

March 22, 2016

Chairman Ryckman, Jr. and members of the House Appropriations Committee

I am Mitzi McFatrich, executive director of Kansas Advocates for Better Care (KABC). KABC is neutral on SB 457, but not neutral on the quality provisions of the bill and the impact to nursing home residents. The statute lays out the purpose "to maintain or improve the quantity and quality of skilled nursing care in skilled nursing care facilities in Kansas."

Since 2011, a total of \$120 million has been given to nursing facilities through additional federal tax dollars in enhanced match. <sup>1</sup>

No state agency has audited nursing homes' use of this money to guarantee statutory direction was followed or that state and federal tax dollars have been spent to achieve maintenance of or improvement of skilled nursing care. The State has not offered an opinion on performance based on some objective data.

So we have looked for objective data which measures Kansas nursing facilities performance in complying with the requirements of the legislation. Two sources of objective data come from the state and are reported to the public.

The first is Kansas performance on reducing the inappropriate and non-approved use of anti-psychotic medications on older adults with dementia. Coincidentally there has been a national campaign to reduce such use over the years the provider assessment has been in place. From 2011 to the present Kansas has been ranked from 46th to 48th worst in the nation on this objective measure. You would hope that at a minimum Kansas ranking would improve if only minimally over those years - it has not. In February, the most recent usage ranking information continues to reflect Kansas highly concerning performance at 47<sup>th</sup> worst in the U.S.<sup>2</sup>

You might say, well there are so many areas which could be improved, so it isn't fair to pick just one - even though the anti-psychotic use is devastating to elders increasing death, infection, stroke, falls, and other serious conditions. So we looked at another objective measure which is tracked and reported by the state agency.

The second objective measure is nursing facility performance on the annual health inspection survey. We looked at the results of 3 health inspections for each Kansas nursing home from 2011 through 2015, in other words every annual health inspection over 3 annual cycles. We were surprised at what we found a very large number, 219 out of 342 nursing facilities were cited for the same deficient health care practices each year over a 4 year period.<sup>3</sup> To clarify, a total of 219 facilities or 64% of all Kansas nursing facilities were cited on every single health inspection for recurring health violation(s) 3 years in a row. It is possible to identify the citation for a recurring deficient practice because each

health violation is identified by a numerical F-Tag. F-Tags can denote abuse or neglect, sub-standard care, not providing adequate nutrition, and so on. Each F-Tag is also scored for how much harm results or puts elders at risk of harm from the facility's deficient practice. The citation severity ranges from A (low) to L (high). Kansas doesn't cite any at the low levels of A to C, only those which pose a risk of harm or result in harm of elders are actually cited. This group had citations from minimal risk to widespread harm (D-K severity levels).

I am certain it was not the intent of the legislature to provide millions in extra taxpayer dollars for the delivery of deficient health practices and care. The nursing home trade associations, *Leading Age* and KHCA will tell you that the state isn't keeping up on care costs through its Medicaid reimbursement and that the provider assessment is only filling in what their costs are. How it looks to older adults, their families and taxpayers is that facilities are being paid for and agree to provide a certain type, level and quality of care when they accept money from the savings of older adults or taxpayer reimbursement, yet thousands of elders in nursing facilities are not getting the quality care that nursing homes promise to deliver and are being paid to deliver.

With this bill, facilities are asking for a 152% increase in the provider assessment and no accountability for whether or not those millions of tax payer and private pay dollars are actually maintaining quality or improving quality of skilled nursing care in skilled nursing facilities.

I imagine each of you share our concern for older adults who are your constituents, but without your action to create specific quality improvement requirements in this bill, they, you, and taxpayers will continue to provide millions of dollars to nursing homes and thousands of older residents will continue to receive sub-standard care.

