Stricken language would be deleted from and underlined language would be added to law as it existed prior to the 82nd General Assembly.

1	State of Arkansas As Engrossed: S1/28/99 S2/11/99 S2/12/99 S2/17/99 S2/25/99 S3/4/99 S3/11/99 S3/18/99 H3/29/99	
2	82nd General Assembly A Bill	
3	Regular Session, 1999 SENATE BILL 2	226
4		
5	By: Senators Brown, Bearden, Bisbee, Bradford, Hoofman, Ross, Scott, B. Walker, Wilson	
6	By: Representatives Magnus, T. Steele, Faris	
7		
8		
9	For An Act To Be Entitled	
10	"AN ACT TO PROVIDE FOR THE PROTECTION OF LONG-TERM	
11	CARE FACILITY RESIDENTS; AND FOR OTHER PURPOSES."	
12		
13	Subtitle	
14	"TO PROVIDE FOR THE PROTECTION OF LONG-	
15	TERM CARE FACILITY RESIDENTS."	
16		
17		
18	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:	
19		
20	SECTION 1. <u>PURPOSE.</u>	
21	The purpose of this act is to provide for the development,	
22	establishment, and enforcement of basic standards for:	
23	(1) The health, care and treatment of persons in long-term care	
24	<u>facilities; and</u>	
25	(2) The construction, maintenance, and operation of such facilities	
26	which will ensure safe, adequate, and appropriate care, treatment, and healt	<u>th</u>
27	of persons in such facilities.	
28		
29	SECTION 2. <u>DEFINITIONS.</u>	
30	When used in this act unless the context otherwise requires, the term:	_
31	(1) "Administrator" means a person who administers, manages,	
32	supervises, or is in general administrative charge of a long-term care	
33	<u>facility;</u>	
34	(2) "Bed reservation policy" means the number of consecutive days and	<u>k</u>
35	the number of days per year that a resident may leave the long-term care	
36	facility for overnight therapeutic visits with the family or friends or for	

RRS163 0124990354. RRS163

- 1 <u>hospitalization for an acute condition before the licensee may</u>
- 2 <u>discharge the resident due to his or her absence from the facility;</u>
- 3 (3) "Board" means the Long Term Care Facility Advisory board created by 4 Arkansas Code 20-10-301;
- (4) "Custodial service" means care for a person which entails
 observation of diet and sleeping habits and maintenance of a watchfulness over
 the general health, safety, and well-being of the person;
 - (5) "Department" means the Department of Human Services;
- 9 <u>(6) "OLTC" means the Office of Long Term Care, created by Arkansas Code</u> 10 20-10-202;
- 11 (7) "Ombudsman" means the Long-Term Care Ombudsman established pursuant 12 to Arkansas Code 20-10-601 through 20-10-603;
 - (8) "Long-term care facility" means a nursing home, residential care facility, post-acute head injury retraining and residential care facility, or any other facility which provides long-term medical or personal care, but shall not include any facility which is conducted by and for those who rely exclusively upon treatment by prayer alone for healing in accordance with the tenets or practices of any recognized religious denomination;
 - (9) "Residential care plan" means a written plan developed, maintained, and reviewed not less than quarterly by a registered nurse, with participation from other facility staff and the resident or his or her designee or legal representative, which includes a comprehensive assessment of the needs of an individual resident, a listing of services provided within or outside the facility to meet those needs, and an explanation of service goals; and
 - (10) "Resident designee" means a person, other than the owner, administrator, or employee of the facility, designated in writing by a resident or a resident's guardian, if the resident is adjudicated incompetent, to be the resident's representative for a specific, limited purpose.

