26:2H-79 to 26:2H-8/

#### LEGISLATIVE HISTORY CHECKLIST

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(Hospices--licensure)

NJSA:

26:2H-79 to 26:2H-81

LAWS OF:

1997

CHAPTER:

78

BILL NO:

A2259

SPONSOR(S):

Kelly and others

DATE INTRODUCED:

July 18, 1996

COMMITTEE:

ASSEMBLY:

Health

SENATE:

Health

AMENDED DURING PASSAGE:

Yes

Amendments during passeage denoted by superscript numbers

First reprint enacted

ASSEMBLY:

December 12, 1996

SENATE:

March 10, 1997

DATE OF APPROVAL:

DATE OF PASSAGE:

April 24, 1997

FOLLOWING STATEMENTS ARE ATTACHED IF AVAILABLE:

SPONSOR STATEMENT:

Yes

COMMITTEE STATEMENT:

ASSEMBLY:

Yes

SENATE:

Yes

FISCAL NOTE:

Yes

VETO MESSAGE:

No

MESSAGE ON SIGNING:

No

FOLLOWING WERE PRINTED:

REPORTS:

No

**HEARINGS:** 

KBP:pp

## [First Reprint]

## ASSEMBLY, No. 2259

## STATE OF NEW JERSEY

#### INTRODUCED JULY 18, 1996

By Assemblymen KELLY, O'TOOLE, Assemblywoman Bark, Assemblymen Doria, T. Smith, Assemblywoman J. Smith, Assemblymen Azzolina, Kavanaugh, Blee, LeFevre, Assemblywomen Farragher, Heck, Assemblyman Cottrell, Assemblywoman Allen, Assemblymen Bucco, Caraballo, DeSopo, Gibson, Wolfe, Assemblywomen Wright, Quigley, Weinberg, Assemblymen Lance, Greenwald, Senators Sinagra, Singer, Bryant, Bassano, Bennett, Codey and Cafiero

1 AN ACT concerning the licensure of hospices <sup>1</sup> [, amending P.L.1992, c.160] <sup>1</sup> and supplementing Title 26 of the Revised Statutes.

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**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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- 1. <sup>1</sup>[(New section)]<sup>1</sup> As used in this act, "hospice care program" means a coordinated program of home, outpatient, and inpatient care and services that is operated by a <sup>1</sup>[person or]<sup>1</sup> public agency <sup>1</sup>or private organization, or subsidivision of either of these entities, <sup>1</sup> and that provides care and services to hospice patients and to hospice patients' families, through a medically directed interdisciplinary team, under interdisciplinary plans of care in order to meet the physical,
- psychological, social, spiritual, and other special needs that are experienced during the final stages of illness, dying, and bereavement.
- 16 A hospice care program shall provide the following care and services:
- 17 a. Nursing care by or under the supervision of a registered 18 professional nurse;
  - b. Physical, occupational, or speech or language therapy;
- 20 c. Medical social services by a <sup>1</sup>certified or <sup>1</sup> licensed social worker 21 under the direction of a physician;
- d. Services of a certified home health aide;
- e. Medical supplies, including drugs and biologicals, and the use of medical appliances related to terminal diagnosis;

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

 $Matter\ underlined\ \underline{thus}\ is\ new\ matter.$ 

Matter enclosed in superscript numerals has been adopted as follows:

<sup>&</sup>lt;sup>1</sup> Assembly AHL committee amendments adopted November 7, 1996.

- f. Physician's services;
- g. Short-term inpatient care, including both palliative and respite
   care and procedures;
- 4 h. Spiritual and other counseling for hospice patients and hospice 5 patients' families;
- i. Services of volunteers under the direction of the provider of the
   hospice care program; and
  - j. Bereavement services for hospice patients' families.

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- 2. <sup>1</sup>[(New section)]<sup>1</sup> a. A hospice care program shall not operate in this State unless it possesses a valid license issued by the Department of Health <sup>1</sup> and Senior Services <sup>1</sup> pursuant to this act.
- 13 No public agency or private organization shall assume, represent 14 itself as or use the word "hospice" or any modification or derivative 15 thereof, unless the agency or organization is licensed pursuant to this 16 act. 1
  - b. Application for a license for a hospice care program shall be made upon forms prescribed by the department. The department shall charge such nonrefundable fees for the filing of an application for a license and any renewal thereof, as it shall from time to time fix in regulations, except the amount of this fee shall not exceed \$2,000. The application shall contain the name of the hospice care program and such other information as the department may require.
  - c. <sup>1</sup> The department shall issue a license to a hospice care program, subject to the provisions of subsection d. of this section, upon its finding that the personnel, including principals and management, finances, rules and bylaws, and standards of hospice care are fit and adequate and there is reasonable assurance the hospice care program will be operated in the manner required by this act and rules and regulations adopted by the department.
- d.] The department shall '[not] only' issue a license to a hospice care program '[unless the program] that' provides written documentation that it is '[currently]' certified for participation in the federal Medicare program established pursuant to the federal Social Security Act, Pub. L. 89-97 (42 U.S.C. §1395 et seq.).
  - <sup>1</sup> [e.] <u>d.</u><sup>1</sup> A nursing home licensed pursuant to the "Health Care Facilities Planning Act," P.L.1971, c.136 (C.26:2H-1 et seq.) that does not hold itself out to be a hospice, does not hold itself out as providing a hospice care program, does not use the term hospice to describe or refer to its activities or facilities, and does not provide all of the services enumerated in section 1 of this act is not subject to the licensing provisions of this act.
- <sup>1</sup>e. A hospice care program licensed pursuant to this act shall not 44 be subject to the certificate of need requirements of P.L.1971, c.136 45 (C.26:2H-1 et seq.).<sup>1</sup>

