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## The Commonwealth of Massachusetts

#### PRESENTED BY:

### Liz Miranda

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 adoption of the accompanying bill:

An Act to address the overuse of temporary nursing service agencies at Massachusetts skilled nursing facilities.

#### PETITION OF:

NAME:	DISTRICT/ADDRESS:	
Liz Miranda	Second Suffolk	
Joanne M. Comerford	Hampshire, Franklin and Worcester	2/8/2023
Jack Patrick Lewis	7th Middlesex	2/8/2023
James K. Hawkins	2nd Bristol	2/8/2023
Vanna Howard	17th Middlesex	2/8/2023
James B. Eldridge	Middlesex and Worcester	2/21/2023
Michael D. Brady	Second Plymouth and Norfolk	2/21/2023

# SENATE DOCKET, NO. 1042 FILED ON: 1/18/2023 SENATE No. 780

By Ms. Miranda, a petition (accompanied by bill, Senate, No. 780) of Liz Miranda, Joanne M. Comerford, Jack Patrick Lewis, James K. Hawkins and other members of the General Court for legislation to address the overuse of temporary nursing service agencies at Massachusetts skilled nursing facilities. Health Care Financing.

# The Commonwealth of Massachusetts

In the One Hundred and Ninety-Third General Court (2023-2024)

An Act to address the overuse of temporary nursing service agencies at Massachusetts skilled nursing facilities.

*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. (a) Notwithstanding any special or general law to the contrary, the

2 department of public health is directed to amend the state regulations governing the reporting by

3 and rates paid by health-care providers to temporary nursing agencies registered with the

4 department (101 CMR 345).

(b) Such amendment shall include reductions in the maximum prices set forth in 101
CMR 345.03(2) that an agency may charge for registered nurse, licensed practical nurse, or
certified nurse aide services provided to a skilled nursing facility. In setting such reduced
maximum rates, the department shall establish hourly rate caps through a process that establishes
and considers a weighted average wage for regular skilled nursing facility employees, plus a
factor to incorporate payroll taxes, for each applicable employee classification, shift, and region.
The department shall establish such weighted average service rates annually utilizing

information provided by facilities. In no case shall the established maximum prices of temporary
nursing agencies be permitted to exceed one hundred and fifty percent of the established average
wages for regular employees at each applicable classification.

(c) Such amendment shall require reporting any individual or business entity with an ownership interest of 5 percent or more of a temporary nursing agency is also the holder of an operating license issued to establish or maintain a Massachusetts skilled nursing facility. Further, a temporary nursing agency so owned by any such individual or entity shall be prohibited from procuring or providing temporary employment at a skilled nursing facility so owned by the same individual or entity.

21 (d) The process for establishing the amendments as outlined in the subsections above 22 shall also include an examination and analysis of the Temporary Nursing Service Cost Report 23 and Reporting Requirements established in 101 CMR 345.05. As it so determines in such 24 analysis, the department may amend the Reporting Requirements regulatory provision to 25 strengthen the transparency of, increase the mandated disclosures required in or to otherwise 26 strengthen the state accountability standards now included in the mandated Temporary Nursing 27 Service Cost Report. Such analysis shall include and such amendments to the regulatory 28 reporting requirements may include improved standards for temporary nursing agency reporting 29 on compensation, benefits and worker supports for temporary nursing agency workers; licensing, 30 training, and continuing education requirements for assigned workers; reporting on the 31 operations, cost trends and financial performance of temporary nursing agencies; processes 32 utilized to assure prompt arrival of assigned workers; procedures for reporting on, the 33 investigation of and the resolution of complaints about the performance of temporary nursing 34 agency workers; and procedures for the notice of and for resolving actual or suspected abuse,

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theft, tampering or other diversion of controlled substances by temporary nursing agency staff
 workers. Such amendments may also include the establishment of or increases to corresponding
 registration and reporting fees.

(e) The process for determining maximum rates as outlined in subsection (b) above shall
also include an examination and analysis of Travel Nurse Factor established in 101 CMR 345(e).
The department may amend the Travel Nurse Factor provision to reduce the established
percentage amount above which an agency's price for travel nurses' services provided to a
nursing facility may exceed the base rate limits established in 101 CMR 345.03.

43 (f) Prior to and during the process of making the regulatory amendments outlined in the
44 subsections above, the department shall consult with the Massachusetts Senior Care Association,
45 Inc. and 1199 SEIU United Healthcare Workers East.

46 (g) The department of public health shall complete the processes above and file for
47 Emergency Adoption of such amended regulations no later than 180 days after passage of this
48 Act.

SECTION 2. (a) Notwithstanding any special or general law to the contrary, the
 executive office of health and human services is directed to amend the state standard payment
 regulations establishing Quality Adjustment Payments (101 CMR 206.06).

(b) Such amendment shall require each nursing facility to report to EOHHS on the
amount and percentage of the facility's federally reported nursing care hours per patient day that
was provided by temporary nursing agency staff.

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55 (c) Such amendment shall include establish a new Quality Adjustment Payment 56 subsection and a Nursing Care Staffing Levels Achievement rate adjustment that implements such new rate adjustment and that is based upon a facility's compliance with the Massachusetts 57 58 hours per resident day standard. For purposes of determining such a rate adjustment, a facility's 59 reported nursing care hours per resident day standard shall be adjusted downward to reduce the 60 facility's credit for reported hours of care provided by temporary nursing agency staff by a 61 percentage to be determined by EOHHS but that shall adjust credited hours downward by least twenty-five percent. 62

63 (d) Prior to and in making the regulatory amendments as outlined in the subsections
64 above, the executive office of health and human services shall consult with the Massachusetts
65 Senior Care Association, Inc. and 1199 SEIU United Healthcare Workers East.

(e) The executive office of health and human services shall complete the process above
and file for Emergency Adoption of such amended regulations no later than 180 days after
passage of this Act.

69 SECTION 3. (a) Notwithstanding any special or general law to the contrary, the 70 department of public health is directed to amend the Massachusetts long term care facility 71 operating regulations provisions relative to Staff Qualifications and Training (105 CMR 72 150.024) and Educational Programs (105 CMR 150.7(I)).

(b) Such amendments shall require that any temporary nursing agency staff that works in a skilled nursing facility is compliant with all applicable requirements and qualifications, as determined by the department, that are required of nursing care staff regularly employed in their position. Such amendments shall require temporary nursing agency staff working for more than

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one hundred hours in a facility participate in any job orientation and other continuing in-service
educational programs appropriate to the care provided in the facility by regularly employed
nursing personnel.

- 80 (c) Prior to and in making the regulatory amendments as outlined in the subsections
  81 above, the executive office of health and human services shall consult with the Massachusetts
  82 Senior Care Association, Inc. and 1199 SEIU United Healthcare Workers East.
- 83 (d) The department of public health shall complete the process above and file for
- 84 Emergency Adoption of such amended regulations no later than 180 days after