30 SECTION 3. RESIDENTS' RIGHTS.

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- (a) All long-term care facilities shall adopt and make public a statement of the rights and responsibilities of the residents of such facilities and shall treat such residents in accordance with the provisions of that statement. The statement shall assure each resident of the following:
- 35 (1) The right to civil and religious liberties, including 36 knowledge of available choices and the right to independent personal

- 1 decisions, which will not be infringed upon, and the right to encouragement 2 and assistance from the staff of the facility in the exercise of these rights. 3 (2) The right to private and uncensored communication, including, 4 but not limited to, receiving and sending unopened correspondence, access to a 5 telephone, visiting with any person of the resident's choice during visiting hours provided that such visitors are not disruptive or dangerous, and 6 7 overnight visitation outside the facility with family and friends in accordance with facility policies, physician orders, and Title XVIII 8 9 (Medicare) and Title XIX (Medicaid) of the Social Security Act regulations, 10 without the resident's losing his or her bed. Facility visiting hours shall 11 be flexible, taking into consideration special circumstances such as, but not 12 limited to, out-of-town visitors and working relatives or friends. Unless 13 otherwise indicated in the resident care plan, the licensee shall, with the 14 consent of the resident and in accordance with policies approved by the 15 agency, permit recognized volunteer groups, representatives of community-based 16 legal, social, mental health, and leisure programs, and members of the clergy 17 access to the facility during visiting hours for the purpose of visiting with 18 and providing services to any resident. 19 (3) Any entity or individual that provides health, social, legal, 20 or other services to a resident has the right to have reasonable access to the 21 resident. The resident has the right to deny or withdraw consent to access at 22 any time by any entity or individual. Notwithstanding the visiting policy of 23 the facility, the following individuals must be permitted immediate access to 24 the resident. 25 (A) Any representative of the federal or state government, 26 including, but not limited to, representatives of the Department of Human 27 Services, any law enforcement officer; any ombudsman; and the resident's 28 individual physician. 29 (B) Subject to the resident's right to deny or withdraw 30
- 29 (B) Subject to the resident's right to deny or withdraw
 30 consent, immediate family or other relatives of the resident. The facility
 31 must allow any ombudsman to examine a resident's clinical records with the
 32 permission of the resident or the resident's legal representative and
 33 consistent with state law.
- 34 (4) The right to present grievances on behalf of himself or 35 herself or others to the staff or administrator of the facility, to 36 governmental officials, or to any other person; to recommend changes in

- 1 policies and services to facility personnel; and to join with other residents
- 2 <u>or individuals within or outside the facility to work for improvements in</u>
- 3 <u>resident care, freedom from restraint, interference, coercion, discrimination,</u>
- 4 <u>or reprisal</u>. This right includes access to ombudsmen and advocates and the
- 5 <u>right to be a member of, to be active in, and to associate with advocacy or</u>
- 6 special interest groups. The right also includes the right to prompt efforts
- 7 by the facility to resolve resident grievances, including grievances with
- 8 respect to the behavior of other residents.
- 9 (5) The right to organize and participate in resident groups in
 10 the facility and the right to have the resident's family meet in the facility
 11 with the families of other residents.
- 12 <u>(6) The right to participate in social, religious, and community</u> 13 activities that do not interfere with the rights of other residents.
- 14 (7) The right to examine, at any time, the results which the
 15 facility shall post of the most recent inspection of the facility conducted by
 16 a federal or state agency and any plan of correction in effect with respect to
 17 the facility.
- 18 (8) The right to manage his or her own financial affairs or to
 19 delegate such responsibility to the licensee, but only to the extent of the
 20 funds held in trust by the licensee for the resident. An annual accounting of
 21 any transactions made on behalf of the resident shall be furnished to the
 22 resident or the person responsible for the resident. The facility may not
- 23 require a resident to deposit personal funds with the facility. However, upon
- 24 written authorization of a resident, the facility must hold, safeguard,
- 25 <u>manage</u>, and account for the personal funds of the resident deposited with the
- 26 facility as follows:
- 27 (A) The facility must establish and maintain a system that
 28 ensures a full, complete, and separate accounting, according to generally
 29 accepted accounting principles or regulations established by OLTC of each
- 30 <u>resident's personal funds entrusted to the facility on the resident's behalf;</u>
- 31 (B) The accounting system established and maintained by the 32 facility must preclude any commingling of resident funds with facility funds 33 or with the funds of any person other than a resident;
- 34 <u>(C) An annual accounting of any transaction made on behalf</u> 35 of the resident shall be furnished to the resident or the person responsible
- 36 <u>for the resident; and</u>

