A.B. 313

ASSEMBLY BILL NO. 313–ASSEMBLYWOMEN GIUNCHIGLIANI AND KOIVISTO

MARCH 13, 2003

Referred to Committee on Health and Human Services

SUMMARY—Makes various changes concerning certain health care facilities employing nurses. (BDR 40-729)

FISCAL NOTE: Effect on Local Government: Yes. Effect on the State: Yes.

> CONTAINS UNFUNDED MANDATE (§ 17-22) (NOT REQUESTED BY AFFECTED LOCAL GOVERNMENT)

EXPLANATION - Matter in *bolded italics* is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to health care facilities; requiring certain health care facilities employing nurses to establish a staffing plan and to provide adequate staffing; providing certain minimum ratios for nurse staffing; requiring the keeping of certain records concerning statistics relating to patients and staffing; establishing maximum limits on work hours and providing exceptions to those limits; requiring such a health care facility to establish policies pursuant to which direct care nurses may refuse a work assignment; prohibiting such a health care facility from taking certain actions against employees of the facility under certain circumstances; requiring public disclosure of certain information relating to the staffing plan; providing administrative and criminal penalties; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:



1 **Section 1.** Chapter 449 of NRS is hereby amended by adding 2 thereto the provisions set forth as sections 2 to 35, inclusive, of this 3 act.

4 Sec. 2. As used in sections 2 to 35, inclusive, of this act, 5 unless the context otherwise requires, the words and terms defined 6 in sections 3 to 16, inclusive, of this act have the meanings 7 ascribed to them in those sections.

8 Sec. 3. "Acuity system" means an established measurement 9 system or method which:

10 1. Predicts the requirements for nursing care for a patient 11 based on the severity of the illness of the patient, the need for 12 specialized equipment and technology, the intensity of nursing 13 interventions required, and the complexity of clinical nursing 14 judgment needed to design, carry out and evaluate the plan for 15 nursing care for the patient;

16 2. Details the amount of daily nursing care needed, both in 17 the number of nurses and in the skill mix of nursing personnel 18 required, for each patient in a unit;

19 3. Is stated in terms that can be readily used and understood 20 by the direct care nursing staff; and

21 **4.** Takes into consideration the services for patient care 22 provided by health care employees other than licensed nurses.

23 Sec. 4. "Direct care nurse" means a registered nurse who 24 has principal responsibility to oversee or carry out medical 25 regimens or nursing care for one or more patients.

Sec. 5. "Documented staffing plan" means a detailed written 26 27 plan setting forth the minimum number, skill mix and 28 classification of licensed nurses required in each unit in a health 29 care facility for a given year, based on reasonable projections 30 derived from the patient census and average acuity level within 31 each unit during the previous year, if applicable, the size and geography of the unit, the nature of services provided, and any 32 foreseeable changes in the size or function of the unit during the 33 34 current year. Sec. 6. "Health care employee" means an employee at a 35

Sec. 0. Health care employee means an employee at a
 health care facility who provides health care services, including,
 without limitation, a direct care nurse.

38 Sec. 7. "Health care facility" means:

39 **1**. A hospital;

40 2. An independent center for emergency care;

41 3. A psychiatric hospital;

42 4. A rural hospital; and

43 5. A surgical center for ambulatory patients.

44 Sec. 8. "Nurse" means a person licensed pursuant to chapter

45 632 of NRS to practice nursing.



Sec. 9. "Nursing care" means care which falls within the 1 2 practice of nursing or which is otherwise encompassed within recognized professional standards for the practice of nursing, 3 4 including, without limitation, assessment, nursing diagnosis, planning, intervention, evaluation and patient advocacy. 5 Sec. 10. "On duty" means a work status pursuant to which a 6 7 person is required to be available and ready to perform services upon request within, or on behalf of, a health care facility, 8 including any rest periods or breaks during which the ability of 9 the person to leave the health care facility is expressly restricted or 10 restricted because of work-related circumstances that are beyond 11 12 the control of the person. Sec. 11. "Practice of nursing" has the meaning ascribed to it 13 14 in NRS 632.0169. "Registered nurse" has the meaning ascribed to it in 15 Sec. 12. NRS 632.019. 16

17 Sec. 13. "Rest period" means a period in which a person may 18 be required to remain on the premises of a health care facility but

19 is free of all restraint or duty, or responsibility for work or duty.

