dependency beds, or for 963 the conversion of any other health care facility to a hospital, 964 psychiatric hospital or chemical dependency hospital that will 965 contain any child/adolescent psychiatric or child/adolescent 966 chemical dependency beds, or for the addition of any

967 child/adolescent psychiatric or child/adolescent chemical 968 dependency beds in any hospital, psychiatric hospital or chemical 969 dependency hospital, or for the conversion of any beds of another 970 category in any hospital, psychiatric hospital or chemical 971 dependency hospital to child/adolescent psychiatric or 972 child/adolescent chemical dependency beds, except as hereinafter 973 authorized:

974 (i) The department may issue certificates of need 975 to any person for any purpose described in this subsection, provided that the hospital, psychiatric hospital or chemical 976 977 dependency hospital does not participate in the Medicaid program 978 (Section 43-13-101 et seq.) at the time of the application for the certificate of need and the owner of the hospital, psychiatric 979 980 hospital or chemical dependency hospital agrees in writing that 981 the hospital, psychiatric hospital or chemical dependency hospital 982 will not at any time participate in the Medicaid program or admit 983 or keep any patients who are participating in the Medicaid program 984 in the hospital, psychiatric hospital or chemical dependency 985 hospital. This written agreement by the recipient of the 986 certificate of need shall be fully binding on any subsequent owner 987 of the hospital, psychiatric hospital or chemical dependency 988 hospital, if the ownership of the facility is transferred at any 989 time after the issuance of the certificate of need. Agreement 990 that the hospital, psychiatric hospital or chemical dependency hospital will not participate in the Medicaid program shall be a 991

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992 condition of the issuance of a certificate of need to any person 993 under this subparagraph (i), and if such hospital, psychiatric 994 hospital or chemical dependency hospital at any time after the 995 issuance of the certificate of need, regardless of the ownership 996 of the facility, participates in the Medicaid program or admits or 997 keeps any patients in the hospital, psychiatric hospital or chemical dependency hospital who are participating in the Medicaid 998 999 program, the State Department of Health shall revoke the 1000 certificate of need, if it is still outstanding, and shall deny or 1001 revoke the license of the hospital, psychiatric hospital or 1002 chemical dependency hospital, at the time that the department 1003 determines, after a hearing complying with due process, that the 1004 hospital, psychiatric hospital or chemical dependency hospital has 1005 failed to comply with any of the conditions upon which the certificate of need was issued, as provided in this subparagraph 1006 1007 (i) and in the written agreement by the recipient of the 1008 certificate of need.

1009 The department may issue a certificate of (ii) 1010 need for the conversion of existing beds in a county hospital in 1011 Choctaw County from acute care beds to child/adolescent chemical 1012 dependency beds. For purposes of this subparagraph (ii), the 1013 provisions of Section 41-7-193(1) requiring substantial compliance with the projection of need as reported in the current State 1014 1015 Health Plan are waived. The total number of beds that may be authorized under authority of this subparagraph shall not exceed 1016

1017 twenty (20) beds. There shall be no prohibition or restrictions 1018 on participation in the Medicaid program (Section 43-13-101 et 1019 seq.) for the hospital receiving the certificate of need 1020 authorized under this subparagraph or for the beds converted 1021 pursuant to the authority of that certificate of need.

1022 (iii) The department may issue a certificate or 1023 certificates of need for the construction or expansion of 1024 child/adolescent psychiatric beds or the conversion of other beds 1025 to child/adolescent psychiatric beds in Warren County. For 1026 purposes of this subparagraph (iii), the provisions of Section 1027 41-7-193(1) requiring substantial compliance with the projection 1028 of need as reported in the current State Health Plan are waived. 1029 The total number of beds that may be authorized under the authority of this subparagraph shall not exceed twenty (20) beds. 1030 1031 There shall be no prohibition or restrictions on participation in 1032 the Medicaid program (Section 43-13-101 et seq.) for the person 1033 receiving the certificate of need authorized under this 1034 subparagraph or for the beds converted pursuant to the authority 1035 of that certificate of need.

1036 If by January 1, 2002, there has been no significant 1037 commencement of construction of the beds authorized under this 1038 subparagraph (iii), or no significant action taken to convert 1039 existing beds to the beds authorized under this subparagraph, then 1040 the certificate of need that was previously issued under this 1041 subparagraph shall expire. If the previously issued certificate

1042 of need expires, the department may accept applications for 1043 issuance of another certificate of need for the beds authorized 1044 under this subparagraph, and may issue a certificate of need to 1045 authorize the construction, expansion or conversion of the beds 1046 authorized under this subparagraph.