1 (D) The facility may not impose a charge against the 2 personal funds of a resident <u>for any item or service for which payment is made</u> 3 under Title XVIII or Title XIX of the Social Security Act. (9) The right to be fully informed, in writing and orally, prior 4 5 to or at the time of admission and during his or her stay, of services available in the facility and of related charges for such services, including 6 any charges for services not covered under Title XVIII or Title XIX of the 7 8 Social Security Act or not covered by the basic per diem rates and of bed 9 reservation and refund policies of the facility. 10 (10) The right to be adequately informed of his or her medical condition and proposed treatment, unless the resident is determined to be 11 12 unable to provide informed consent under Arkansas law, or the right to be 13 fully informed in advance of any nonemergency changes in care or treatment 14 that may affect the resident's well-being; and, except with respect to a 15 resident adjudged incompetent, the right to participate in the planning of all 16 medical treatment, including the right to refuse medication and treatment, 17 unless otherwise indicated by the resident's physician; and to know the 18 consequences of such actions. 19 (11) The right to refuse medication or treatment and to be 20 informed of the consequences of such decisions, unless determined unable to provide informed consent under state law. When the resident refuses 21 22 medication or treatment, the Iong-term care facility must notify the resident 23 or the resident's legal representative of the consequences of such decision 24 and must document the resident's decision in his or her medical record. The 25 long-term care facility must continue to provide other services the resident 26 agrees to in accordance with the resident's care plan. 27 (12) The right to receive adequate and appropriate health care 28 and protective and support services, including social services; mental health 29 services, if available; planned recreational activities; and therapeutic and 30 rehabilitative services consistent with the resident care plan, with 31 established and recognized practice standards within the community, and with 32 rules as adopted by the agency. 33 (13) The right to have privacy in treatment and in caring for 34 personal needs; to close room doors and to have facility personnel knock 35 before entering the room, except in the case of an emergency or unless

medically contraindicated; and to security in storing and using personal

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     possessions. Privacy of the resident's body shall be maintained during, but
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     not limited to, toileting, bathing, and other activities of personal hygiene,
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     except as needed for resident safety or assistance.
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                 (14) The right to be treated courteously, fairly, and with the
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     fullest measure of dignity and to receive a written statement and an oral
     explanation of the services provided by the licensee, including those required
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     to be offered on an as-needed basis.
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                 (15) The right to be free from mental and physical abuse,
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     corporal punishment, extended involuntary seclusion, and from physical and
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     chemical restraints, except those restraints authorized in writing by a
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     physician for a specified and limited period of time or as are necessitated by
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     an emergency. In case of an emergency, restraint may be applied only by a
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     qualified licensed nurse who shall set forth in writing the circumstances
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     requiring the use of restraint, and, in the case of use of a chemical
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     restraint, a physician shall be consulted immediately thereafter. Restraints
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     may not be used in lieu of staff supervision or merely for staff convenience,
     for punishment, or for reasons other than resident protection or safety.
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                 (16) The right to be transferred or discharged only for medical
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     reasons or for the welfare of other residents, and the right to be given
     reasonable advance notice of no less than thirty (30) days of any involuntary
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     transfer or discharge, except in the case of an emergency as determined by a
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     licensed professional on the staff of the long-term care facility, or in the
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     case of conflicting rules and regulations which govern Title XVIII or Title
     XIX of the Social Security Act. For nonpayment of a bill for care received,
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     the resident shall be given thirty (30) days advance notice. A licensee
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     certified to provide services under Title XIX of the Social Security Act may
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     not transfer or discharge a resident solely because the source of payment for
     care changes. Admission to a long-term care facility operated by a licensee
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     may not be conditioned upon a waiver of such right, and any document or
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     provision in a document which purports to waive or preclude such right is void
     and unenforceable. Any licensee certified to provide services under Title XIX
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     of the Social Security Act that obtains or attempts to obtain such a waiver of
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     a resident's rights as established herein is subject to disciplinary action as
     provided in subdivision (a)(3). The resident and the family or representative
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     of the resident shall be consulted in choosing another facility.
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(17) The right to freedom of choice in selecting a personal

