

HB

214

Seward General Hospital

P.O. BOX 365 417 FIRST AVENUE
SEWARD, ALASKA 99684-0365
PHONE (907) 224-5265

April 1, 1991

Representative Cliff Davidson
P.O. Box V
Juneau, AK 99811

Re: HB-214 - Health Facility Construction Authority

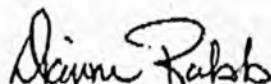
Dear Representative Davidson:

Seward General Hospital, the City of Seward and the East Kenai Peninsula Borough support HB-214. Facility replacement is the number one priority for the City of Seward. The request for facility replacement was included in the 1991 Legislative priorities of the Kenai Peninsula Borough as well.

This Bill provides for urgently needed facility replacement for Seward General Hospital as well as for other health care facilities across the state. The medical needs of citizens in our region cannot be met unless we can provide a modern up to date hospital. Our service area of Seward, Moose Pass, Cooper Landing and Hope depend on Seward General Hospital to be a full service provider for medical, surgical, obstetrical, ICU, CCU, PCU, and life saving emergency care. The hospital is a mainstay for future economic development for our region as it would be difficult to recruit new industry to our area without a well equipped hospital. Our medical staff is on the teaching faculty of the WAMI medical program affiliated with the Washington Medical School in Seattle. Recruitment of physicians who visit Seward as residents and medical students will be negatively impacted with our current worn out, decrepit and ill equipped building.

The provision for municipal access to State Health facility replacement funding is well addressed in HB-214 and we wholeheartedly endorse and support the plans as outlined in HB-214.

Sincerely,



Dianne Rabb, M.H.A.
Chief Executive Officer

cc: David Hilton, Mayor, City of Seward
Darryl Schaefermeyer, City Manager, City of Seward
Don Gilman, Mayor, Kenai Peninsula Borough

Letters of Support

ALASKA STATE

HOSPITAL & NURSING HOME

ASSOCIATION

April 2, 1991

Representative Georgianna Lincoln
Co-Chair
House Committee on Health, Education
and Social Services
P.O. Box V
Juneau, AK 99811

Re: Support SB 214, Health Facility Construction

Dear Representative Lincoln:

The Association strongly supports SB 214, creating a process for review and prioritization of non-profit community health facility construction needs.

HB 214 authorizes the appointment of a Health Facility Review Board by the Governor, within the Department of Health & Social Services. That Board would advise the Department in establishing an annual report to the Governor on non-profit health facility construction needs.

The Association would like to recommend one amendment to the Committee for consideration. This amendment, on page 3, line 16, would repeal subparagraph (8).

Subparagraph (8) reads: "the effect of the grant award on the overall position of the applicant as compared to health facilities that are not eligible to receive grants under AS 18.25.011-18.25.035.

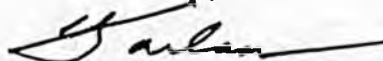
This subparagraph along with a letter of intent from the Senate HESS Committee was an attempt to take into consideration the competitive advantage that a non-profit hospital might gain over a for-profit hospital that is not eligible for the grant. The subparagraph and the letter of intent was supported in the Senate by the Association, but review by the Association's Legal Counsel (enclosed) has caused us to rethink our position.

The Association believes all non-profit health facilities should be eligible for the grant and that SB 214 as introduced, along with the Certificate of Need process provides the necessary safeguards to prevent unfair competition between a non-for profit and for profit facility.

SB 214 is a very important piece of legislation that will bring an orderly process to health facility construction.

Enclosed is background information on on the study the state did in 1982 on health facility needs.

Sincerely,



Harlan R. Knudson
President/CEO

cc: Members, HESS Committee

KENNETH R. ATKINSON
JOHN M. CONWAY
BRUCE E. GAGNON
ROBERT J. DICKSON
W. MICHAEL MOODY
JOHN A. TREPTOW
PATRICK B. GILMORE
SUSAN WRIGHT MASON
RICHARD E. VOLLERTSEN
GARY M. GUARINO
NEIL T. O'DONNELL
JEROME H. JUDAY
CRAIG F. STOWERS
NATHANIEL B. ATWOOD
LINDA M. TRUB
DAVID R. SPENCE

LAW OFFICES OF
ATKINSON, CONWAY & GAGNON, INC.
A PROFESSIONAL CORPORATION
420 L STREET
FIFTH FLOOR
ANCHORAGE, ALASKA 99501-1989

CABLE ADDRESS:
DOVER

TELEPHONE 276-1700
AREA CODE 907

TELECOPIER/FACSIMILE:
(907) 272-2082

March 19, 1991

VIA TELECOPIER - ORIGINAL TO FOLLOW

Harlan R. Knudson, Executive Director
Alaska State Hospital & Nursing Home Association
319 Seward Street, Suite 11
Juneau, Alaska 99801

Re: Senate Bill 67
State Aid for Nonprofit Health Facilities

Dear Harlan:

At your request I have reviewed CSSB 67 (HES), with particular attention to new subsection (8) of AS 18.25.015(a) (page 3, line 16). It is my understanding that the intent of subsection (8) is to authorize the Health Facilities Review Board to take into consideration the competitive advantage that a non-profit (eligible) facility might gain over a for-profit (not eligible) facility, if the non-profit facility were to be awarded a grant. I foresee several problems with this provision.