20 Sec. 14. "Skill mix" means a mix of direct care nurses based 21 on the differences in their licensing, specialty and experience.

22 Sec. 15. "Staffing level" means the actual numerical nurse-23 to-patient ratio by licensed nurse classification within a unit.

24 Sec. 16. "Unit" means a component within a health care 25 facility for providing patient care.

26 Sec. 17. A health care facility shall ensure that it is staffed in 27 accordance with sections 18 to 24, inclusive, of this act, so as to 28 provide sufficient, appropriately qualified nursing staff of each 29 classification in each unit within the health care facility to meet 30 the individualized needs for nursing care of the patients therein.

Sec. 18. 1. As a condition of licensing, a health care facility shall annually submit to the Health Division a documented staffing plan and a written certification that the documented staffing plan is sufficient to provide adequate and appropriate delivery of health care services to patients for the ensuing year. The documented staffing plan must:

(a) Include staffing ratios that meet the minimum
requirements set forth in section 19 of this act;

39 (b) Be adequate to meet all other requirements related to 40 staffing established by specific statute, and any regulations 41 adopted pursuant thereto, that may be applicable;

42 (c) Identify and use an acuity system that has been approved 43 by the Health Division to address fluctuations in actual acuity 44 levels of patients and requirements for nursing care that require



1 increased staffing levels above the minimum staffing ratios set forth in the plan: 2 (d) Factor in other activities in each unit, including, without 3 discharges, 4 limitation, transfers and admissions, and 5 administrative and support tasks, that are expected to be done by direct care nurses in addition to the provision of nursing care; 6 7 (e) Identify the assessment tool used to validate the acuity 8 system relied upon in the plan; 9 (f) Identify the system or method that will be used to document 10 actual staffing within each unit on a daily basis; (g) If applicable, include a written assessment of the accuracy 11 of the plan during the previous year based on the actual staffing 12 13 needs during that year; and 14 (h) Identify each classification of the nursing staff referenced 15 in the plan and include a statement that sets forth the minimum qualifications for each such classification. 16 17 2. A health care facility shall develop its documented staffing plan in consultation with the direct care nursing staff for each 18 19 unit in the health care facility or, if the direct care nursing staff is represented by recognized or certified collective bargaining 20 21 representatives, with the representatives of the direct care nursing 22 staff. As used in this section, "assessment tool" means a 23 3. 24 measurement system pursuant to which the accuracy of an acuity 25 system is reviewed by comparing the staffing level in each unit against actual requirements for patient nursing care. 26 27 Sec. 19. 1. Except as otherwise provided in this section, a 28 documented staffing plan must include the following ratios of the maximum number of patients that may be assigned to a direct care 29 30 nurse in each unit in the health care facility: 31 (a) A ratio of one direct care nurse to one patient in each: 32 (1) Operating room; and 33 (2) Trauma emergency unit. 34 (b) A ratio of one direct care nurse to two patients in each: 35 (1) Critical care unit; (2) Intensive care unit; 36 (3) Labor and delivery unit; and 37 38 (4) Post anesthesia unit. 39 (c) A ratio of one direct care nurse to three patients in each: 40 (1) Antepartum unit; 41 (2) *Emergency room*; 42 (3) Pediatric unit; 43 (4) Intermediate units, also commonly known as "step-44 down units": and (5) Telemetry units. 45

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(d) A ratio of one direct care nurse to four patients in each:

(1) Intermediate care nursery; and

(2) Medical, surgical and acute care psychiatric unit.

4 (e) A ratio of one direct care nurse to five patients in each 5 rehabilitation unit.

(f) A ratio of one direct care nurse to six patients in each:

7 (1) Postpartum unit, including units providing care to not 8 more than three couplets: and 9

(2) Nursery for well babies.

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10 (g) Such other ratios, as determined by the Board, for any units not otherwise identified in this subsection, including, without 11 limitation, psychiatric units in health care facilities other than 12 13 hospitals that provide acute care.