- 1 physician; to obtain pharmaceutical supplies and services from a pharmacy of
- 2 the resident's choice, at the resident's own expense or through Title XIX of
- 3 the Social Security Act; and to obtain information about, and to participate
- 4 <u>in, community-based activities programs, unless medically contraindicated as</u>
- 5 <u>documented by a physician in the resident's medical record. If a resident</u>
- 6 <u>chooses to use a community pharmacy and the facility in which the resident</u>
- 7 <u>resides uses a unit-dose system, the pharmacy selected by the resident shall</u>
- 8 be one that provides a compatible unit-dose system, provides service delivery,
- 9 and stocks the drugs normally used by long term care residents. If a resident
- 10 <u>chooses to use a community unit-dose system, and the facility in which the</u>
- 11 <u>resident resides does not use a unit-dose system, the pharmacy selected by the</u>
- 12 <u>resident shall be one that provides service delivery and stocks the drugs</u>
- 13 <u>normally used by the long-term care residents.</u>
- 14 <u>(18) The right to retain and use personal clothing and</u>
- 15 possessions as space permits, unless to do so would infringe upon the rights
- 16 of other residents or unless medically contraindicated as documented in the
- 17 <u>resident's medical record by a physician. If clothing is provided to the</u>
- 18 <u>resident by the licensee, it shall be of reasonable fit.</u>
- 19 <u>(19) The right to have copies of the rules and regulations of the</u>
- 20 <u>facility and an explanation of the responsibility of the resident to obey all</u>
- 21 reasonable rules and regulations of the facility and to respect the personal
- 22 rights and private property of the other residents.
- 23 (20) The right to receive notice before the room of the resident
- 24 in the facility is changed.
- 25 (21) The right to be informed of the bed reservation policy for a
- 26 <u>hospitalization</u>. The long-term care facility shall inform a private-pay
- 27 resident and his or her responsible party that his or her bed will be reserved
- 28 for any single hospitalization for a period up to thirty (30) days provided
- 29 the long-term care facility receives reimbursement. Any resident who is a
- 30 recipient of assistance under Title XIX of the Social Security Act, or the
- 31 <u>resident's designee or legal representative, shall be informed by the licensee</u>
- 32 that his or her bed, for which there is Title XIX reimbursement available,
- 33 will be reserved up to five (5) days but that the bed will not be reserved if
- 34 it is medically determined by a physician that the resident will not need it
- 35 or will not be able to return to the long-term care facility, or if the agency
- 36 <u>determines that the long-term care facility's occupancy rate ensures the</u>

- availability of a bed for the resident. Notice shall be provided within
 twenty-four (24) hours of hospitalization.
- 3 (22) For residents of Medicaid or Medicare certified facilities,
 4 the right to challenge a decision by the facility to discharge or transfer the
 5 resident, as required under Title 42 C.F.R. Part 488.12.
 - (b) The licensee for each long-term care facility shall orally inform the resident of the resident's rights and provide a copy of the statement required by subdivision (a)(1) to each resident or the resident's legal representative at or before the resident's admission to a facility. The licensee shall provide a copy of the residents' rights to each staff member of the facility. Each such licensee shall prepare a written plan and provide appropriate staff training to implement the provisions of this section. The written statement of rights must include a statement that a resident may file a complaint with the OLTC or ombudsman. The statement must be in boldfaced

type and shall include the name, address, and telephone numbers of the

ombudsman and adult abuse registry where complaints may be lodged.