First, this provision does not appear to serve any constructive purpose. Under the current version of this bill, before a non-profit facility may even submit a grant application, it is required to obtain a certificate of need. This means that a determination must be made that there is a need for the proposed project. It would be wasteful and inappropriate for the Health Facilities Review Board to reexamine that decision, and the Board therefore must proceed on the assumption that there is a health care need for the proposed project. Where there is a recognized health care need, the "overall position of the applicant" compared to other facilities does not appear to be of particular public significance.

Second, this provision is likely to lead to disputes and litigation. The language of subsection (8) is so general that its intended meaning and effect are not at all clear. For this reason, it is likely that disputes will arise among Board members and among health care facilities about what the subsection really means and

Mr. Harlan R. Knudson
March 19, 1991
Page 2

requires. It is not unreasonable to anticipate that, anytime a substantial grant is awarded to a non-profit facility in a community also served by a for-profit facility, the for-profit facility will challenge the grant on the ground that the Board failed to give adequate or accurate consideration to subsection (8). The litigation that is likely to result from such disputes will be a needless drain on the resources of the State and the non-profit facilities.

There is nothing improper or even questionable about legislation that provides public funds to non-profit health care facilities. While both subsection (8) and the Committee's letter of intent imply that there may be something "unfair" about such funding, public funding of non-profit health care facilities has been approved repeatedly by the courts. In at least two cases, the Alaska Supreme Court has recognized that grants of public funds to non-profit health care facilities serve a legitimate public purpose. For example, Lake Otis Clinic, Inc. v. State, 650 P.2d 388, 394 (Alaska 1982), involved a dispute about grant funds under the now-repealed revenue sharing program for hospital construction. There the court held:

The parties do not question that state aid to private non-profit hospitals is a legitimate public purpose. It follows that such aid is constitutional so long as it is used for any legitimate expense related to the construction, operation, or maintenance of the hospital.

Years earlier the court had reached a similar conclusion in Lien v. City of Ketchikan, 383 P.2d 721, 722 (Alaska 1963). That case arose when a taxpayer challenged the City's decision to lease a publicly-funded hospital to a non-profit religious corporation. The court approved the lease, holding:

The moneys used to construct the Ketchikan hospital were spent for a public purpose, since a community hospital serves the general welfare. That purpose does not become non-public when the hospital is turned over to a charitable, non-profit corporation for operation, rather than being operated by the city itself. The public purpose remains unchanged.

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Page 3

If the State, through the certificate of need process, has determined that a project is "needed," then any alleged effect of that project on another facility is of little significance compared to the project's role in fulfilling the public need for adequate health care facilities. Subsection (8) appears likely to lead to substantial disputes, including litigation, because of its very general language, while it does nothing to further the fulfillment of health care needs. Furthermore, there is substantial legal authority holding that it is perfectly proper for the State to provide public funding to non-profit health care facilities.

In short, while subsection (8) does nothing to further the fulfillment of health care needs, it is likely to interfere substantially with funding for legitimate, deserving projects. For these reasons, it is my recommendation that the Association seek to have subsection (8) deleted from the bill.

Very truly yours,

ATKINSON, CONWAY & GAGNON

By Susan Wright Mason
Susan Wright Mason

SWM:cac
LTR0391:181/5951.3

March 6, 1991

443

SJR 1 cont'd

Fiscal note from Division of Elections and zero fiscal note from Department of Law published today.

SENATE JOINT RESOLUTION NO. 1 was referred to the Finance Committee.

SB 67

The Health, Education and Social Services Committee considered SENATE BILL NO. 67 (An Act relating to state aid for nonprofit health facilities; and providing for an effective date) and recommended it be replaced with

CS FOR SENATE BILL NO. 67 (HES)

Senator Sturgulewski, Chair, and Senator Menard signed "do pass." Senator Cotten signed "no recommendation."

Fiscal note for SENATE BILL NO. 67 and the Committee Substitute published today from Department of Health and Social Services.

The committee further attached a Letter of Intent:

Letter of Intent
CSSB 67 (HES)

It is the intent of the Legislature that this grant program not provide an unfair competitive advantage to eligible applicants for similar services or facilities compared to those providers not eligible for this grant program.