1047 (iv) The department shall issue a certificate of need to the Region 7 Mental Health/Retardation Commission for the 1048 1049 construction or expansion of child/adolescent psychiatric beds or 1050 the conversion of other beds to child/adolescent psychiatric beds 1051 in any of the counties served by the commission. For purposes of 1052 this subparagraph (iv), the provisions of Section 41-7-193(1) 1053 requiring substantial compliance with the projection of need as 1054 reported in the current State Health Plan are waived. The total 1055 number of beds that may be authorized under the authority of this 1056 subparagraph shall not exceed twenty (20) beds. There shall be no 1057 prohibition or restrictions on participation in the Medicaid 1058 program (Section 43-13-101 et seq.) for the person receiving the 1059 certificate of need authorized under this subparagraph or for the 1060 beds converted pursuant to the authority of that certificate of 1061 need.

(v) The department may issue a certificate of need to any county hospital located in Leflore County for the construction or expansion of adult psychiatric beds or the conversion of other beds to adult psychiatric beds, not to exceed twenty (20) beds, provided that the recipient of the certificate

1067 of need agrees in writing that the adult psychiatric beds will not 1068 at any time be certified for participation in the Medicaid program and that the hospital will not admit or keep any patients who are 1069 1070 participating in the Medicaid program in any of such adult 1071 psychiatric beds. This written agreement by the recipient of the 1072 certificate of need shall be fully binding on any subsequent owner 1073 of the hospital if the ownership of the hospital is transferred at any time after the issuance of the certificate of need. Agreement 1074 1075 that the adult psychiatric beds will not be certified for 1076 participation in the Medicaid program shall be a condition of the 1077 issuance of a certificate of need to any person under this 1078 subparagraph (v), and if such hospital at any time after the 1079 issuance of the certificate of need, regardless of the ownership 1080 of the hospital, has any of such adult psychiatric beds certified 1081 for participation in the Medicaid program or admits or keeps any 1082 Medicaid patients in such adult psychiatric beds, the State 1083 Department of Health shall revoke the certificate of need, if it 1084 is still outstanding, and shall deny or revoke the license of the 1085 hospital at the time that the department determines, after a 1086 hearing complying with due process, that the hospital has failed 1087 to comply with any of the conditions upon which the certificate of 1088 need was issued, as provided in this subparagraph and in the written agreement by the recipient of the certificate of need. 1089

1090 (vi) The department may issue a certificate or 1091 certificates of need for the expansion of child psychiatric beds

1092 or the conversion of other beds to child psychiatric beds at the 1093 University of Mississippi Medical Center. For purposes of this subparagraph (vi), the provisions of Section 41-7-193(1) requiring 1094 1095 substantial compliance with the projection of need as reported in 1096 the current State Health Plan are waived. The total number of 1097 beds that may be authorized under the authority of this subparagraph shall not exceed fifteen (15) beds. There shall be 1098 1099 no prohibition or restrictions on participation in the Medicaid 1100 program (Section 43-13-101 et seq.) for the hospital receiving the 1101 certificate of need authorized under this subparagraph or for the 1102 beds converted pursuant to the authority of that certificate of 1103 need.

1104 From and after July 1, 1990, no hospital, (b) psychiatric hospital or chemical dependency hospital shall be 1105 1106 authorized to add any child/adolescent psychiatric or 1107 child/adolescent chemical dependency beds or convert any beds of 1108 another category to child/adolescent psychiatric or child/adolescent chemical dependency beds without a certificate of 1109 1110 need under the authority of subsection (1)(c) of this section. 1111 The department may issue a certificate of need to a (5)1112 county hospital in Winston County for the conversion of fifteen 1113 (15) acute care beds to geriatric psychiatric care beds. The State Department of Health shall issue a certificate 1114 (6)of need to a Mississippi corporation qualified to manage a 1115