- (c) Any violation of the residents' rights set forth in this section may constitute grounds for action by the OLTC. In order to determine whether the licensee is adequately protecting residents' rights, the annual inspection of the facility shall include private informal conversations with a sample of residents to discuss residents' experiences within the facility with respect to rights specified in this section and general compliance with standards, and consultation with the ombudsman in the area in which the long-term care facility is located.
- (d) Any person who submits or reports a complaint concerning a suspected violation of the residents' rights or concerning services or conditions in a facility or who testifies in any administrative or judicial proceeding arising from such complaint shall have immunity from civil liability thereof, unless that person has acted in bad faith, with malicious purpose, or if the court finds that there was a complete absence of a justiciable issue of either law or fact.

SECTION 4. CIVIL ENFORCEMENT.

(a) Any resident who is injured by a deprivation or infringement of his or her rights as specified in this act may bring a cause of action against any licensee responsible for the deprivation or infringement. The action may be

- 1 brought by the resident or his or her quardian or by the personal
- 2 representative of the estate of a deceased resident. The action may be brought
- 3 in any court of competent jurisdiction in the county in which the injury
- 4 occurred or where the licensee is located to enforce such rights and to
- 5 recover actual and punitive damages. No separate award of attorney's fees may
- be made by the court. The resident may seek to recover actual damages when 6
- 7 there is a finding that an employee of the long term care facility failed to
- 8 do something which a reasonably careful person would do, or did something
- 9 which a reasonable person would not do, under circumstances similar to those
- 10 shown by the evidence in the case, which caused an injury due to an
- infringement or a deprivation of the resident's rights. 11
- 12 (b) A licensee shall not be liable for the medical negligence of any
- 13 physician rendering care or treatment to the resident except for the services
- 14 of a medical director as required in this act. Nothing in this subsection
- 15 shall be construed to protect a licensee from liability for failure to provide
- a resident with appropriate observation, assessment, nursing diagnosis, 16
- 17 planning, intervention, and evaluation of care by nursing staff.
- 18 (c) For the purpose of this section, punitive damages may be awarded
- 19 for conduct which is willful, wanton, gross or flagrant, reckless, or
- 20 consciously indifferent to the rights of the resident.

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- SECTION 5. PATIENT RECORDS PENALTIES FOR ALTERATION.
- (a) Any person who fraudulently alters, defaces, or falsifies any 23 24 medical or other long-term care facility record, or causes or procures any of
- these offenses to be committed, commits a Class A misdemeanor. 25
- 26 (b) A conviction under this section is also grounds for restriction,
- 27 suspension, or termination of license privileges for the person.
- 29 SECTION 6. ADMINISTRATION AND MANAGEMENT OF LONG-TERM CARE FACILITIES.
- 30 Every licensed facility shall comply with all applicable standards and
- rules of the OLTC and shall: 31
- 32 (1) Be under the administrative direction and charge of a licensed
- 33 admi ni strator.

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- (2) Have available the regular, consultative, and emergency services 34
- 35 of physicians licensed by the state and required by state and federal
- 36 regul at i ons.

- (3) Provide for the access of the facility residents to dental and
 other health-related services, recreational services, rehabilitative services,
 and social work services appropriate to their needs and conditions and not
 directly furnished by the Licensee
- 4 directly furnished by the licensee. 5 (4) If the facility was not cited for any deficiencies in the past 6 twelve (12) months, be encouraged by OLTC to provide services, including, but 7 not limited to, respite and adult day services, which enable individuals to move in and out of the facility. A facility is not subject to any additional 8 9 licensure requirements for providing these services. Respite care may be 10 offered to persons in need of short-term or temporary long-term care services. 11 Respite care must be provided in accordance with this act and rules adopted by 12 the OLTC. However, the OLTC shall, by rule, adopt modified requirements for 13 resident assessment, resident care plans, resident contracts, physician 14 orders, and other provisions, as appropriate, for short-term or temporary 15 long-term care services. The OLTC shall allow for shared programming and 16 staff in a facility which meets minimum standards and offers services pursuant to this subsection, but, if the facility is cited for deficiencies in quality 17 18 of care, categories or tags, may require additional staff and programs appropriate to the needs of service recipients. A person who receives respite 19 care may not be counted as a resident of the facility for purposes of the 20 21 facility's licensed capacity unless that person receives twenty-four (24) hour 22 respite care. A person receiving either respite care for 24 hours or longer 23 or adult day services must be included when calculating minimum staffing for 24 the facility. Any costs and revenues generated by a long-term care facility
 - (5) If the facility was not cited for any deficiencies in the last twelve (12) months, exceeds minimum staffing standards, and is part of a retirement community that offers other services pursuant to part III, part IV, or part V, be allowed to share programming and staff.
- (6) Maintain the facility premises and equipment and conduct its
 operations in a safe and sanitary manner.