14 2. A nurse, including a nurse administrator or supervisor, 15 who does not have principal responsibility for caring for a patient as would a direct care nurse must not be included in the 16 calculation of any nurse-to-patient ratios established pursuant to 17 subsection 1. 18

3. A health care facility shall adjust its minimum staffing 19 20 ratios as necessary to reflect the need for additional direct care nurses to ensure that each unit within the health care facility is 21 adequately staffed. Such an adjustment must be made in 22 23 accordance with an approved acuity system.

24 4. Notwithstanding any provision of this section to the contrary, the Board may, by regulation, establish higher nurse-to-25 patient ratios than those ratios set forth in this section. 26

27 5. As used in this section, "critical care unit" means a unit in 28 a hospital established to safeguard and protect patients whose severity of medical conditions require continuous monitoring and 29 30 complex nursing intervention.

Sec. 20. The Health Division shall adopt:

32 1. Regulations prescribing the methods by which it will approve an acuity system for use by a health care facility, 33 including, without limitation, a system for class approval of acuity 34 35 systems; and

2. Such other regulations as are necessary to carry out the 36 provisions of sections 2 to 35, inclusive, of this act, including, 37 38 without limitation, regulations concerning the submission of a documented staffing plan by a health care facility. 39

40 Sec. 21. 1. The skill mix reflected in the documented 41 staffing plan of a health care facility must ensure that all the 42 following elements of the nursing process are performed in the 43 planning and delivery of nursing care for each patient:

44 (a) Assessment:

(b) Nursing diagnosis; 45



1 (c) Planning;

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2 (d) Intervention;

3 (e) Evaluation; and

(f) Patient recovery.

5 2. Registered nurses must constitute at least 50 percent of the 6 direct care nurses included in the documented staffing plan of a 7 health care facility.

8 3. The skill mix in a documented staffing plan for a health 9 care facility must not require or assume that any functions 10 relating to nursing care required by chapter 632 of NRS, and any 11 regulations adopted pursuant thereto, or any other recognized 12 standards for the practice of nursing, required to be performed by 13 a licensed nurse are to be performed by unlicensed persons.

14 Sec. 22. 1. As a condition of licensing, a health care facility 15 shall at all times be staffed in accordance with its documented 16 staffing plan, except that nothing in this subsection precludes a 17 health care facility from providing higher direct care nurse-to-18 patient staffing ratios than the ratios otherwise established in its 19 documented staffing plan.

20 2. A health care facility may assign a nurse to a unit or a 21 clinical area, and include the nurse in the count of assigned 22 nursing staff for the purposes of compliance with its minimum 23 required staffing levels, if:

(a) The nurse is appropriately licensed for assignment to that
 unit or clinical area;

(b) The health care facility has provided prior orientation to
the nurse before assigning the nurse to that unit or clinical area;
and

29 (c) The health care facility has verified that the nurse is 30 capable of providing competent nursing care to the patients in that 31 unit or clinical area.

32 Sec. 23. 1. As a condition of licensure, a health care 33 facility shall maintain accurate daily records showing for each 34 unit:

(a) The number of patients admitted, released and present in
 the unit;

37 (b) The individual acuity level of each patient present in the 38 unit; and

(c) The identity and duty hours of each direct care nurse in the
 unit.

41 2. As a condition of licensure, a health care facility shall 42 maintain daily statistics, by unit, of mortality, morbidity, infection, 43 accident, injury and medical errors.

44 3. Records required to be kept pursuant to this section must 45 be:



(a) Maintained for at least 7 years; and

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2 (b) Made available upon request to the Health Division and 3 the public, except that records released to the public must not 4 contain any personal identifying information, other than the 5 acuity level, concerning a person.

6 Sec. 24. 1. Notwithstanding any specific statute to the 7 contrary, and except as otherwise provided in this section, a health 8 care facility shall not mandate or otherwise directly or indirectly 9 require a health care employee to work or to be in on-duty status 10 in excess of:

(a) The scheduled work shift or period of duty;

(b) Twelve hours in a 24-hour period; or

(c) Eighty hours in a 14-consecutive-day period.

Nothing in this subsection is intended to prohibit a health care
employee from voluntarily working overtime in excess of the
limitations established in this subsection.

