# HOUSE . . . . . . . . . . . . . . No. 1028

## The Commonwealth of Massachusetts

PRESENTED BY:

Kate Hogan

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the passage of the accompanying bill:

An Act relative to a certificate of need for home health agencies.

#### PETITION OF:

| NAME:              | DISTRICT/ADDRESS:            |
|--------------------|------------------------------|
| Kate Hogan         | 3rd Middlesex                |
| Mary S. Keefe      | 15th Worcester               |
| Louis L. Kafka     | 8th Norfolk                  |
| William C. Galvin  | 6th Norfolk                  |
| Patricia D. Jehlen | Second Middlesex             |
| James M. Murphy    | 4th Norfolk                  |
| John V. Fernandes  | 10th Worcester               |
| Michael R. Knapik  | Second Hampden and Hampshire |
| Carolyn C. Dykema  | 8th Middlesex                |
| Thomas P. Kennedy  | Second Plymouth and Bristol  |

## **HOUSE . . . . . . . . . . . . . . . . No. 1028**

By Ms. Hogan of Stow, a petition (accompanied by bill, House, No. 1028) of Kate Hogan and others that applicants to provide home health services submit to a certificate of need review established by the Department of Public Health . Health Care Financing.

### The Commonwealth of Massachusetts

In the Year Two Thousand Thirteen

An Act relative to a certificate of need for home health agencies.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

| 1  | SECTION 1.  |
|----|---|
| 2  |   |
| 3  | ☐ The General Laws are hereby amended by inserting after chapter 111, Section 25D, the              |
| 4  | following section:  |
| 5  | □- Section 25E  |
| 6  |   |
| 7  | □ In order to be eligible to bill MassHealth for certified home health services pursuant to Section |
| 8  | 1891 of the Social Security Act, 42 U.S.C.A. § 1395bbb, any new applicant seeking to provide        |
| 9  | home health services must submit to a Certificate of Need (CON) review established by the           |
| 10 | Massachusetts Department of Public Health and assessed by an independent board appointed by         |
| 11 | the Governor, General Court, the Secretary of Health and Human Services, the Center for Health      |
| 12 | Information and Analysis, and the Home Care Alliance of Massachusetts.                              |
| 13 |   |
| 14 | ☐ To obtain a CON, an application must be filed with said independent board in which the            |
| 15 | applicant demonstrates the need for or prove the cost efficiency of a new agency. The applicant     |
| 16 | must present to the department and board both evidence of unmet need and how the proposed           |
| 17 | agency would fit into the comprehensive health care delivery system of the service area. This       |
| 18 | application requirement shall not apply to home health agencies providing Medicare-certified        |
| 19 | services and/or that are certified by the Centers for Medicare and Medicaid Services as of July 1,  |
| 20 | 2014.   |
| 21 |   |
| 22 | □ Any applicant shall also specify the following:   |

| 23 |  |
|----|--|
| 24 | $\Box$ a) service area, including municipality and county names.   |
| 25 |  |
| 26 | □b) an ongoing quality assurance program that includes compliance with all applicable federal            |
| 27 | and state quality of care standards, and provide a copy of its program protocols when it requests        |
| 28 | first-time approval.   |
| 29 |  |
| 30 | $\Box$ c) written assurance that its costs are not excessive in relation to those of other agencies that |
| 31 | operate in the same and nearby service areas.  |
| 32 |  |
| 33 | $\Box$ d) documentation that it can comply with the capital reserve and other solvency requirements      |
| 34 | specified by the Centers for Medicare and Medicaid Services (CMS) for a Medicare-certified               |
| 35 | home health agency pursuant to Section 1891 of the Social Security Act, 42 U.S.C.A. § 1395bbb.           |
| 36 |  |
| 37 | □e) other requirements as determined by the Board.   |
| 38 |  |
| 39 | □SECTION 2.  |
| 40 |  |
| 41 | ☐ An appropriate fee structure shall be determined by the department and the Board.                      |
| 42 |  |
| 43 | □ SECTION 3.   |
| 44 |  |
| 45 | ☐ This bill shall take effect one year after its enactment.  |
| 46 |  |
|    |  |