We are offering you a solution which is a win for nursing facilities, a win for taxpayers, a win for legislators dealing with the state's revenue deficit and a win for older adults - increase the skilled nursing care older adults receive each day in nursing facilities by providing a safe amount of care to each resident daily. At four and a half hours of care from nurse aides and nurses, older adults will have a safe level of skilled nursing care and fewer preventable negative health outcomes from falling, loss of incontinence, mental and physical decline, untreated infections and similar conditions.<sup>7</sup>

The state has said it could not afford increased nurse staffing.<sup>4</sup> The state has said it wants to hold down Medicaid costs through improved care and outcomes for those in the highest cost care settings which include nursing homes. <sup>5</sup> A HHS Inspector General report found avoidable negative health outcome costs equated to \$2.8 billion spent on hospital treatment for harm caused in Skilled Nursing Facilities in FY 2011.<sup>6</sup> This proposed large increase in the provider assessment would make it possible for the state to achieve its goal to hold down Medicaid costs through improved care and outcomes for those in the highest cost care settings through safe levels of nursing staffing in nursing facilities.

The specific quality of care improvements which this would impact include: fewer pressure ulcers, hospitalizations, and Urinary Tract Infections; less weight loss, catheterization, and deterioration in the ability to perform Activities of Daily Living/ADLs. <sup>7</sup>

In 2020 when the legislation sunsets, the legislature will have the ability to measure whether or not the outcome was improved quality skilled nursing care, and not have to rely solely on the word of the industry which profits the most from the bed tax.

913 Tennessee Suite 2 Lawrence, Kansas 66044-6904 phone: 785.842.3088 fax: 785.749.0029 toll-free: 800.525.1782 e-mail: info@kabc.org website: www.kabc.org Kansas Advocates for Better Care, a non-profit organization, is beholden to no commercial interests; supported almost entirely by citizen contributions in support of our mission to improve the quality of long-term care in nursing and assisted type facilities and at home. KABC does not provide any form of direct care or receive any government money reimbursement. For forty years KABC has been an established resource for older adults on long-term care issues. Those seeking our guidance and assistance are primarily elders and their families facing difficult, life-altering decisions. The transition of long-term services and supports to KanCare managed care is among KABC's policy priorities and we continue to actively advocate for policies that assure and protect older adults and other consumer rights.

We appreciate the opportunity to testify today on SB 457.

## Footnotes

- <sup>1</sup> Provider Assessment data provided to the Quality Care Improvement Panel by KDADS, 2011-2016.
- <sup>2</sup> Anti-Psychotic by State 2015 Q1 through 2015 Q3, Centers for Medicare and Medicaid Services, 2/5/2-16.
- <sup>3</sup> Inspection Survey data from Centers for Medicare and Medicaid Services, 2015.
- <sup>4</sup> Fiscal Note HB 2201, attaches a price tag of \$43 million dollars spread over 3 years to provide 4.44 hours of nursing care per resident per day. The provider assessment would have paid for such care 3 times over during the years 2011-2016.
- <sup>5</sup> The state set four goals for KanCare Medicaid, this is one of the four goals.
- <sup>6</sup> "Adverse Events in Skilled Nursing Facilities: National Incidence Among Medicare Beneficiaries." HHS Office of the Inspector General, February 2014. <a href="http://oig.hhs.gov/oei/reports/oei-06-11-00370.pdf">http://oig.hhs.gov/oei/reports/oei-06-11-00370.pdf</a> An estimated 22 percent of Medicare beneficiaries experienced adverse events during their SNF stays.
- <sup>7</sup> "RN Staffing Time and Outcomes of Long-Stay Nursing Home Residents" American Journal of Nursing. <a href="http://www.nursingcenter.com/journalarticle?Article\_ID=609538">http://www.nursingcenter.com/journalarticle?Article\_ID=609538</a>