SENATE BILL NO. 67 was referred to the Finance Committee.

SB 70

The Labor and Commerce Committee considered SENATE BILL NO. 70 (An Act relating to taxation by municipalities of certain property of governmental entities; and providing for an effective date) and a majority of the committee recommended the Community and Regional Affairs Committee Substitute offered on page 255 be adopted and do pass. The report was signed by Senator Pearce, Chair, and concurred in by Senators Eliason and Collins.

**ALASKA STATE HOSPITAL & NURSING HOME ASSOCIATION
STATEMENT**

**SUPPORT- HB 214 - HEALTH FACILITY CONSTRUCTION GRANTS
HB 149 - APPROPRIATIONS: SEWARD HOSPITAL; KODIAK ISLAND
HOSPITAL/LONG TERM CARE FACILITY; KETCHIKAN
GENERAL HOSPITAL/LONG TERM CARE FACILITY**

MARCH 1991

The 1981 Legislature authorized and funded a study by the Department of Health and Social Services of the plant condition and functional adequacy of 15 rural hospitals and nursing homes in Alaska.

Anchorage and Fairbanks hospitals were not included. Valley Hospital, Palmer, and Sitka Community Hospitals did not participate as they were currently under construction or reconstruction in 1982. Denali Center in Fairbanks did not exist at this time.

Overview of Surveyed Facilities -

A study team evaluated the adequacy of the physical facilities at each hospital or long term care unit. A number of serious problems and deficiencies were discovered.

Generally, the deficiencies observed in the health care facilities surveyed are due to the advances and changing techniques in the medical field, coupled with more stringent building, fire and life safety codes which have been adopted over the last few years.

1982 Prioritization of Surveyed Hospitals and Nursing Homes -

In conducting the inventory and evaluation study of the 15 hospitals and long term care facilities in 1982, architectural consultants identified six facilities which were in greater need of immediate attention than others, due to their more severe physical and functional deficiencies. The Department assembled a committee to review the report.

This committee consisted of one member from:

The Alaska Medical Facility Authority,
The Alaska State Hospital Association,
Southeast Alaska Health Systems Agency, Inc.,
South Central Health Planning and Development, Inc.,
The Medical Care Advisory Committee, and
The Statewide Health Coordinating Council.

The ranking provided by the committee was based only upon the relative severity of all physical and functional deficiencies found at each facility and did not consider other factors such as facility utilization or population trends.

The Committee ranking was as follows:

- *1. Cordova Community Hospital and Long Term Care Facility

- *2. Petersburg General Hospital and Long Term Care Facility
 - 3. Seward General Hospital
 - 4. Kodiak Island Hospital and Long Term Care Facility
 - 5. Wesleyan Nursing Home, Seward
 - *6. Wrangell General Hospital
 - *7. South Peninsula General Hospital and Long Term Care Facility
 - 8. Ketchikan General Hospital and Island View Manor
 - *9. Central Peninsula General Hospital
 - *10. Bartlett Memorial Hospital
 - 11. Valdez Community Hospital
 - 12. St. Ann's Nursing Home, Juneau
 - *13. Norton Sound Regional Hospital
- * Completed (Central Peninsula and Bartlett Memorial utilized local bonding)

HB 214, Health Facilities Construction Process/Grants -

HB 214 creates the Health Facility Review Board, composed of seven members appointed by the Governor within the Department of Health & Social Services. The Board will advise the Department in establishing priorities for possible capitol construction grants for non-profit health facilities.

By October 15 of each year the Department shall submit to the Governor and within the first ten days of each regular legislative session, a construction grant schedule with budgets. Each facility applying for grants will have been required to have a Certificate of Need and meet all provisions of HB 214.

HB 149, Health Facility Capitol Construction Grants Kodiak, Ketchikan, & Seward - SB 111 appropriates:

Kodiak Island Borough Hospital/LTC	- \$14,250,000.00 (State Grant)
Kodiak Borough Appropriate	- \$ 4,750,000.00 (Local Match)
Total	- \$19,000,000.00
Seward General Hospital	- \$ 8,603,438.00 (State Grant)
City of Seward Appropriate	- \$ 2,867,813.00 (Local Match)
Total	- \$11,471,251.00
Ketchikan General Hospital	- \$14,063,678.00 (State Grant)
City of Ketchikan Appropriate	- \$ 4,687,893.00 (Local Match)
Total	- \$18,751,571.00

FOR MORE INFORMATION CONTACT:
Harlan Knudson - 586-1790, Juneau
Alaska State Hospital & Nursing Home Association
319 Seward, #11; Juneau, Alaska 99801

#

STATE OF ALASKA
House of Representatives
District 27

Representative Cliff Davidson
Chairman
House Resources Committee

Box V, Juneau, AK 99811
(907) 465-2487
Box 746, Kodiak, AK 99615
(907) 486-8250

TO: Representative Georgianna Lincoln, Co-Chairman
House Health & Social Services Committee

FROM: Representative Cliff Davidson

DATE: March 18, 1991

SUBJECT: House Bill 214, An Act relating to aid for nonprofit health facilities; and providing for an effective date.