2. A health care facility may require a health care employee 17 to work mandatory overtime during a declared state of emergency 18 19 in which the health care facility is requested, or otherwise may reasonably be expected, to provide an exceptional level of 20 emergency or other medical services to the community, except that 21 22 the health care facility shall not require a health care employee to 23 work or to be in on-duty status more than the maximum number 24 of hours set forth in subsection 1 unless the health care facility 25 has first made reasonable efforts to fill its immediate staffing needs through alternative efforts, including requesting off-duty 26 27 staff to report to work voluntarily, requesting staff who are on duty 28 to volunteer for overtime hours and recruiting per diem and 29 registry staff to report to work.

30 3. Except as otherwise provided in this section, a health care 31 employee shall not work or be on duty for more than 16 hours in any 24-hour period. If a health care employee works 16 hours in 32 33 any 24-hour period, the health care employee must have at least 8 consecutive hours off duty before being required to return to duty. 34 35 A health care facility shall not require such an employee to work or to be on duty more than 7 consecutive days without at least one 36 consecutive 24-hour period off duty. 37

4. During a declared state of emergency in which a health
care facility is requested, or otherwise may reasonably be expected,
to provide an exceptional level of emergency or other medical
services to the community, the limitation on maximum hours set
forth in subsection 3 may be lifted as follows:

(a) A health care employee may work or remain on duty for
 more than the maximum hours if:



1 (1) The decision to work the additional time is voluntarily 2 made by the health care employee; and

3 (2) The health care employee is given at least one 4 uninterrupted 4-hour rest period before the completion of the first 5 16 hours of duty and an uninterrupted 8-hour rest period at the 6 completion of 24 hours of duty.

7 (b) A health care employee who has been on duty for more 8 than 16 hours in a 24-hour period who informs the health care 9 facility that he needs an immediate rest period must be relieved 10 from duty as soon thereafter as possible, consistent with the safety 11 needs of the patients, and given at least 8 uninterrupted hours off 12 duty before being required to return for duty.

5. Mandatory overtime may be required, and the limitations of maximum overtime may be lifted, only for the duration of the declared state of emergency or for the period that the health care facility is playing a direct role in responding to medical needs of the community resulting from the declared state of emergency, whichever is shorter.

6. Notwithstanding any provision of this section to the 19 20 contrary, a health care facility may enter into collective bargaining agreements negotiated on behalf of the health care 21 employees by a bona fide labor organization that include a work 22 23 shift schedule or overtime program that provides for mandatory 24 hours on duty in excess of the number of hours permitted 25 pursuant to this section provided that adequate measures are 26 included in the agreement to ensure against excessive fatigue of 27 the affected employees.

7. As used in this section:

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(a) "Declared state of emergency" means an officially
designated state of emergency that has been declared by a federal,
state or local government official having authority to declare a
state of emergency, but does not include a state of emergency
which results from a labor dispute in the health care industry.

(b) "Mandate" means a request which, if refused or declined,
 may result in discipline, discharge, loss of promotion or other
 adverse employment consequence.

(c) "Off-duty" means that the person has no restriction placed
on his whereabouts and is free of all restraint or duty on behalf of
the health care facility.

40 Sec. 25. 1. As a condition of licensure, a health care 41 facility shall adopt and disseminate to its direct care nursing staff 42 a written policy that details the circumstances under which a 43 direct care nurse may refuse a work assignment, including a work

44 assignment that involves the continuation of on-duty status.



1 2. The written policy concerning work assignments must, at a 2 minimum, allow a direct care nurse to refuse an assignment:

(a) For which the direct care nurse is not prepared because of 3 lack of education, training or experience to fulfill safely and 4 without compromising or jeopardizing the safety of the patients, 5

the ability of the direct care nurse to meet foreseeable needs of the 6 7 patients and the licensure of the direct care nurse;

8 (b) For which the direct care nurse had volunteered to work as 9 overtime work if he subsequently determines that his level of fatigue or decreased alertness, or both, would compromise or 10 jeopardize the safety of the patients or the licensure of the direct 11 12 care nurse: or

13 (c) Which otherwise violates any provision of sections 2 to 35, 14 inclusive, of this act.