1116 long-term care hospital as defined in Section 41-7-173(h)(xii) in

1117 Harrison County, not to exceed eighty (80) beds, including any 1118 necessary renovation or construction required for licensure and certification, provided that the recipient of the certificate of 1119 1120 need agrees in writing that the long-term care hospital will not 1121 at any time participate in the Medicaid program (Section 43-13-101 1122 et seq.) or admit or keep any patients in the long-term care hospital who are participating in the Medicaid program. 1123 This 1124 written agreement by the recipient of the certificate of need 1125 shall be fully binding on any subsequent owner of the long-term 1126 care hospital, if the ownership of the facility is transferred at 1127 any time after the issuance of the certificate of need. Agreement 1128 that the long-term care hospital will not participate in the 1129 Medicaid program shall be a condition of the issuance of a certificate of need to any person under this subsection (6), and 1130 1131 if such long-term care hospital at any time after the issuance of 1132 the certificate of need, regardless of the ownership of the facility, participates in the Medicaid program or admits or keeps 1133 1134 any patients in the facility who are participating in the Medicaid 1135 program, the State Department of Health shall revoke the 1136 certificate of need, if it is still outstanding, and shall deny or 1137 revoke the license of the long-term care hospital, at the time 1138 that the department determines, after a hearing complying with due 1139 process, that the facility has failed to comply with any of the conditions upon which the certificate of need was issued, as 1140 1141 provided in this subsection and in the written agreement by the

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1142 recipient of the certificate of need. For purposes of this 1143 subsection, the provisions of Section 41-7-193(1) requiring 1144 substantial compliance with the projection of need as reported in 1145 the current State Health Plan are waived.

1146 The State Department of Health may issue a certificate (7)1147 of need to any hospital in the state to utilize a portion of its beds for the "swing-bed" concept. Any such hospital must be in 1148 1149 conformance with the federal regulations regarding such swing-bed 1150 concept at the time it submits its application for a certificate 1151 of need to the State Department of Health, except that such 1152 hospital may have more licensed beds or a higher average daily census (ADC) than the maximum number specified in federal 1153 1154 regulations for participation in the swing-bed program. Anv hospital meeting all federal requirements for participation in the 1155 1156 swing-bed program which receives such certificate of need shall 1157 render services provided under the swing-bed concept to any 1158 patient eligible for Medicare (Title XVIII of the Social Security Act) who is certified by a physician to be in need of such 1159 1160 services, and no such hospital shall permit any patient who is 1161 eligible for both Medicaid and Medicare or eligible only for 1162 Medicaid to stay in the swing beds of the hospital for more than 1163 thirty (30) days per admission unless the hospital receives prior approval for such patient from the Division of Medicaid, Office of 1164 1165 the Governor. Any hospital having more licensed beds or a higher 1166 average daily census (ADC) than the maximum number specified in

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1167 federal regulations for participation in the swing-bed program 1168 which receives such certificate of need shall develop a procedure to insure that before a patient is allowed to stay in the swing 1169 1170 beds of the hospital, there are no vacant nursing home beds 1171 available for that patient located within a fifty-mile radius of 1172 the hospital. When any such hospital has a patient staying in the swing beds of the hospital and the hospital receives notice from a 1173 nursing home located within such radius that there is a vacant bed 1174 1175 available for that patient, the hospital shall transfer the 1176 patient to the nursing home within a reasonable time after receipt 1177 of the notice. Any hospital which is subject to the requirements 1178 of the two (2) preceding sentences of this subsection may be 1179 suspended from participation in the swing-bed program for a reasonable period of time by the State Department of Health if the 1180 1181 department, after a hearing complying with due process, determines 1182 that the hospital has failed to comply with any of those 1183 requirements.

1184 (8) The Department of Health shall not grant approval for or 1185 issue a certificate of need to any person proposing the new 1186 construction of, addition to or expansion of a health care 1187 facility as defined in subparagraph (viii) of Section 41-7-173(h), except as hereinafter provided: The department may issue a 1188 1189 certificate of need to a nonprofit corporation located in Madison 1190 County, Mississippi, for the construction, expansion or conversion 1191 of not more than twenty (20) beds in a community living program

1192 for developmentally disabled adults in a facility as defined in 1193 subparagraph (viii) of Section 41-7-173(h). For purposes of this subsection (8), the provisions of Section 41-7-193(1) requiring 1194 substantial compliance with the projection of need as reported in 1195 1196 the current State Health Plan and the provisions of Section 1197 41-7-197 requiring a formal certificate of need hearing process are waived. There shall be no prohibition or restrictions on 1198 1199 participation in the Medicaid program for the person receiving the 1200 certificate of need authorized under this subsection (8).

1201 The Department of Health shall not grant approval for or (9) 1202 issue a certificate of need to any person proposing the 1203 establishment of, or expansion of the currently approved territory 1204 of, or the contracting to establish a home office, subunit or 1205 branch office within the space operated as a health care facility 1206 as defined in Section 41-7-173(h)(i) through (viii) by a health 1207 care facility as defined in subparagraph (ix) of Section 1208 41-7-173(h).