Please consider scheduling House Bill 214, relating to state aid for nonprofit health facilities, at your earliest convenience.

This legislation sets up a priority ranking system on a statewide basis whereby the legislature can objectively fund health care facilities in need of renovation and construction. As you know, many of our health care facilities are in serious disrepair and/or code violations. In the past, these facilities have had to compete with other capital project funds without much avail, even though the upkeep of health care facilities is recognized as vital.

Modeled after the school construction measure which passed last year (HB 37), House Bill 214 proposes the establishment of a Health Care Facilities Review Board whose duties include prioritizing health care facilities projects on a fiscal year basis. This priority list and the Board's recommendation for funding would be transmitted to the Governor and the Legislature each year.

A sectional analysis and fiscal note is forthcoming. If you have any questions about this legislation, please call my staff member, Stephanie Love, at 465-2487.

Thank you for your consideration of this request.

Sponsor Statement

DIVISION OF LEGAL SERVICES

LEGISLATIVE AFFAIRS AGENCY STATE OF ALASKA

P.O. Box Y, Juneau, Alaska 99811
(907) 465-3867 or 465-2450
FAX (907) 465-2029

Deliveries to: 240 Main Street
Court Plaza, Room 500
Mail Stop 3101

MEMORANDUM

March 20, 1991

SUBJECT: Sectional summary of HB 214
TO: Representative Cliff Davidson
FROM: Theresa L. Bannister *TB*
Legislative Counsel

You have requested a sectional summary of HB 214, "An Act relating to state aid for nonprofit health facilities; and providing for an effective date". Please remember that this is only a summary of the bill and that the bill is the best source of its contents.

Section 1 contains the main provisions of the bill.

Sec. 18.25.011(a) authorizes municipalities and nonprofit organizations to apply for a nonprofit health facility construction grant. Sets the application deadline.

Sec. 18.25.011(b) requires that projects for which certificates of need are required under AS 18.07.031 - 18.07.111 must have a current certificate in order to be eligible for a grant.

Sec. 18.25.011(c) states that a project is not eligible for a grant unless the applicant submits a five-year master plan for the construction of the health facility on or before September 1 of the fiscal year when the application is submitted. Describes what the plan must include.

Sec. 18.25.011(d) requires that the grant application include certain insurance evidence, and evidence satisfactory to the Department of Health and Social Services that the proposed project is a capital construction project and not part of a preventive maintenance program or regular custodial care program.

Sec. 18.25.013 establishes a seven-member Health Facilities Review Board in the Department of Health and Social Services. Gives specific qualifications for the members. States that the members are to be appointed by the governor and serve at the governor's pleasure. Sets staggered terms of three years for the members. Directs the members to elect one of the members to chair the board. Requires the

Sectional Analysis

board to hold at least one meeting each year. Authorizes the board to hold additional meetings at the call of the chair or a majority of the members.

Sec. 18.25.015 establishes the duties of the board.

Sec. 18.25.015(a) directs the board to review the master plans submitted by grant applicants. Also requires the board to establish and transmit to the department a five-year construction grant schedule that establishes the priorities among the proposed grant projects. States that the prioritized schedule must serve the best interests of the state and the municipality or area in which the health facility is to be located.

Sec. 18.25.015(b) directs the board to establish by regulation its criteria for establishing priorities. Lists certain factors that must be included in the criteria.

Sec. 18.25.015(c) authorizes the board to reject a project application and omit it from the construction grant schedule in certain circumstances.

Sec. 18.25.017 directs the department to verify the budget items in each grant application before the application is submitted to the board. Also directs the department to transmit the board's grant schedule, including the verified budgets, to the governor and the legislature by certain dates.

Sec. 18.25.019 requires the department to provide public notice of the grant applications and the priorities established by the board and a hearing on the priorities by certain dates each year. Defines "public notice" for the section.

Sec. 18.25.021(a) directs the department to award the grants in the order of the projects' priorities when the appropriation bill funding the grant fund becomes law, regardless of pending reviews of the grant applications. Prohibits review from delaying the funding of the grants.

Sec. 18.25.021(b) establishes that a project re-prioritized after the funding appropriation becomes law is to be awarded according to the new priority at the next time grants are awarded.

Sec. 18.25.023(a) prohibits a grant applicant from requesting reconsideration of certain board decisions unless the request is based on reasonable issues of fact or law. Establishes certain criteria that the reconsideration request must satisfy. Directs the board to review its decision and issue a written decision by a certain date.