3. The written policy concerning work assignments must 15 16 contain:

(a) Reasonable requirements for prior notice to the supervisor 17 18 of the direct care nurse of the request, including supporting 19 reasons, by the direct care nurse to be relieved of the work assignment; 20

21 (b) Reasonable requirements which provide, where feasible, an 22 opportunity for the supervisor to review a request by the direct 23 care nurse to be relieved of the work assignment, including any 24 specific conditions supporting the request, and based upon that 25 review:

26 (1) Relieve the direct care nurse of the work assignment as 27 requested; or 28

(2) Deny the request; and

29 (c) A process pursuant to which a direct care nurse may 30 exercise his right to refuse a work assignment when the supervisor 31 denies the request of the nurse to be relieved of the work 32 assignment if:

33 (1) The supervisor rejected the request without proposing a remedy or, if a remedy is proposed, the proposed remedy would be 34 35 inadequate or untimely;

(2) The process for filing a complaint with the Health 36 37 Division or any other appropriate regulatory entity, including any investigation that would be required, would be untimely to address 38 39 the concerns of the direct care nurse in refusing a work 40 assignment; and

41 (3) The direct care nurse in good faith believes that the 42 work assignment meets the conditions established in the written 43 policy justifying refusal.

44 Sec. 26. 1. A health care facility shall not penalize, 45 discriminate or retaliate in any manner against any person with



1 respect to compensation, terms, conditions or privileges of 2 employment who, in good faith, individually or in conjunction 3 with another person:

4 (a) Reports a violation or suspected violation of sections 2 to 5 35, inclusive, of this act to a public regulatory agency, a private 6 accreditation body or a management person of the health care 7 facility;

8 (b) Initiates, cooperates or otherwise participates in an 9 investigation or proceeding concerning matters covered by 10 sections 2 to 35, inclusive, of this act, brought by the Health 11 Division, any other appropriate regulatory entity or a private 12 accreditation body;

13 (c) Informs or discusses any violation or suspected violation of 14 sections 2 to 35, inclusive, of this act with any other employee or a 15 representative of such an employee, with any patient or a 16 representative of such a patient, or with the public; or

17 (d) Otherwise avails himself of the rights set forth in sections 2 18 to 35, inclusive, of this act.

19 2. For the purposes of this section, a person is deemed to 20 have acted in good faith if the person reasonably believes that the 21 information reported or disclosed is true and that a violation has 22 occurred or may occur.

23 **Sec. 27.** A health care facility which violates any provision of 24 sections 25 and 26 of this act may be held liable to the health care 25 employee affected by the violation in an action brought in a court of competent jurisdiction for such legal or equitable relief as may 26 27 be appropriate, including, without limitation, reinstatement, 28 promotion, payment of lost wages and benefits, and compensatory 29 and consequential damages resulting from the violation, together with an equal amount in punitive damages. If judgment is 30 31 awarded to the plaintiff, the court shall award to the plaintiff reasonable attorney's fees and costs of action to be paid by the 32 defendants. The right of a health care employee to institute a 33 private action pursuant to this section is not limited by any other 34 rights granted pursuant to sections 2 to 35, inclusive, of this act. 35

36 Sec. 28. 1. A health care facility shall post in a conspicuous 37 place readily accessible to the general public a notice prepared by 38 the Health Division that sets forth in summary form the 39 mandatory provisions of sections 2 to 35, inclusive, of this act. 40 Mandatory and actual staffing levels of nurses in each unit must 41 be posted daily in a conspicuous place that is readily accessible to 42 the general public.

43 2. Upon request, a health care facility shall make available to 44 the public copies of its documented staffing plan filed with the 45 Health Division. The health care facility shall post in each unit



within the health care facility, or otherwise make readily available
 to the nursing staff in that unit, during each work shift:

3 (a) A copy of the current documented staffing plan for that 4 unit;

5 (b) Documentation of the number of direct care nurses 6 required to be present during the work shift based on the approved 7 adopted acuity system; and

8 (c) Documentation of the actual number of direct care nurses 9 present during the work shift.

10 Sec. 29. The Health Division shall ensure the general 11 compliance of a health care facility with sections 18 to 24, 12 inclusive, of this act, relating to documented staffing plans, and 13 adopt such regulations as are necessary or appropriate to carry 14 out the provisions of this section. Such regulations must, without 15 limitation, provide:

16 1. For unannounced, random visits at a health care facility to 17 determine whether the facility is in compliance with sections 18 to 18 24, inclusive, of this act;

19 2. An accessible and confidential system pursuant to which 20 the nursing staff or the general public may report the failure of a 21 health care facility to comply with the requirements of sections 18 22 to 24, inclusive, of this act;

23 3. A systematic means for investigating and correcting 24 violations of sections 18 to 24, inclusive, of this act;

25 4. For public access to information regarding reports of 26 inspections, results, deficiencies and corrections; and

27 5. A process for imposing the penalties for violations of the 28 staffing requirements set forth in sections 18 to 24, inclusive, of 29 this act.