## Nursing Homes with Recurring Health Deficiencies - 3 inspection cycles, 2011-2015

Aldersgate Village, Topeka

Alma Manor, Alma

Andbe Home, Norton

Anthony Community Care Center, Anthony

Arma Health and Rehab, Arma

Asbury Park, Newton

Ashland Health Center LTCU, Ashland

Attica Long Term Care Facility, Attica

Baldwin Healthcare and Rehab Center, Baldwin City

Bonner Springs Nursing & Rehabilitation Center, Bonner Springs

Brandon Woods at Alvamar, Lawrence

Brighton Gardens of Prairie Village, Prairie Village

Brookdale, Overland Park

Brookdale RoseHill, Shawnee

Brookside Retirement Center, Overbrook

Butler Sunshine Home, Buhler

Caney Nursing Center, Caney

Catholic Care Center Inc., Belaire

Cherry Village, Great Bend

Cherryvale Nursing and Rehabilitation Center, Cherryvale

Chetopa Manor, Chetopa

Citizens Medical Center LTCU, Colby

Clearwater Nursing & Rehab Center, Clearwater

Coffeyville Regional Medical Center SNF, Coffeyville

Colby Health & Rehab, Colby

College Hill Nursing & Rehab Center, Wichita

Community Hospital Onaga LTCU, St. Marys

Country Care Inc. Easton

Crest view Nursing & Residential Living, Seneca

Dawson Place, Hill City

Decatur County Hospital LTCU, Oberlin

Delmar Gardens of Lenexa, Lenexa

Delmar Gardens of Overland Park, Overland Park

Derby Health & Rehab, Derby

Diversicare of Haysville, Haysville

Diversicare of Hutchinson, Hutchinson,

Diversicare of Larned, Larned

Elmhaven East, Parsons

Elmhaven West, Parsons

Emerald Pointe Helath & Rehab Center, Galena

Enterprise Estates Nursing Center, Enterprise

Eureka Nursing Center, Eureka

FW Huston Medical Center, Winchester

Family Health and Rehab Center, Wichita

Flint Hills Care Center, Emporia

Fort Scott Manor, Fort Scott

Fountainview Nursing & Rehab Center, Rose Hill

Fowler Residential Care, Fowler

Garden Terrace At Overland Park, Overland Park

Garden Valley Retirement Village, Garden City

Golden Heights Living Center, Garnett

Golden Living Center, El Dorado

Golden Living Center, Kaw River, Edwardsville

Golden Living Center, Lansing

Golden Living Center, Neodesha

## Nursing Homes with Recurring Health Deficiencies - 3 inspection cycles, 2011-2015

Manorcare Health Services - Overland Park

Manorcare Health Services - Topeka

Maple Heights Nursing and Rehab Center, Hiawatha

McCrite Plaza Health Center, Topeka

McPherson Health & Rehab, McPherson

Medicalodges, Arkansas City

Medicalodges, Atchison

Medicalodges, Clay Center

Medicalodges, Coffeyville

Medicalodges, Douglass

Medicalodges, Eudora

Medicalodges, Fort Scott

Medicalodges, Frontenac

Medicalodges, Goddard

Medicalodges, Herrington

Medicalodges, Independence

Medicalodges Jackson County, Holton

Medicalodges, Kinsley

Medicalodges, Leavenworth

Medicalodges Acute Care Center, Kansas City

Medicalodges, Wichita

Memorial Hospital LTCU (Village Manor), Abilene

Mennonite Friendship Manor, South Hutchinson

Meridian Rehabilitation and Health Care Center, Wichita

Minneola District Hospital LTCU, Minneola

Mitchell County Hospital Health Systems LTCU, Beloit

Montgomery Place Nursing Center, Independence

Moran Manor, Moran

Morton County Hospital LTCU, Elkhart

Mount Hope Nursing Center, Mount Hope

Mount Joseph Senior Village LLC, Concordia

North Point Skilled Nursing Center, Paola

Onaga Heath & Rehab, Onaga

Osage Nursing & Rehab Center, Osage City

Oswego Health & Rehab, Oswego

Ottawa Retirement Village, Ottawa

Overland Park Nursing & Rehab Center Inc. Overland Park

Park Villa, Clyde

Peabody, Health & Rehab, Peabody

Peterson Health Care, Osage City

Pinnacle Park Nursing & Rehab Center, Salina

Pinnacle Ridge Nursing & Rehab Center, Olathe

Pioneer Lodge, Coldwater

Pleasant Valley Manor, Sedan

Prairie Mission Retirement Village, Saint Paul

Prairie Sunset Home Inc. Pretty Prairie

Pratt Health & Rehab, Pratt

Pratt Regional Health Center, Pratt

Prescott Country View Nursing Home, Prescott

Promise Skilled Nursing Facility of Overland Park, Overland Park

Providence Living Center, Topeka

Providence Place, Kansas City

Ray E. Dillon Living Center, Hutchinson

Richmond Healthcare & Rehab Center, Richmond

Riverview Manor, Oxford