1 3. <sup>1</sup> [Section 19 of P.L.1992, c.160 (C.26:2H-7a) is amended to 2 read as follows: 3 19. Notwithstanding the provisions of section 7 of P.L.1971, c.136 4 (C.26:2H-7) to the contrary, the following are exempt from the 5 certificate of need requirement: Community-based primary care centers; 6 7 Outpatient drug and alcohol services; 8 Ambulance and invalid coach services; 9 Mental health services which are non-bed related outpatient 10 services; 11 Changes in residential health care facility services; 12 Mandatory renovations to existing facilities; 13 Mandatory replacement of fixed or moveable equipment; 14 Transfer of ownership interest except in the case of an acute care 15 hospital, or a long-term care facility in which the owner does not satisfy the Department of Health's review of the owner's prior 16 17 operating experience as well as any requirements established by the federal government pursuant to Titles XVIII and XIX of the Social 18 19 Security Act; 20 Change of site for approved certificate of need within the same 21 county; 22 Relocation or replacement of a health care facility within the same 23 county, except for an acute care hospital; 24 Continuing care retirement communities authorized pursuant to 25 P.L.1986, c.103 (C.52:27D-330 et seq.); 26 Acquisition by a hospital of a magnetic resonance imager that is 27 already in operation in the State by another health care provider or 28 29 Adult day health care facilities; 30 Pediatric day health care facilities; [and] 31 Chronic renal dialysis facilities ; and 32 Hospice care programs licensed pursuant to section 2 of P.L. 33 c. (C. )(pending before the Legislature as this bill). 34 (cf: P.L.1992, c.160, s.19)] 35 The Commissioner of Health and Senior Services shall adopt rules and regulations pursuant to the "Administrative Procedure Act," 36 P.L.1968, c.410 (C.52:14B-1 et seq.) necessary to carry out the 37 provisions of this act.<sup>1</sup> 38 39

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4. This act shall take effect on the 180th day after the date of 41 enactment.

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Establishes a licensing program for hospice care programs. 46

1 operating experience as well as any requirements established by the 2 federal government pursuant to Titles XVIII and XIX of the Social 3 Security Act; 4 Change of site for approved certificate of need within the same 5 county; Relocation or replacement of a health care facility within the same 6 7 county, except for an acute care hospital; 8 Continuing care retirement communities authorized pursuant to 9 P.L.1986, c.103 (C.52:27D-330 et seq.); 10 Acquisition by a hospital of a magnetic resonance imager that is 11 already in operation in the State by another health care provider or 12 entity; 13 Adult day health care facilities; 14 Pediatric day health care facilities; [and] 15 Chronic renal dialysis facilities : and 16 Hospice care programs licensed pursuant to section 2 of P.L. c. (C. )(pending before the Legislature as this bill). 17 18 (cf: P.L.1992, c.160, s.19) 19 20 4. This act shall take effect on the 180th day after the date of 21 enactment. 22 23 24 **STATEMENT** 25 26 This bill establishes a licensing program in the Department of 27 Health for hospice care programs. Only those hospice care programs 28 which are certified as meeting conditions for Medicare participation 29 will qualify for licensure under the bill. 30 A "hospice care program" is defined as a coordinated program of 31 home, outpatient and inpatient care and services that provides care and 32 services to meet the physical, psychological, social, spiritual, and other special needs that are experienced during the final stages of illness, 33 34 dying, and bereavement. A hospice care program will be required to 35 provide the following care and services: nursing care; physical, occupational, or speech or language therapy; medical social services; 36 37 home health aide services; medical supplies and the use of medical appliances; physician's services; short-term inpatient care; counseling 38 39 services; services of volunteers; and bereavement services. 40 Pursuant to the bill, a hospice care program will not be permitted 41 to operate without a valid license from the Department of Health. 42 In addition, the bill specifically exempts hospice care programs from 43 the certificate of need requirement.