1209 (10) Health care facilities owned and/or operated by the 1210 state or its agencies are exempt from the restraints in this 1211 section against issuance of a certificate of need if such addition 1212 or expansion consists of repairing or renovation necessary to 1213 comply with the state licensure law. This exception shall not 1214 apply to the new construction of any building by such state 1215 facility. This exception shall not apply to any health care facilities owned and/or operated by counties, municipalities, 1216

1217 districts, unincorporated areas, other defined persons, or any 1218 combination thereof.

1219 The new construction, renovation or expansion of or (11)1220 addition to any health care facility defined in subparagraph (ii) 1221 (psychiatric hospital), subparagraph (iv) (skilled nursing 1222 facility), subparagraph (vi) (intermediate care facility), 1223 subparagraph (viii) (intermediate care facility for the mentally 1224 retarded) and subparagraph (x) (psychiatric residential treatment 1225 facility) of Section 41-7-173(h) which is owned by the State of 1226 Mississippi and under the direction and control of the State 1227 Department of Mental Health, and the addition of new beds or the 1228 conversion of beds from one category to another in any such 1229 defined health care facility which is owned by the State of 1230 Mississippi and under the direction and control of the State 1231 Department of Mental Health, shall not require the issuance of a 1232 certificate of need under Section 41-7-171 et seq., 1233 notwithstanding any provision in Section 41-7-171 et seq. to the 1234 contrary.

(12) The new construction, renovation or expansion of or addition to any veterans homes or domiciliaries for eligible veterans of the State of Mississippi as authorized under Section 35-1-19 shall not require the issuance of a certificate of need, notwithstanding any provision in Section 41-7-171 et seq. to the contrary.

1241 (13)The repair or the rebuilding of an existing, operating 1242 health care facility that sustained significant damage from a natural disaster that occurred after April 15, 2014, in an area 1243 1244 that is proclaimed a disaster area or subject to a state of 1245 emergency by the Governor or by the President of the United States 1246 shall be exempt from all of the requirements of the Mississippi 1247 Certificate of Need Law (Section 41-7-171 et seq.) and any and all 1248 rules and regulations promulgated under that law, subject to the 1249 following conditions:

(a) The repair or the rebuilding of any such damaged health care facility must be within one (1) mile of the pre-disaster location of the campus of the damaged health care facility, except that any temporary post-disaster health care facility operating location may be within five (5) miles of the pre-disaster location of the damaged health care facility;

1256 (b) The repair or the rebuilding of the damaged health 1257 care facility (i) does not increase or change the complement of 1258 its bed capacity that it had before the Governor's or the 1259 President's proclamation, (ii) does not increase or change its 1260 levels and types of health care services that it provided before 1261 the Governor's or the President's proclamation, and (iii) does not 1262 rebuild in a different county; however, this paragraph does not 1263 restrict or prevent a health care facility from decreasing its bed 1264 capacity that it had before the Governor's or the President's proclamation, or from decreasing the levels of or decreasing or 1265

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1266 eliminating the types of health care services that it provided 1267 before the Governor's or the President's proclamation, when the 1268 damaged health care facility is repaired or rebuilt;

(c) The exemption from Certificate of Need Law provided under this subsection (13) is valid for only five (5) years from the date of the Governor's or the President's proclamation. If actual construction has not begun within that five-year period, the exemption provided under this subsection is inapplicable; and

(d) The Division of Health Facilities Licensure and Certification of the State Department of Health shall provide the same oversight for the repair or the rebuilding of the damaged health care facility that it provides to all health care facility construction projects in the state.

For the purposes of this subsection (13), "significant damage" to a health care facility means damage to the health care facility requiring an expenditure of at least One Million Dollars (\$1,000,000.00).

1283 The State Department of Health shall issue a (14)1284 certificate of need to any hospital which is currently licensed 1285 for two hundred fifty (250) or more acute care beds and is located 1286 in any general hospital service area not having a comprehensive 1287 cancer center, for the establishment and equipping of such a center which provides facilities and services for outpatient 1288 1289 radiation oncology therapy, outpatient medical oncology therapy, 1290 and appropriate support services including the provision of

1291 radiation therapy services. The provisions of Section 41-7-193(1) 1292 regarding substantial compliance with the projection of need as 1293 reported in the current State Health Plan are waived for the 1294 purpose of this subsection.

