March 14, 2002 – Introduced by Representative Krusick. Referred to Committee on Aging and Long–Term Care.

AN ACT to renumber 49.498 (7) (a); to amend 49.498 (6) (a) and 49.498 (7) (b) (intro.); and to create 46.27 (11) (c) 9., 46.275 (5) (b) 8., 46.277 (5) (g), 49.498 (7) (ag), 49.498 (7) (am) 6. and 49.498 (7) (am) 7. of the statutes; relating to: admission, denial of admission, provision of services, transfer, and discharge for individuals by nursing facilities and community-board residential facilities that are providers of medical assistance.

Analysis by the Legislative Reference Bureau

Under current law, nursing homes that are certified to provide care that is reimbursed by medical assistance must meet numerous requirements and are prohibited from taking certain actions with respect to admissions. Nursing homes also must have identical policies and practices for transfer, discharge, and service provision for all nursing home residents, regardless of payment.

This bill requires medical assistance—certified nursing homes to establish and maintain identical policies and practices for admission of all persons regardless of source of payment. The bill prohibits these nursing homes from considering the available source of payment when deciding to admit or expedite the admission of a person who is or will be entitled to medical assistance. Further, the bill requires that these nursing homes provide notice, in writing, to an applicant or to his or her guardian or agent within five days of deciding to admit or deny or delay the admission of the applicant. If the applicant is denied or his or her admission is

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delayed, the notice must include a statement of the reason for the denial or delay. Lastly, the bill clarifies that a nursing home must establish identical policies and practices concerning transfer, discharge, and provision of services for all persons regardless of the source of their payment.

Under current law, medical assistance (MA) may be used to reimburse community—based residential facilities (C–BRFs) for services provided to a resident of the facility under the long—term support community options program, under the community integration program for persons relocated from the state centers for the developmentally disabled, and under the community integration program for persons relocated from institutions other than the state centers for the developmentally disabled or who meet MA—reimbursable standards of care. Numerous requirements apply to C–BRFs that receive the MA reimbursement.

The bill prohibits a county, private nonprofit agency, or aging unit from using MA funds under the community options program or either community integration program to provide services in a C–BRF unless the C–BRF establishes and maintains identical policies and practices for admission, transfer, discharge, and service provision for all individuals regardless of source of payment; refrains from considering an applicant's available source of payment when deciding to admit the applicant or expedite his or her admission; and provides to an applicant, in writing, notice of a decision by the C–BRF to admit, deny, or delay the applicant's admission, within five days of the decision.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 46.27 (11) (c) 9. of the statutes is created to read:

46.27 **(11)** (c) 9. No county, private nonprofit agency, or aging unit may use funds received under this subsection to provide services in a community–based residential facility unless the community–based residential facility does all of the following:

a. Establishes and maintains identical policies and practices regarding admission, transfer, discharge, and service provision for all individuals regardless of source of payment.

- b. Refrains from considering an applicant's available source of payment when deciding to admit or expedite the admission of an applicant who is or will be entitled to medical assistance for services of a community–based residential facility.
- c. Provides to an applicant or his or her guardian or agent, in writing, within 5 days of a decision by the community–based residential facility to admit, deny, or delay the admission of the applicant, notice of the decision. If the community–based residential facility has decided to deny or delay admission of the applicant, the notice shall include a statement of the reason for the denial or delay.
 - **Section 2.** 46.275 (5) (b) 8. of the statutes is created to read:
- 46.275 **(5)** (b) 8. Provide services in a community–based residential facility unless the community–based residential facility does all of the following:
- a. Establishes and maintains identical policies and practices regarding admission, transfer, discharge, and service provision for all individuals regardless of source of payment.
- b. Refrains from considering an applicant's available source of payment when deciding to admit or expedite the admission of an applicant who is or will be entitled to medical assistance for services of a community–based residential facility.
- c. Provides to an applicant or his or her guardian or agent, in writing, within 5 days of a decision by the community–based residential facility to admit, deny, or delay the admission of the applicant, notice of the decision. If the community–based residential facility has decided to deny or delay admission of the applicant, the notice shall include a statement of the reason for the denial or delay.
 - **SECTION 3.** 46.277 (5) (g) of the statutes is created to read:

46.277 (5) (g) No county or private nonprofit agency may use funds received
under this subsection to provide services in a community–based residential facility
unless the community-based residential facility does all of the following:

- 1. Establishes and maintains identical policies and practices regarding admission, transfer, discharge, and service provision for all individuals regardless of source of payment.
- 2. Refrains from considering an applicant's available source of payment when deciding to admit or expedite the admission of an applicant who is or will be entitled to medical assistance for services of a community–based residential facility.
- 3. Provides to an applicant or his or her guardian or agent, in writing, within 5 days of a decision by the community–based residential facility to admit, deny, or delay the admission of the applicant, notice of the decision. If the community–based residential facility has decided to deny or delay admission of the applicant, the notice shall include a statement of the reason for the denial or delay.
 - **SECTION 4.** 49.498 (6) (a) of the statutes is amended to read:
- 49.498 **(6)** (a) A nursing facility shall establish and maintain identical policies and practices regarding transfer, discharge and the provision of services required under the approved state medicaid plan for all individuals regardless of <u>source of</u> payment.
 - **SECTION 5.** 49.498 (7) (a) of the statutes is renumbered 49.498(7)(am).
 - **Section 6.** 49.498 (7) (ag) of the statutes is created to read:
- 49.498 (7) (ag) A nursing facility shall establish and maintain identical policies and practices regarding admission for all individuals regardless of source of payment.
 - **SECTION 7.** 49.498 (7) (am) 6. of the statutes is created to read:

49.498 (7) (am) 6. A nursing facility may not consider an applicant's available
source of payment when making a decision to admit or expedite the admission of an
$individual\ who\ is\ or\ will\ be\ entitled\ to\ medical\ assistance\ for\ nursing\ facility\ services.$
SECTION 8. 49.498 (7) (am) 7. of the statutes is created to read:
49.498 (7) (am) 7. A nursing facility that decides to admit or deny or delay the
admission of an applicant shall provide, in writing, notice of the decision to the
applicant or his or her guardian or agent within 5 days of the decision. If the nursing
facility has decided to deny or delay admission of the applicant, the notice shall
include a statement of the reason for the denial or delay.
Section 9. 49.498 (7) (b) (intro.) of the statutes is amended to read:
49.498 (7) (b) (intro.) Paragraph (a) (am) may not be construed to do any of the
following:

(END)