Sec. 18.25.023(b) authorizes a grant applicant to appeal an adverse decision of the board under (a) of this section. Establishes certain criteria for making the appeal. Establishes that the omission of an issue from the notice of appeal waives the right

to have the issue considered. Directs the commissioner to appoint a hearing officer with certain qualifications and by a certain date. Describes the hearing officer's duties. Establishes that denial of an appeal by the hearing officer is a final decision that may be appealed under (d) of this section. Directs the commissioner to consider the hearing officer's recommended decision by a certain date and indicates what action the commissioner may take at that point. Directs the commissioner to issue its decision in writing by a certain date.

Section 18.25.023(c) authorizes the hearing officer to consolidate appeals.

Section 18.25.023(d) authorizes a grant applicant to appeal an adverse decision of the hearing officer or the board under (b) of this section to the superior court.

Section 18.25.023(e) directs the board to adopt regulations governing reconsideration and appeal procedures.

Section 18.25.023(f) prohibits a grant applicant from requesting a reconsideration or appeal of a priority determination because the reprioritization of another project due to a reconsideration or appeal under this section has resulted in a lower priority for the applicant's project.

Section 18.25.025(a) requires the department to enter into a written grant agreement before distributing the funds.

Section 18.25.025(b) requires that the grant agreement contain certain listed provisions.

Section 18.25.025(c) allows a cost of construction for a health facility to be paid under a grant even if the cost was incurred before certain listed events, except as provided in subsection (b) or (d).

Section 18.25.025(d) establishes the maximum percentage of certain early project costs that may be paid under a grant.

Sec. 18.25.025(e) allows a grantee to include the fair market value of land acquisition and site preparation in the grantee's share of the health facility's costs.

Sec. 18.25.025(f) prohibits the direct administrative expenses of the grantee from exceeding 10 percent of the grant.

Sec. 10.25.027 requires the governor to include an appropriation for the nonprofit health facility construction grants in the governor's general appropriation bill.

Representative Cliff Davidson
March 20, 1991
Page 4

Sec. 10.25.029 states that each grant will pay 80 percent of the total costs of construction for the project each year.

Sec. 18.25.031 directs the department to advance 20 percent of a grant after the effective date of the grant agreement. Requires the department to base subsequent payments on payment requests submitted by the grantee. Prohibits the department from making further payments until the grantee exhausts the advance.

Sec. 18.25.033 establishes the nonprofit health facility construction grant fund for grants under AS 18.25.011 - 18.25.035.

Sec. 18.25.035 defines certain terms for the new sections.

Section 2 directs the department to adopt regulations to implement AS 18.25.

Section 3 has the effect of exempting grants under AS 18.25.011 - 18.25.035 from the requirements of AS 46.11.

Section 4 repeals certain statutes.

Section 5 gives the Act an effective date.

If I may be of further assistance, please advise.

TLB:mi:pl
91-055.mai



Alaska State Legislature
House of Representatives
COMMITTEE ON HEALTH, EDUCATION
AND SOCIAL SERVICES

OFFICIAL BUSINESS

POUCHV
JUNEAU, AK 99811
465-3759

M E M O R A N D U M

TO: REP. GEORGIANNA LINCOLN, CO-CHAIR
REP. PATRICK CARNEY, CO-CHAIR
REP. BETTYE DAVIS, VICE-CHAIR
REP. CHERI DAVIS
REP. JOHN GONZALES
REP. MARK HANLEY
REP. MARY MILLER
PAT JACKSON
CAROLINE LOMBARD
LIBRARY FILE
REFERRAL FILE
HOUSE HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

FR: PATTI, HESS COMMITTEE SECRETARY *Patti*

DT: APRIL 4, 1991

RE: HESS HEARING 4/4, NEW CSHB 214 (HES)

ATTACHED FOR YOUR HESS FILE IS THE NEW CSHB 214 (HES) AS
AMENDED AND PASSED DURING OUR HESS HEARING TODAY.

FOR YOUR FILE.

AMENDMENT NO. 1

by Representative Cliff Davidson

Page 5, Line 8

DELETE:

those issues and recommend a decision to the (board.)

INSERT:

those issues and recommend a decision to the commissioner.