(15) The State Department of Health may authorize the transfer of hospital beds, not to exceed sixty (60) beds, from the North Panola Community Hospital to the South Panola Community Hospital. The authorization for the transfer of those beds shall be exempt from the certificate of need review process.

1300 (16)The State Department of Health shall issue any 1301 certificates of need necessary for Mississippi State University and a public or private health care provider to jointly acquire 1302 1303 and operate a linear accelerator and a magnetic resonance imaging Those certificates of need shall cover all capital 1304 unit. 1305 expenditures related to the project between Mississippi State 1306 University and the health care provider, including, but not 1307 limited to, the acquisition of the linear accelerator, the magnetic resonance imaging unit and other radiological modalities; 1308 1309 the offering of linear accelerator and magnetic resonance imaging 1310 services; and the cost of construction of facilities in which to 1311 locate these services. The linear accelerator and the magnetic 1312 resonance imaging unit shall be (a) located in the City of Starkville, Oktibbeha County, Mississippi; (b) operated jointly by 1313 Mississippi State University and the public or private health care 1314 1315 provider selected by Mississippi State University through a

request for proposals (RFP) process in which Mississippi State 1316 1317 University selects, and the Board of Trustees of State Institutions of Higher Learning approves, the health care provider 1318 1319 that makes the best overall proposal; (c) available to Mississippi 1320 State University for research purposes two-thirds (2/3) of the 1321 time that the linear accelerator and magnetic resonance imaging unit are operational; and (d) available to the public or private 1322 1323 health care provider selected by Mississippi State University and 1324 approved by the Board of Trustees of State Institutions of Higher 1325 Learning one-third (1/3) of the time for clinical, diagnostic and 1326 treatment purposes. For purposes of this subsection, the provisions of Section 41-7-193(1) requiring substantial compliance 1327 1328 with the projection of need as reported in the current State Health Plan are waived. 1329

1330 (17)The State Department of Health shall issue a 1331 certificate of need for the construction of an acute care hospital 1332 in Kemper County, not to exceed twenty-five (25) beds, which shall be named the "John C. Stennis Memorial Hospital." In issuing the 1333 1334 certificate of need under this subsection, the department shall 1335 give priority to a hospital located in Lauderdale County that has 1336 two hundred fifteen (215) beds. For purposes of this subsection, 1337 the provisions of Section 41-7-193(1) requiring substantial 1338 compliance with the projection of need as reported in the current 1339 State Health Plan and the provisions of Section 41-7-197 requiring a formal certificate of need hearing process are waived. 1340 There

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1341 shall be no prohibition or restrictions on participation in the 1342 Medicaid program (Section 43-13-101 et seq.) for the person or 1343 entity receiving the certificate of need authorized under this 1344 subsection or for the beds constructed under the authority of that 1345 certificate of need.

1346 (18)The planning, design, construction, renovation, addition, furnishing and equipping of a clinical research unit at 1347 1348 any health care facility defined in Section 41-7-173(h) that is 1349 under the direction and control of the University of Mississippi Medical Center and located in Jackson, Mississippi, and the 1350 addition of new beds or the conversion of beds from one (1) 1351 category to another in any such clinical research unit, shall not 1352 1353 require the issuance of a certificate of need under Section 1354 41-7-171 et seq., notwithstanding any provision in Section 1355 41-7-171 et seq. to the contrary.

1356 (19) [Repealed]

(20) Nothing in this section or in any other provision of Section 41-7-171 et seq. shall prevent any nursing facility from designating an appropriate number of existing beds in the facility as beds for providing care exclusively to patients with Alzheimer's disease.

1362 (21) Nothing in this section or any other provision of
1363 Section 41-7-171 et seq. shall prevent any health care facility
1364 from the new construction, renovation, conversion or expansion of

1365 <u>new beds in the facility designated as intensive care units</u>,

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- 1366 <u>negative pressure rooms</u>, or isolation rooms pursuant to the
- 1367 provisions of Senate Bill Number 3055, 2020 Regular Session. For
- 1368 purposes of this subsection, the provisions of Section 41-7-193(1)
- 1369 requiring substantial compliance with the projection of need as
- 1370 reported in the current State Health Plan and the provisions of
- 1371 <u>Section 41-7-197 requiring a formal certificate of need hearing</u>
- 1372 process are waived.
- 1373 **SECTION** <u>10</u>. This act shall take effect and be in force from
- 1374 and after its passage.