from nonresidential programs or services shall be excluded from the

calculations of Medicaid per diems for long-term care institutional care

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(7) If the licensee furnishes food service, provide a wholesome and nourishing diet sufficient to meet generally accepted standards of proper nutrition for its residents and provide such therapeutic diets as may be

- prescribed by attending physicians. In making rules to implement this
 subsection, the OLTC shall be guided by standards recommended by nationally
 recognized professional groups and associations with knowledge of dietetics.
 - (8) Keep full records of resident admissions and discharges, medical and general health status, including medical records, personal and social history, and identity and address of next of kin, or other persons who may have responsibility for the affairs of the residents; and individual resident care plans including, but not limited to, prescribed services, service frequency and duration, and service goals. The records shall be open to inspection by the OLTC.
 - (9) Keep such fiscal records of its operations and conditions as may be necessary to provide information pursuant to this act.
 - (10) Furnish copies of personnel records for employees affiliated with such facility, to any other facility licensed by this state requesting this information pursuant to this act. Such information contained in the records may include, but is not limited to, disciplinary matters and any reason for termination. Any facility releasing such records pursuant to this act shall be considered to be acting in good faith and may not be held liable for information contained in such records, absent a showing that the facility maliciously falsified such records.

SECTION 7. PROPERTY AND PERSONAL AFFAIRS OF RESIDENTS.

- (a) The admission of a resident to a facility and his or her presence in the facility shall not confer on the facility or its owner, administrator, employees, or representatives any authority to manage, use, or dispose of any property of the resident; nor shall such admission or presence confer on any of the aforementioned persons any authority or responsibility for the personal affairs of the resident, except that which may be necessary for the safety of the residents and orderly management of the facility.
- (b) No licensee, owner, administrator, employee, or representative thereof shall act as guardian, trustee, or conservator for any resident of the facility or any such resident's property unless the person is the resident's spouse or blood relative within the third degree of consanguinity or if ordered by a court before the effective date of this act.
- (c) A licensee shall provide for the safekeeping of personal effects,
 funds, and other property of the resident in the facility. Whenever necessary