30 Sec. 30. Notwithstanding any provision of sections 2 to 35, 31 inclusive, of this act to the contrary, the Labor Commissioner may 32 take such actions as he determines necessary to ensure that a 33 health care facility is in compliance with sections 2 to 35,

34 inclusive, of this act.

Sec. 31. If the Health Division determines that a health care facility has violated any provision of sections 2 to 35, inclusive, of this act, the Health Division may:

38 1. Suspend or revoke the license of the health care facility 39 pursuant to NRS 449.160.

40 **2.** *Impose an administrative fine:*

41 (a) If the health care facility has violated any requirements 42 relating to staffing set forth in sections 18 to 24, inclusive, of this 43 act, of \$15,000 per day, per violation, for each day that the 44 violation occurs or continues.



(b) If the health care facility has failed to post notice as 1 2 required by section 28 of this act, of \$1,000 for each day that the notice is not posted as required. 3 (c) If the health care facility has violated any provision of 4 5 section 25 or 26 of this act, of \$15,000 per violation. Sec. 32. 1. If, after an investigation, the Health Division 6 7 determines that a health care facility is not in compliance with any provision of sections 2 to 35, inclusive, of this act, or any 8 9 regulations adopted pursuant thereto, the Health Division shall notify the health care facility of all deficiencies in its compliance. 10 The notice may include an order to take corrective action within a 11

12 time specified, including, without limitation:

13 (a) Revising the documented staffing plan of the health care 14 facility;

15 (b) Reducing the number of patients within a unit in the health 16 care facility;

17 (c) Temporarily closing a unit to any further admissions of 18 patients until corrections are made; and

19 (d) Temporarily transferring patients to another unit within 20 the health care facility until corrections are made.

21 2. The Health Division may issue an order to take corrective 22 action on an emergency basis, without prior notice or opportunity 23 for a hearing, if the investigation by the Health Division shows 24 that the noncompliance of the health care facility is compromising 25 patient care or poses an immediate danger to the health or safety 26 of patients.

3. An order to take corrective action issued by the Health Division pursuant to this section must be in writing and contain a statement of the reasons for issuing the order. If a health care facility fails to comply with an order to take corrective action within the time specified or, if no time has been specified, in a timely manner, the Health Division may take such action as it deems appropriate, including, without limitation:

(a) Appointing an administrative overseer for the health care
 facility;

(b) Closing the health care facility or unit to the admission of
 patients;

(c) Placing the emergency room of the health care facility on
bypass status; and

40 (d) Suspending or revoking the license of the health care 41 facility.

42 Sec. 33. Any person who willfully violates any provision of 43 sections 2 to 35, inclusive, of this act in a manner that evidences a

44 pattern or practice of violations which is likely to have a serious

45 and adverse impact on patient care or the potential for serious



1 injury or death to patients or employees of the health care facility 2 is guilty of a misdemeanor. Sec. 34. A person or health care facility that fails to report or 3 falsifies information, or that coerces, threatens, intimidates or 4 5 otherwise influences another person to fail to report or to falsify information, required to be reported pursuant to sections 2 to 35, 6 inclusive, of this act is guilty of a gross misdemeanor and shall be 7 punished by a fine of not more than \$15,000 for each such 8 9 incident. 10 Sec. 35. The Department of Human Resources: 1. May, upon a determination that a health care facility has 11 violated any provision of sections 2 to 35, inclusive, of this act: 12

(a) Order the health care facility to reimburse the State Plan
 for Medicaid for an amount to be determined by the Department;

15 (b) Terminate the participation of the health care facility in the 16 State Plan for Medicaid for a period to be determined by the 17 Department of Human Resources; or

(c) Both order the health care facility to reimburse the State
Plan for Medicaid and to terminate the participation of the health
care facility in the State Plan for Medicaid.