Page 5, Line 17

DELETE:

or the (board)

INSERT:

or the commissioner

FISCAL NOTE

STATE OF ALASKA
1991 LEGISLATIVE SESSION

BILL NO. HB214

Revision Date: _____ Dept. Affected: Health & Social Services
 Title: An Act relating to aid for nonprofit health facilities and providing for an effective date BRU: Administrative Services
 Component: Facilities/CIP
 Sponsor: Davidson
 Requestor: by the HESS Committee **COMPONENT SERIAL NO.** 0325

Expenditures/revenues: (Thousands of Dollars)

OPERATING	FY92	FY93	FY94	FY95	FY96	FY97
PERSONAL SERVICES	65.4	68.4	68.4	68.4	68.4	68.4
TRAVEL	20.8	21.4	21.4	21.4	21.4	21.4
CONTRACTUAL	41.8	41.8	41.8	41.8	41.8	41.8
SUPPLIES	0.9	0.9	0.9	0.9	0.9	0.9
EQUIPMENT	10.0					
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	138.9	132.5	132.5	132.5	132.5	132.5
CAPITAL	0.0	0.0	0.0	0.0	0.0	0.0
REVENUE	0.0	0.0	0.0	0.0	0.0	0.0

FUNDING: (Thousands of Dollars)

GENERAL FUND	138.9	132.5	132.5	132.5	132.5	132.5
FEDERAL FUNDS						
OTHER						
TOTAL	138.9	132.5	132.5	132.5	132.5	132.5

POSITIONS:

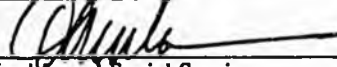
FULL-TIME	1.0	1.0	1.0	1.0	1.0	1.0
PART-TIME						
TEMPORARY						

Estimate of current year impact: No FY91 fiscal impact.

ANALYSIS: (Attach a separate page if necessary)

This legislation mandates establishment of a seven member Health Facilities Review Board, and includes specific requirements for objectives of the Board and the department. At a minimum, a Health and Social Services Planner II (R19) is needed to perform full administration of all duties related to the implementation of HB214. Duties of this position include: writing regulations; analysis and comparison of all 5-year master plans; contact with facilities and resolution of unclear master plans which they have submitted; verification and review of project budgets; analysis and review of all grant applications; staff support for the Health Facilities Review Board

(Continued)

Prepared by: Janet Clarke, Director
 Division: Division of Division of Administrative Services
 Approved by Commissioner: 
 Agency: Department of Health and Social Services

Phone: 465-3082
 Date: 04/03/91
 Date: 4-3-91

Distribution (by preparer):
 Legislative Finance OMB
 Legislative Sponsor Impacted Agency(ies)
 Requestor

ANALYSIS (cont.):

such as making travel arrangements, meeting preparation and meeting support; preparation and submission of all advertising for public hearings; staffing the hearings; administration of all appeals including coordination with board, hearing officers and the Department of Law; administration and execution of grant agreements; review of all grant request documentation and approval of grant payments; accurate accounting of all grant funds, and compilation of grant closeouts; preparation of reports to board on final grant accounting.

DESCRIPTION	COMMENT #	FY92	FY93
Line 100 - Personal Services			
H&SS Planner II, PFT, 12 months, (R19) Juneau	(1)	65,388	68,425
Line 200 - Travel			
72330 Board Travel - Member Travel			
2.5 meetings * 7 members * 3 days = 52.5 days	(2)		
Meetings will be 2 days and 1 day travel			
7 * \$475 average airfare * 2.5 meetings	(3)	8,313	8,750
7 members * \$35 misc. expenses * 2.5 meetings		613	613
72500 Board Travel Per Diem			
52.5 days * \$115		6,038	6,038
72300 Staff Travel for Board Meetings			
(2 meetings * 3 staff * 3 days = 18 days)			
3 staff * \$475 airfare * 2 meetings		2,850	3,000
3 staff * \$35 misc. expense * 2 meetings		210	210
72500 Staff Travel Per Diem for Board Meetings			
18 days * \$115 per diem		2,070	2,070
72300 Staff Travel for Public Hearings			
(1 hearing * 1 staff * 2 days = 2 days)	(4)		
1 staff * \$475 airfare * 1 hearing		475	500
1 staff * \$35 misc. expense * 1 hearing		35	35
72500 Per Diem for Public Hearing			
2 days * \$115		230	230
TOTAL TRAVEL		20,834	21,446
Line 300 - Contractual Services			
73100 Hearing Officer Professional Services			
(2 appeals @ \$5,000 each)		10,000	10,000
Attorney time and costs related to litigations	(5)	12,000	12,000
Transcription of Public Hearings		1,500	1,500
73300 Communications, including local, long distance, fax and postage			
		9,500	9,500
73500 Advertising for 2 board meetings, 1 public hearing (display ads)			
		3,000	3,000
Printing and Binding of Reports, Minutes and Transcriptions			
		2,500	2,500
73800 Space Rental for meetings			
Lease space for staff		300	300
		3,000	3,000
TOTAL CONTRACTUAL		41,800	41,800

ANALYSIS (cont.):