- 1 for the protection of valuables, or in order to avoid unreasonable
- 2 <u>responsibility thereof</u>, the licensee may require that such valuables be
- 3 <u>excluded or removed from the facility and kept at some place not subject to</u>
- 4 <u>the control of the licensee.</u>
- 5 (d) A licensee shall keep complete and accurate records of all funds
- 6 and other effects and property of its residents received by it for
- 7 safekeepi ng.
- 8 (e) (1) Any funds or other property belonging to a resident which are
- 9 received by a licensee shall be held in trust. Funds held in trust shall be
- 10 kept separate from the funds and property of the facility; shall be deposited
- 11 <u>in a bank, savings and Ioan association, trust company, or credit union</u>
- 12 located in this state and, if possible, located in the same county in which
- 13 the facility is located; shall not be represented as part of the assets of the
- 14 facility on a financial statement; and shall be used or otherwise expended
- only for the account of the resident.
- 16 (2) The licensee may enter into a self-insurance agreement as
- 17 specified in rules adopted by the OLTC. Funds contained in the pool shall run
- 18 to any resident suffering financial loss as a result of the violation by the
- 19 <u>licensee of the provisions of this section</u>. Such funds shall be awarded to
- 20 any resident in an amount equal to the amount that the resident can establish,
- 21 <u>by affidavit or other adequate evidence</u>, was deposited in trust with the
- 22 licensee and which could not be paid to the resident within thirty (30) days
- 23 of the resident's request. The OLTC shall promulgate rules with regard to the
- 24 establishment, organization, and operation of such self-insurance pools. Such
- 25 <u>rules shall include</u>, but shall not be limited to, requirements for monetary
- 26 <u>reserves to be maintained by such self-insurers to assure their financial</u>
- 27 sol vency.
- 28 (3) If, at any time during the period for which a license is
- 29 issued, a licensee that has not entered into a self-insurance agreement, as
- 30 provided in subsection (b), is requested to provide safekeeping for the
- 31 personal funds of a resident, the licensee shall notify the agency of the
- 32 request and make application for a surety bond or for participation in a self-
- 33 insurance agreement within seven (7) days of the request, exclusive of
- 34 weekends and holidays. Copies of the application, along with written
- 35 documentation of related correspondence with an insurance agency or group,
- 36 <u>shall be maintained by the licensee for review by the OLTC and the Obudsman.</u>

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                 (4) Moneys or securities received as advance payment for care may
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     not at any time exceed the cost of care for a six (6) month period.
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                 (5) At least annually, the licensee shall furnish the resident
     and the guardian, trustee, or conservator, if any, for the resident a complete
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     and verified statement of all funds and other property to which this
     subsection applies, detailing the amounts and items received, together with
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     their sources and disposition. In any event, the licensee shall furnish such
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     a statement annually and upon the discharge or transfer of a resident.
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           (f) In the event of the death of a resident, a licensee shall within
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     thirty (30) days of the resident's death provide an accounting and shall
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     return all refunds and funds held in trust to the resident's personal
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     representative, if one has been appointed at the time the long-term care
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     facility disburses such funds, and if not, to the resident's spouse or adult
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     next of kin named in a beneficiary designation form provided by the long-term
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     care facility to the resident. In the event the resident has no spouse or
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     adult next of kin or such person cannot be located, funds due to the resident
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     shall be placed in an interest-bearing account in a bank, savings and loan
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     association, trust company, or credit union located in this state and, if
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     possible, located within the same county in which the facility is located,
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     which funds shall not be represented as part of the assets of the facility on
     a financial statement, and the licensee shall maintain such account until such
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     time as the trust funds are disbursed pursuant to the provisions of Arkansas'
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     Probate Code. All other property of a deceased resident being held in trust
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     by the licensee shall be returned to the resident's personal representative,
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     if one has been appointed at the time the long-term care facility disburses
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     such property, and if not, to the resident's spouse or adult next of kin named
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     in a beneficiary designation form provided by the long-term care facility to
     the resident. In the event the resident has no spouse or adult next of kin or
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     such person cannot be located, property being held is disbursed pursuant to
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     the provisions of Arkansas' Probate Code. The trust funds and property of
     deceased residents shall be kept separate from the funds and the property of
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     the licensee and from the funds and property of the residents of the facility.
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     The long-term care facility needs to maintain only one account in which the
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     trust funds amounting to less than one hundred dollars ($100) of deceased
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     residents are placed. However, it shall be the obligation of the long-term
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     care facility to maintain adequate records to permit compilation of interest
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1 due each individual resident's account. Separate accounts shall be maintained 2 with respect to trust funds of deceased residents equal to or in excess of 3 \$100. Any other property of a deceased resident held in trust by a licensee 4 which is not disbursed in accordance with the provisions of Arkansas' Probate 5 Code shall escheat to the state as provided by law. 6 7 SECTION 8. RIGHT OF ENTRY AND INSPECTION 8 The department and any duly designated officer or employee thereof or an 9 Ombudsman shall have the right to enter upon and into the premises of any 10 long-term care facility, at any time in order to determine the state of 11 compliance with the provisions of this act and rules in force pursuant 12 thereto. The right of entry and inspection shall also extend to any premises 13 which the agency has reason to believe is being operated or maintained as a 14 facility without a license, but no such entry or inspection of any premises 15 shall be made without the permission of the owner or person in charge thereof, 16 unless an inspection order is first obtained from a circuit court upon a 17 showing of reasonable cause to inspect that certain premises are being 18 maintained and operated in violation of this act and statutory licensure 19 requi rements. 20 SECTION 9. AVAILABILITY, DISTRIBUTION, AND POSTING OF REPORTS AND 21 22 RECORDS. 23 (a) The OLTC shall, within ten (10) days after the date of an annual 24 inspection visit or within thirty (30) days after the date of any interim 25 visit, forward the results of all inspections of long-term care facilities to: 26 (1) The ombudsman in whose county the inspected facility is 27 located; and 28 (2) At least one public library or, in the absence of a public 29 library, the county *clerk* in the county in which the inspected facility is 30 Located. 31 (b) Each long-term care facility licensee shall maintain as public 32 information, available upon request, records of inspection reports pertaining 33 to that facility that have been filed with, or issued by, any governmental 34 agency. Copies of such reports shall be retained in such records for not less 35 than five (5) years after the date the reports are filed or issued.

