1 State of Arkansas A Bill 2 83rd General Assembly SENATE BILL 201 Regular Session, 2001 3 4 5 By: Senator Faris 6 7 For An Act To Be Entitled 8 AN ACT TO AMEND ARKANSAS CODE 24-7-1403 TO REVISE THE 9 DEFINITION OF "FACILITIES" AND BY ADDING DEFINITIONS 10 11 OF "INDEPENDENT LIVING FACILITY" AND "UNIT"; TO AMEND ARKANSAS CODE 24-7-1409 REGARDING ENTITLEMENTS TO AND 12 13 LIMITATIONS ON LICENSURE: TO AMEND ARKANSAS CODE 20-8-101(6)(B) BY ADDING A NEW EXEMPTION; TO AMEND ARKANSAS 14 15 CODE 20-8-103 REGARDING HEALTH SERVICES COMMISSION 16 EVALUATION STANDARDS; TO DECLARE AN EMERGENCY; AND FOR OTHER PURPOSES. 17 18 **Subtitle** 19 TO AMEND THE TEACHER RETIREMENT SYSTEM 20 21 AFFORDABLE HOUSING INVESTMENT ACT TO 22 ALLOW THE RETIREMENT SYSTEM TO CONSTRUCT ASSISTED LIVING AND NURSING HOME BEDS. 23 24 25 26 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 27 28 SECTION 1. Arkansas Code 24-7-1403 is amended to read as follows: 29 24-7-1403. Definitions. As used in this subchapter, unless the context otherwise requires: 30 (1) "Assisted living facility" means retirement housing at which 31 32 minimal food, security, and medical assistance services are available for 33 occupants; (2) "Board" means the Board of Trustees of the Arkansas Teacher 34 35 Retirement System; 36 (3) "Facilities" when used without elaboration means and refers

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1 to any or all the facilities referred to in this subchapter, including, but 2 not limited to, retirement housing, assisted living facility, skilled nursing facility, nursing facility, or any combination thereof, built, owned, and 3 4 operated for the exclusive use and benefit of qualified occupants, and shall also include a "long-term care facility" as defined by § 20-10-101(8); 5 6 (4) "Independent living facility" means retirement housing other 7 than an assisted living facility or a skilled nursing facility; (4)(5) "Members" means any individual who is a member of the 8 9 system; 10 (5)(6) "Nursing facility" means a nursing home or a distinct part 11 of another retirement housing facility not meeting the skilled nursing 12 facility licensure regulations, but which provides on a more limited basis 13 skilled nursing and supportive care; 14 (6)(7) "Qualified occupant" means any member or the dependent of any member who is receiving or is designated by a member to receive any plan 15 16 benefit from the system or any other person deemed by the board, by regulation 17 promul gated by the board or otherwise, to be a suitable occupant of the 18 facility; 19 (7)(8) "Retirement housing" means residential housing facilities; 20 (8)(9) "Skilled nursing facility" means a nursing home or a 21 distinct part of a retirement housing facility, which home or distinct part is 22 licensed by the Office of Long-Term Care of the Department of Human Services, 23 or any similar successor agency, as meeting the skilled nursing facility 24 licensure regulations and which provides skilled nursing care and supportive 25 care on a twenty-four-hour basis to residents whose primary need is for 26 availability of skilled nursing care on an extended basis; and 27 (9)(10) "System" means the Arkansas Teacher Retirement System as 28 established by § 24-7-201 et seq.; and 29 (11) "Unit" means a room, apartment, or similar facility 30 containing separate and complete facilities for living, sleeping, cooking, and 31 sani tati on. 32 33 SECTION 2. Arkansas Code 24-7-1409 is amended to read as follows: Permit of approval. 34 24-7-1409. 35 (a) Nothing Except as provided in § 20-8-101, nothing in this

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subchapter exempts the Arkansas Teacher Retirement System, its subsidiaries,

- 1 corporations, or other related legal entities from the requirement to acquire 2 a permit of approval, as set forth in § 20-8-101 et seq., or any any of the requirements of the Office of Long-Term Care for licensure or certification 3 requirement to own, operate, or manage a long-term care facility or 4 residential care facility, as defined in § 20-10-101. 5 6 (b) The system shall be entitled to a license for the number of beds 7 included in its application provided the facility otherwise meets the 8 requirements of the Office of Long-Term Care, except for any requirements 9 arising from or based upon §§ 20-8-101 through 20-8-112, as set forth in its
 - (c) The system shall be entitled to one (1) assisted living facility bed and one (1) skilled nursing facility bed for each independent living facility unit owned by the system, including its subsidiaries, corporations, or other related legal entities.

rules and regulations and the limitations of subsection (c) of this section.