DESCRIPTION	COMMENT #	FY92	FY93
Line 400 - Supplies			
74200 Office Supplies		600	600
Board Meeting supplies		300	300
	TOTAL SUPPLIES	<u>900</u>	<u>900</u>
Line 500 - Equipment			
75830 Data Processing Equipment (PC and Peripherals) and software		7,500	0
76050 Furniture and Office Equipment Desk, chair, file cabinets, calculator		2,500	0
	TOTAL EQUIPMENT	<u>10,000</u>	<u>0</u>
	TOTAL for PROJECT	<u>138,922</u>	<u>132,571</u>

-
- (1) The staff cost for FY93 assumes a 5% cost of living increase.
 - (2) This assumes one meeting for the board to rank hospital grant proposals and one meeting for the board to review appeals. One half of a meeting is budgeted for the board to allow a few board members to attend the public hearing.
 - (3) For FY93, it is assumed that average travel costs will increase from \$475 to \$500 per trip.
 - (4) This assumes one day for travel and one day to hold the public hearing.
 - (5) The \$12,000 figure was provided by the Department of Law as what they would charge to handle all costs related to litigation for two hearings.

HOUSE COMMITTEE REPORT

(7)

Date Referred: March 13, 1991

FURTHER REFERRALS:

Finance

Date of Committee Action: 4/4/91

The HEALTH, EDUCATION AND SOCIAL SERVICES Committee considered:

HB 214

HOUSE BILL NO. 214

STATE AID FOR NONPROFIT HEALTH FACILITIES

"An Act relating to state aid for nonprofit health facilities; and providing for an effective date."

RECOMMENDATIONS:

be replaced with _____

CS HB 214 (HES)

the same title

a new title

have attached amendments(s)

do pass

do not pass

no recommendations

individual recommendations

additional referral to the _____ Committee

ADOPTS: _____ letter of Intent

ATTACHES NEW FISCAL NOTE(S): _____ (Dept)

APPROVES PREVIOUS: _____ (Dept/Date)

fiscal impact DHSS

fiscal note(s) _____

zero fiscal note _____

zero fiscal note(s) _____

SIGNING <u>DO</u> PASS	DP	OTHER RECOMMENDATIONS	DNP	NR	AM
<i>Cheri Davis</i>	✓				
<i>Mark Penley</i>	X	<i>Mary Miller</i> _____		✓	
		<i>Bettye Davis</i>		✓	
<i>Rachel Cruz</i>	X	<i>J. E. Gonzales (GONZALES)</i>			X
<i>Terrianna K... (Lincoln)</i>	✓	(CARNEY)			
		(LINCOLN)			

Terrianna K...
CO-CHAIRMAN'S SIGNATURE

 *
 * DELIVER TO: LHSCHES *
 * *
 * ORIGINAL *
 * SENT: 04/04/91 TIME: 13:51 *
 * FROM: LIOCVAL *
 * SUBJECT: 91-04-011;FS;HB214 ST.AID;4-4 *
 * PRINT DATE: 04/04/91 TIME: 13:51 *
 * *

SUBJECT LINE TO READ: TC NO.;PL/FS;SHORT SUBJECT;DATE

T/C NO: 91-04-011
 DATE: APRIL 4, 1991
 SPONSOR: HOUSE HESS
 SUBJECT: HB 214, HB230, HCR 20
 MODERATOR: CATHY NICOLAS
 SITE: SEWARD

FINAL STATS

 TESTIFIED

NAME/REPRESENTING	ADDRESS	PHONE	BILL NO.
1.			

 OBSERVED

NAME/REPRESENTING	ADDRESS	PHONE	BILL NO.
1. DIANE ROBB, ADMIN.	F.O. BOX 167	224-5205	214
SEWARD GENERAL HOSP.	SEWARD, 99664		

TESTIFIED: 0
 UNABLE: 0
 OBSERVED: 1
 TOTAL: 1

START TIME: 8:00 AM END TIME: 9 AM

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*
* DELIVER TO: LHSCHES
*
* ORIGINAL
* SENT: 04/04/91 TIME: 10:16
* FROM: LTCCKTN
* SUBJECT: 91-04-011;FS;CORR/HEALTH;4-4
* PRINT DATE: 04/04/91 TIME: 10:16
*
*****

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T/C NO: 91-04-011
DATE: APRIL 4, 1991
SPONSOR: HOUSE HEALTH, EDUCATION AND SOCIAL SERVICES
SUBJECT: HB 151: PAROLE ELIGIBILITY/REHABILITATION PROGRAM
          HB 174: ALTERNATIVE INCARCERATION PROGRAM
          HB 230: HEPATITIS B TESTING AND VACCINATIONS
          HB 214: STATE AID FOR NONPROFIT HEALTH FACILITIES
          HCR 20: SUDDEN INFANT DEATH SYNDROME AWARENESS
MODERATOR: JUNE ROBBINS
SITE: KETCHIKAN