(c) Any records of a long-term care facility determined by the OLTC to

- 1 <u>be necessary and essential to establish lawful compliance with any rules or</u>
- 2 <u>standards shall be made available to the OLTC on the premises of the facility,</u>
- 3 <u>with the exception of quality assurance committee records.</u>
 - (d) Every long-term care facility licensee shall:
- 5 (1) Post, in a sufficient number of prominent positions in the
- 6 long-term care facility so as to be accessible to all residents and to the
- 7 general public, the last inspection report or survey pertaining to the long-
- 8 term care facility and issued by the OLTC, with references to the page numbers
- 9 of the full reports, noting any deficiencies found by the OLTC and the actions
- 10 <u>taken by the licensee to rectify such deficiencies.</u>
- 11 (2) Upon request, provide to any person who has completed a
- 12 written application with an intent to be admitted to, or to any resident of,
- 13 <u>such long-term care facility, or to any relative, spouse, or guardian of such</u>
- 14 person, a copy of the last inspection report pertaining to the long-term care
- 15 <u>facility and issued by the agency, provided the person requesting the report</u>
- 16 agrees to pay a reasonable charge to cover copying costs.

18 SECTION 10. Arkansas Code 20-10-224, as amended by Act 485 of 1989, is

19 repeal ed.

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- 20 <u>20-10-224. License required Administration by Department of Human</u>
- 21 Services. [As amended by Acts 1989, No. 485, § 1.]
- 22 (a) No long-term care facility or related institution shall be
- 23 established, conducted, or maintained in this state without obtaining a
- 24 License.
- 25 (b) The department shall, by properly promulgating rules and regulations,
- 26 provide for the issuance of appropriate types of long-term care facility
- 27 <u>licenses</u>, including the licensure of facilities with specialized wings, units.
- 28 or rooms for dementia residents, those suffering from Alzheimer's disease, and
- 29 other related conditions.
- 30 (c) The department may provide, by properly promulgating rules and
- 31 regulations, for the issuance of permanent type licenses, subject to
- 32 revocation.

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33 (d) This section shall not apply to hospital swing beds.

35 SECTION 11. All provisions of this act of a general and permanent

 $\,$ nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas

Code Revision Commission shall incorporate the same in the Code.

SECTION 12. If any provision of this act or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of the act which can be given effect without the invalid provision or application, and to this end the provisions of this act are declared to be severable.

8 SECTION 13. All laws and parts of laws in conflict with this act are 9 hereby repealed.

/s/ Brown, et al