21 2. Shall, if a health care facility falsifies or causes to be 22 falsified documentation required by sections 2 to 35, inclusive, of 23 this act, prohibit the health care facility from receiving any 24 reimbursements from the State Plan for Medicaid for 6 months.

Sec. 36. NRS 449.040 is hereby amended to read as follows:

449.040 Any person, state or local government or agency
thereof desiring a license under the provisions of NRS 449.001 to
449.240, inclusive, *and sections 2 to 35, inclusive, of this act* must
file with the Health Division an application , on a form prescribed,
prepared and furnished by the Health Division, containing:

1. The name of the applicant and, if a natural person, whether the applicant has attained the age of 21 years.

33 2. The type of facility to be operated.

34 3. The location of the facility.

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4. In specific terms, the nature of services and type of care to be offered, as defined in the regulations.

5. The number of beds authorized by the Director of the Department of Human Resources or, if such authorization is not required, the number of beds the facility will contain.

40 6. The name of the person in charge of the facility.

7. Such other information as may be required by the Health
Division for the proper administration and enforcement of NRS
449.001 to 449.240, inclusive [-], and sections 2 to 35, inclusive, of
this act.



1 8. Evidence satisfactory to the Health Division that the 2 applicant is of reputable and responsible character. If the applicant is a firm, association, organization, partnership, business trust, 3 corporation or company, similar evidence must be submitted as to 4 the members thereof $\begin{bmatrix} 1 \\ 1 \end{bmatrix}$ and the person in charge of the facility for 5 which application is made. If the applicant is a political subdivision 6 7 of the State or other governmental agency, similar evidence must be 8 submitted as to the person in charge of the institution for which 9 application is made.

10 9. Evidence satisfactory to the Health Division of the ability of 11 the applicant to comply with the provisions of NRS 449.001 to 12 449.240, inclusive, *and sections 2 to 35, inclusive, of this act* and 13 the standards and regulations adopted by the Board.

14 10. Evidence satisfactory to the Health Division that the 15 facility conforms to the zoning regulations of the local government 16 within which the facility will be operated or that the applicant has 17 applied for an appropriate reclassification, variance, permit for 18 special use or other exception for the facility.

Sec. 37. NRS 449.060 is hereby amended to read as follows:

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449.060 1. Each license issued pursuant to NRS 449.001 to 449.240, inclusive, *and sections 2 to 35, inclusive, of this act* expires on December 31 following its issuance and is renewable for 1 year upon reapplication and payment of the fee provided in NRS 449.040 and 449.050 unless the Health Division finds, after an investigation, that the facility has not:

(a) Satisfactorily complied with the provisions of NRS 449.001
to 449.240, inclusive, *and sections 2 to 35, inclusive, of this act* or
the standards and regulations adopted by the Board;

(b) Obtained the approval of the Director of the Department of
Human Resources before undertaking a project, if such approval is
required by NRS 439A.100; or

(c) Conformed to all applicable local zoning regulations.

2. Each reapplication for an agency to provide nursing in the home, a residential facility for intermediate care, a facility for skilled nursing or a residential facility for groups must include, without limitation, a statement that the facility or agency is in compliance with the provisions of NRS 449.173 to 449.188, inclusive.

39 Sec. 38. NRS 449.070 is hereby amended to read as follows:

40 449.070 The provisions of NRS 449.001 to 449.240, inclusive, 41 *and sections 2 to 35, inclusive, of this act* do not apply to:

42 1. Any facility conducted by and for the adherents of any 43 church or religious denomination for the purpose of providing 44 facilities for the care and treatment of the sick who depend solely 45 upon spiritual means through prayer for healing in the practice of



the religion of the church or denomination, except that such a
 facility must comply with all regulations relative to sanitation and
 safety applicable to other facilities of a similar category.

2. Foster homes as defined in NRS 424.014.

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5 3. Any medical facility or facility for the dependent operated 6 and maintained by the United States Government or an agency 7 thereof.

Sec. 39. NRS 449.160 is hereby amended to read as follows:

9 449.160 1. The Health Division may deny an application for
10 a license or may suspend or revoke any license issued under the
11 provisions of NRS 449.001 to 449.240, inclusive, *and sections 2 to*12 35, *inclusive*, *of this act* upon any of the following grounds:

(a) Violation by the applicant or the licensee of any of the
 provisions of NRS 439B.410 or 449.001 to 449.245, inclusive, *and sections 2 to 35, inclusive, of this act,* or of any other law of this
 state or of the standards, rules and regulations adopted thereunder.