### ASSEMBLY HEALTH COMMITTEE

### STATEMENT TO

### ASSEMBLY, No. 2259

with committee amendments

## STATE OF NEW JERSEY

DATED: NOVEMBER 7, 1996

The Assembly Health Committee reports favorably and with committee amendments Assembly Bill No. 2259.

As amended by the committee, this bill establishes a licensing program in the Department of Health and Senior Services for hospice care programs. Only those hospice care programs which are certified as meeting conditions for Medicare participation will qualify for licensure under the bill.

A "hospice care program" is defined as a coordinated program of home, outpatient and inpatient care and services that provides care and services to meet the physical, psychological, social, spiritual, and other special needs that are experienced during the final stages of illness, dying, and bereavement. A hospice care program will be required to provide the following care and services: nursing care; physical, occupational, or speech or language therapy; medical social services; home health aide services; medical supplies and the use of medical appliances; physician's services; short-term inpatient care; counseling services; services of volunteers; and bereavement services.

Pursuant to the bill, a hospice care program will not be permitted to operate without a valid license from the Department of Health and Senior Services.

In addition, the bill specifically exempts hospice care programs from the certificate of need requirement.

The committee amendments provide that:

- a hospice care program may be operated by a public agency or private organization, or subdivision of either, which is consistent with federal Medicare law governing hospices;
- the medical social services offered by the hospice may be provided by a certified or licensed social worker;
- no public agency or private organization shall assume, represent itself as or use the word "hospice" or any modification or derivative thereof, unless the agency or organization is licensed pursuant to this bill; and
- the Commissioner of Health and Senior Services shall adopt rules and regulations to carry out the provisions of this bill.

#### SENATE HEALTH COMMITTEE

#### STATEMENT TO

# [First Reprint] ASSEMBLY, No. 2259

# STATE OF NEW JERSEY

DATED: JANUARY 23, 1997

The Senate Health Committee reports favorably Assembly Bill No. 2259 (1R).

This bill establishes a licensing program in the Department of Health and Senior Services for hospice care programs. Only those hospice care programs which are certified as meeting conditions for Medicare participation will qualify for licensure under the bill.

A "hospice care program" is defined as a coordinated program of home, outpatient and inpatient care and services that provides care and services to meet the physical, psychological, social, spiritual, and other special needs that are experienced during the final stages of illness, dying, and bereavement. A hospice care program will be required to provide the following care and services: nursing care; physical, occupational, or speech or language therapy; medical social services; home health aide services; medical supplies and the use of medical appliances; physician's services; short-term inpatient care; counseling services; services of volunteers; and bereavement services.

Pursuant to the bill, a hospice care program will not be permitted to operate without a valid license from the Department of Health and Senior Services. Also, an agency or organization will not be permitted to assume, represent itself as or use the word "hospice" or any modification or derivative thereof, unless the agency or organization is licensed by the department.

In addition, the bill provides that hospice care programs licensed under the bill are not subject to the State's certificate of need requirement for health care facilities.

This bill is identical to Senate Bill No. 1620 (Sinagra), which the committee also reported favorably on this date.

## LEGISLATIVE FISCAL ESTIMATE TO

# [First Reprint] **ASSEMBLY, No. 2259**

## STATE OF NEW JERSEY

DATED: DECEMBER 10, 1996

Assembly Bill No. 2259 (1R) of 1996 establishes a licensing program in the Department of Health and Senior Services for hospice care programs. Only those hospice care programs which are certified for participation in the federal Medicare program would qualify for licensure and only those hospice care programs that have a license issued by the department would be permitted to operate in the State. The bill defines a "hospice care program" as a coordinated program of home, outpatient and inpatient care and services operated by a public agency, private organization, or subdivision of either of these entities, that provides care and services to meet the physical, psychological, social, spiritual and other special needs that are experienced during the final stages of illness, dying and bereavement. The care and services a hospice care program would be required to provide are also delineated in the bill. The bill further allows the department to charge a nonrefundable fee for the filing of an application for a license for a hospice care program, as fixed by regulations and not exceeding

The Department of Health and Senior Services and the Office of Management and Budget have not provided any fiscal information on the legislation.

The Office of Legislative Services estimates that this bill will have little fiscal impact. There are currently 44 Medicare-certified hospices in New Jersey that would be eligible to apply to the department for licensure. As the department may charge a filing fee to each applicant of up to \$2,000, these fees should be adequate to cover the costs of the application process with no additional cost to the State. However, the total cost of implementing this bill cannot be determined at this time as it is dependent on the department's degree of participation in the licensure process with regard to investigations and inspections, beyond that required by federal Medicare standards, prior to issuance of a license and periodically thereafter.

This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L.1980, c.67.

As reported by the committee, this bill is identical to Senate Bill No. 1620 (Sinagra), which is currently pending in the Senate Health Committee.