SENATE No. 360

The Commonwealth of Massachusetts

PRESENTED BY:

Patricia D. Jehlen

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 resolve:

Resolve to examine cost trends and financial performance among nursing facilities.

PETITION OF:

NAME:	DISTRICT/ADDRESS:	
Patricia D. Jehlen	Second Middlesex	
Steven Ultrino	33rd Middlesex	1/29/2019
Mark C. Montigny	Second Bristol and Plymouth	1/30/2019
Denise Provost	27th Middlesex	1/31/2019
James B. Eldridge	Middlesex and Worcester	2/1/2019
Michael O. Moore	Second Worcester	2/13/2019
Sal N. DiDomenico	Middlesex and Suffolk	2/14/2019

SENATE No. 360

By Ms. Jehlen, a petition (accompanied by resolve, Senate, No. 360) of Patricia D. Jehlen, Steven Ultrino, Mark C. Montigny, Denise Provost and other members of the General Court for legislation to examine cost trends and financial performance among nursing facilities. Elder Affairs.

[SIMILAR MATTER FILED IN PREVIOUS SESSION SEE SENATE, NO. *349* OF 2017-2018.]

The Commonwealth of Massachusetts

In the One Hundred and Ninety-First General Court (2019-2020)

Resolve to examine cost trends and financial performance among nursing facilities.

1 Resolved, Notwithstanding any special or general law to the contrary, the Center for 2 Health Information and Analysis, in consultation with MassHealth, the Department of Elder 3 Affairs, and the Health Policy Commission, shall conduct an examination of cost trends and 4 financial performance among nursing facilities, as defined by 957 CMR 7.02. The information 5 shall be analyzed on an institution-specific, provider organization, and industry-wide basis and 6 shall include, but not be limited to: (i) gross and net patient service revenues; (ii) other sources of 7 operating and non-operating revenue; (iii) trends in relative price, payer mix, case mix, 8 utilization, and length of stay dating back to 2010; (iv) affiliations with other health care 9 providers, including, but not limited to, preferred clinical relationships and partnerships; (v) 10 categories of costs, including, but not limited to, general and administrative costs, nursing and 11 other labor costs and salaries, building costs, capital costs, and other operating costs; (vi) total

spending on direct patient care as a percent of total operating expenses; (vii) operating and total margin; (viii) occupancy rates, and (ix) other relevant measures of financial performance and service delivery. These measures should distinguish long-term from short-stay residents where possible.

The report and any policy recommendations shall be filed with the clerk of the House of Representatives, the clerk of the Senate, the House Committee on Ways and Means, the Senate Committee on Ways and Means, and the Joint Committee on Elder Affairs no later than June 30, 2020.