17 (b) Aiding, abetting or permitting the commission of any illegal 18 act.

19 (c) Conduct inimical to the public health, morals, welfare and 20 safety of the people of the State of Nevada in the maintenance and 21 operation of the premises for which a license is issued.

(d) Conduct or practice detrimental to the health or safety of the
 occupants or employees of the facility.

(e) Failure of the applicant to obtain written approval from the
Director of the Department of Human Resources as required by
NRS 439A.100 or as provided in any regulation adopted pursuant to
this chapter, if such approval is required.

28 2. In addition to the provisions of subsection 1, the Health 29 Division may revoke a license to operate a facility for the dependent 30 if, with respect to that facility, the licensee that operates the facility, 31 or an agent or employee of the licensee:

32 (a) Is convicted of violating any of the provisions of 33 NRS 202.470;

(b) Is ordered to but fails to abate a nuisance pursuant to NRS
244.360, 244.3603 or 268.4124; or

(c) Is ordered by the appropriate governmental agency to correct
a violation of a building, safety or health code or regulation but fails
to correct the violation.

39 3. The Health Division shall maintain a log of any complaints 40 that it receives relating to activities for which the Health Division 41 may revoke the license to operate a facility for the dependent 42 pursuant to subsection 2.

43 4. On or before February 1 of each odd-numbered year, the 44 Health Division shall submit to the Director of the Legislative



Counsel Bureau a written report setting forth, for the previous
 biennium:

3 (a) Any complaints included in the log maintained by the Health4 Division pursuant to subsection 3; and

5 (b) Any disciplinary actions taken by the Health Division 6 pursuant to subsection 2.

Sec. 40. NRS 449.163 is hereby amended to read as follows:

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8 449.163 1. If a medical facility or facility for the dependent 9 violates any provision related to its licensure, including any 10 provision of NRS 439B.410, 449.001 to 449.240, inclusive, *and* 11 *sections 2 to 35, inclusive, of this act,* or any condition, standard or 12 regulation adopted by the Board, the Health Division in accordance 13 with the regulations adopted pursuant to NRS 449.165 may:

(a) Prohibit the facility from admitting any patient until itdetermines that the facility has corrected the violation;

16 (b) Limit the occupancy of the facility to the number of beds 17 occupied when the violation occurred, until it determines that the 18 facility has corrected the violation;

19 (c) [Impose] Except as otherwise provided in section 31 of this 20 act, impose an administrative penalty of not more than \$1,000 per 21 day for each violation, together with interest thereon at a rate not to 22 exceed 10 percent per annum; and

(d) Appoint temporary management to oversee the operation of
 the facility and to ensure the health and safety of the patients of the
 facility, until:

(1) It determines that the facility has corrected the violation
and has management which is capable of ensuring continued
compliance with the applicable statutes, conditions, standards and
regulations; or

(2) Improvements are made to correct the violation.

2. If the facility fails to pay any administrative penalty imposed pursuant to paragraph (c) of subsection 1, the Health Division may:

(a) Suspend the license of the facility until the administrativepenalty is paid; and

35 (b) Collect court costs, reasonable attorney's fees and other 36 costs incurred to collect the administrative penalty.

37 3. The Health Division may require any facility that violates 38 any provision of NRS 439B.410, 449.001 to 449.240, inclusive, *and* 39 *sections 2 to 35, inclusive, of this act,* or any condition, standard or 40 regulation adopted by the Board, to make any improvements 41 necessary to correct the violation.

42 4. Any money collected as administrative penalties pursuant to 43 this section must be accounted for separately and used to protect the 44 health or property of the residents of the facility in accordance with 45 applicable federal standards.



Sec. 41. The Health Division of the Department of Human Resources shall not renew the license of any health care facility, as that term is defined in section 7 of this act, if the health care facility has not submitted to the Health Division a documented staffing plan as required by sections 18 to 24, inclusive, of this act.
Sec. 42. The provisions of NRS 354.599 do not apply to any additional expenses of a local government that are related to the provisions of this act.