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FINAL STATS

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*****
TESTIFIED

```

NAME/REPRESENTING	ADDRESS	PHONE	BILL NO.
1. ED MAHN, KETCHIKAN GENERAL HOSPITAL	3100 TONGASS AVE. KETCHIKAN	99901 225-5171	HB 214

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*****
OBSERVED

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NAME/REPRESENTING	ADDRESS	PHONE	BILL NO.
1. CONSTANCE GRIFFITH	2509 4TH AVE. KETCHIKAN	99901 225-5069	HB151 AND HB174

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TESTIFIED: 1
UNABLE: 0
OBSERVED: 1
TOTAL: 2

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START TIME: 8:05 AM          END TIME: 8:55 AM
START TIME: 9:10 AM          END TIME: 10:10 AM

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*****
*
* DELIVER TO: LHSCHES
*
* ORIGINAL
* SENT: 04/04/91 TIME: 10:52
* FROM: LIOCMIL
* SUBJECT: 91-04-011;FS;(H)HESS;4/4
* PRINT DATE: 04/04/91 TIME: 10:53
*
*****

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SUBJECT LINE TO READ: TC NO.; PL FS;SHORT SUBJECT;DATE

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T/C NO: 91-04-011
DATE: 4/4
SPONSOR: (H)HESS
SUBJECT: HB 151 ETC.
MODERATOR: JUDY
SITE: ANCHORAGE

```

FINAL STATISTICS

TO TESTIFY

NAMES/REPRESENTING	ADDRESS	PHONE	BILL NO.
X. SHARON ANDERSON	POB 143889	276-1131 x1330	HB 214 -Humana
Q. ANTONIA HARTMAN	2300 D #301		HB 151
Z. NORMA SIMPSON	BOX 91733 99509		HB 151

TO OBSERVE:

NAME/ REPRESENTING	ADDRESS	PHONE	BILL NO.
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TESTIFIED: 1
UNABLE: 2
OBSERVED: 0
TOTAL: 3

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START TIME: 8:00 END TIME: 10:10

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 *
 * DELIVER TO: LHSCHES *
 * *
 * *
 * ORIGINAL *
 * SENT: 04/04/91 TIME: 10:29 *
 * FROM: LIOCKOD *
 * SUBJECT: 91-04-011;FS;HB 214;4-4-91 *
 * PRINT DATE: 04/04/91 TIME: 10:29 *
 * *

SUBJECT LINE TO READ: TC NO.;FL/FS;SHORT SUBJECT;DATE

T/C NO: 91-04-011
 DATE: APRIL 4, 1991 - THURSDAY
 SPONSOR: HOUSE H.E.S.S. COMMITTEE
 SUBJECT: MULTIPLE BILLS
 MODERATOR: LORNA STEELMAN
 SITE: KODIAK

FINAL STATS

 TESTIFIED

Kodiak Borough Mayor

NAME/REPRESENTING	ADDRESS	PHONE	BILL NO.
1. JEROME SELBY/MAYOR	- 710 MILL BAY RD - KODIAK 99615, 486-5736		HB 214
2. WAYNE STEVENS	-BOX 1485 - KODIAK, 99615 /	486-5557	HB214
3. CORLENE HOGG	- KODIAK ISLAND HOSPITAL 1915 E. REZANOF - KODIAK 99615,	486-3281	HB 214
4. GIL BANE	- KODIAK ISLAND HOSPITAL 1915 E. REZANOF - KODIAK 99615,	486-3281	HB 214

TESTIFIED: 4
 OBSERVED: 0
 TOTAL: 4

START TIME: 8:00 AM

END TIME: 9:26 AM



Alaska State Legislature

House of Representatives

COMMITTEE ON HEALTH, EDUCATION
AND SOCIAL SERVICES

DATE: 4/4/91

PLACE: Capitol Room 106

SUBJECT OF MEETING:

HB 214 STATE AID FOR NONPROFIT HEALTH
FACILITIES

NAME	REPRESENTING	BUSINESS/PERSONAL MAILING ADDRESS	ZIP	(H) PHONE	(W) PHONE	DO YOU WANT TO TESTIFY?	WHAT SUBJECT/ WHICH BILL?
✓ <u>Hudson</u> Harlan Knudson	Hospital Nursing Home Assn	319 Seward #11	98101	—	586 1792	<input checked="" type="radio"/>	N HB 214
✓ Newton Chase	DHSS					<input type="radio"/>	N
						<input type="radio"/>	N
						<input type="radio"/>	N
						<input type="radio"/>	N
						<input type="radio"/>	N
						<input type="radio"/>	N
						<input type="radio"/>	N
						<input type="radio"/>	N
						<input type="radio"/>	N
						<input type="radio"/>	N
						<input type="radio"/>	N