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- SECTION 3. Arkansas Code 20-8-101(6), concerning the definitions for the Health Services Agency I aw, is amended to read as follows:
- (6)(A) "Health facility" or "health facilities" means "long-term care facility" as defined by \S 20-10-101(7) or a "home health care services agency" as defined by \S 20-10-801.
- (B) The terms "health facility" or "health facilities" shall not mean, and nothing in this subchapter shall be deemed to require a permit of approval for or to otherwise regulate the licensure of in any manner:
- (i) A "hospital" as defined by and licensed pursuant to § 20-9-201(3), except when a hospital seeks to add long-term care beds or to convert acute beds to long-term care beds or to add home health services pursuant to a letter of intent filed with the Department of Health after February 15, 1993, or to expand home health services pursuant to a letter of intent filed with the department after February 15, 1993;
 - (ii) Offices of private physicians and surgeons;
 - (iii) Outpatient surgery or imaging centers;
- 33 (iv) Post-acute head injury retraining and
- residential care facilities or establishments operated by the federal government or any agency thereof;
- 36 (v) Free-standing radiation therapy centers;

1	(vi) Expansion, not to exceed fifteen (15) beds, of
2	the twenty-five-bed nonprofit intermediate care facility for the mentally
3	retarded that provides transitional rehabilitation for pediatric patients;
4	(vii) Residences for four (4) or fewer individuals
5	with developmental disabilities who receive support and services from
6	nonprofit providers currently licensed by the Division of Developmental
7	Disabilities Services of the Department of Human Services; or
8	(viii) Any facility which is conducted by and for
9	those who rely exclusively upon treatment by prayer for healing in accordance
10	with the tenets or practices of any recognized religious denomination—; or
11	(ix) Any facility, as defined in § 24-7-1403(3),
12	owned by the Arkansas Teacher Retirement System, its subsidiaries,
13	corporations, or other related Legal entities under the Arkansas Teacher
14	Retirement System Affordable Housing Investment Act.
15	(C) The term "health facility" shall not include offices of
16	private physicians and surgeons, outpatient surgery or imaging centers,
17	establishments operated by the federal government or any of its agencies,
18	free-standing radiation therapy centers, or any facility which is conducted by
19	and for those who rely exclusively upon treatment by prayer alone for healing
20	in accordance with the tenets or practices of any recognized religious
21	denomination; and
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23	SECTION 4. Arkansas Code 20-8-103, concerning the powers and duties of
24	the Health Services Commission, is amended to add an additional subsection to
25	read as follows:
26	(i) In evaluating the availability and adequacy of health facilities
27	and health services as they relate to long-term care facilities and home
28	health care service agencies, and issuing permits for new or expanded
29	facilities or services within the state, the commission shall not include or
30	consider any facilities owned by the Arkansas Teacher Retirement System, its
31	subsidiaries, corporations, or other related legal entities under the Arkansas
32	Teacher Retirement System Affordable Housing Investment Act.
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34	SECTION 5. [THE ARKANSAS CODE REVISION COMMISSION IS NOT REQUIRED TO
35	CODIFY THIS SECTION.] <u>No benefit enhancement provided for by this act shall</u>
36	be implemented if it would cause the publicly supported retirement system's

1	unfunded actuarial accrued liabilities to exceed a thirty (30) year
2	amortization. No benefit enhancement provided for by this act shall be
3	implemented by any publicly supported system which has unfunded actuarial
4	accrued liabilities being amortized over a period exceeding thirty (30) years
5	until the unfunded actuarial accrued liability is reduced to a level less than
6	the standards prescribed by Arkansas Code, Title 24.
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8	SECTION 6. <u>EMERGENCY CLAUSE</u> . It is found and determined by the General
9	Assembly that the Arkansas Teacher Retirement System is facing delays in being
10	able to provide facilities authorized by Arkansas Teacher Retirement System
11	Affordable Housing Investment Act because of uncertainty as to the proper
12	application of other provisions of law, which uncertainty will be resolved by
13	this act. Therefore, an emergency is declared to exist and this act being
14	immediately necessary for the preservation of the public peace, health and
15	safety shall become effective on the date of its approval by the Governor. If
16	the bill is neither approved nor vetoed by the Governor, it shall become
17	effective on the expiration of the period of time during which the Governor
18	may veto the bill. If the bill is vetoed by the Governor and the veto is
19	overridden, it shall become effective on the date the last house overrides the
20	veto.
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