### [First Reprint]

## ASSEMBLY, No. 3326

# STATE OF NEW JERSEY 219th LEGISLATURE

INTRODUCED FEBRUARY 25, 2020

Sponsored by:

Assemblyman HERB CONAWAY, JR.
District 7 (Burlington)
Assemblywoman VERLINA REYNOLDS-JACKSON
District 15 (Hunterdon and Mercer)
Assemblywoman VALERIE VAINIERI HUTTLE
District 37 (Bergen)

#### **Co-Sponsored by:**

Assemblywoman Speight, Assemblymen Holley, Greenwald, Stanley, Assemblywomen McKnight, Jasey, Assemblyman Calabrese, Assemblywoman Downey, Assemblyman Zwicker, Assemblywoman Timberlake and Assemblyman Coughlin

#### **SYNOPSIS**

Allows hospitals to construct housing and provide wrap-around services for individuals who are homeless or housing insecure.

#### **CURRENT VERSION OF TEXT**

As reported by the Assembly Health Committee on March 8, 2021, with amendments.

(Sponsorship Updated As Of: 3/25/2021)

1 **AN ACT** concerning hospitals, amending P.L.1992, c.160, and supplementing P.L.1971, c.136 (C.26:2H-1 et seq.).

3

4 **BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

6

- 7 1. Section 19 of P.L.1992, c.160 (C.26:2H-7a) is amended to 8 read as follows:
- 9 19. Notwithstanding the provisions of section 7 of P.L.1971,
- 10 c.136 (C.26:2H-7) to the contrary, the following are exempt from the certificate of need requirement:
- 12 Community-based primary care centers;
- Outpatient drug and alcohol services;
- Hospital-based medical detoxification for drugs and alcohol;
- 15 Ambulance and invalid coach services;
- Mental health services which are non-bed related outpatient services;
- 18 Residential health care facility services;
- 19 Dementia care homes;
- 20 Capital improvements and renovations to health care facilities;
- Additions of medical/surgical, adult intensive care and adult critical care beds in hospitals;
- 23 Inpatient special psychiatric beds used solely for services for
- patients with co-occurring mental health and substance use disorders;
- Housing and wrap-around services for <sup>1</sup>[the] individuals who
- 27 <u>are 1 homeless</u> 1 [provided] or housing insecure 1 pursuant to section
- 28 2 of P.L., c. (C. ) (pending before the Legislature as this
- 29 bill);
- Replacement of existing major moveable equipment;
- 31 Inpatient operating rooms;
- 32 Alternate family care programs;
- 33 Hospital-based subacute care;
- 34 Ambulatory care facilities;
- 35 Comprehensive outpatient rehabilitation services;
- 36 Special child health clinics;
- New technology in accordance with the provisions of section 18
- 38 of P.L.1998, c.43 (C.26:2H-7d);
- Transfer of ownership interest except in the case of an acute care hospital;
- Change of site for approved certificate of need within the same

42

- Additions to vehicles or hours of operation of a mobile intensive
- 44 care unit;

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

<sup>&</sup>lt;sup>1</sup>Assembly AHE committee amendments adopted March 8, 2021.

Relocation or replacement of a health care facility within the same county, except for an acute care hospital;

3 Continuing care retirement communities authorized pursuant to

- 4 P.L.1986, c.103 (C.52:27D-330 et seq.);
- 5 Magnetic resonance imaging;
- 6 Adult day health care facilities;
- 7 Pediatric day health care facilities;
- 8 Chronic or acute renal dialysis facilities; and
- 9 Transfer of ownership of a hospital to an authority in accordance 10 with P.L.2006, c.46 (C.30:9-23.15 et al.).
- 11 (cf: P.L.2017, c.94, s.1)

1213

14

15

16

17

18

19

20

2122

25

26

2728

29

30

3132

33

34

- 2. (New section) a. A general acute care hospital licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.) may adopt as part of its mission the goal of addressing issues related to homelessness <sup>1</sup>and housing insecurity <sup>1</sup>. A hospital that chooses to address issues related to homelessness <sup>1</sup>and housing insecurity <sup>1</sup> as part of its mission pursuant to <sup>1</sup>[subsection a. of] <sup>1</sup> this section shall be authorized to construct <sup>1</sup>, rehabilitate, or remediate <sup>1</sup> housing and provide wrap-around services for <sup>1</sup>individuals who are <sup>1</sup> homeless <sup>1</sup>[persons] and housing insecure <sup>1</sup> who are treated at the hospital, which wrap-around services may include:
- 23 (1) referrals to outpatient primary care and behavioral health 24 care services;
  - (2) appropriate follow-up care and treatment management assistance;
  - (3) assistance identifying and procuring sources of health benefits coverage, including, but not limited to, coverage under the State Medicaid and NJ FamilyCare programs pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.) and P.L.2005, c.156 [(C.30:4J-1 et al.)] (C.30:4J-8 et al.)<sup>1</sup>; and
  - (4) assistance in identifying and accessing appropriate social services, including, but not limited to, food, transportation, housing, employment, and child care assistance.
- b. <sup>1</sup>The number of housing units that are constructed, rehabilitated, or remediated in a particular municipality pursuant to this section shall be subtracted from the total number of affordable housing units that may be required in that municipality by the
- 39 <u>Council on Affordable Housing in the Department of Community</u>
- 40 Affairs. Housing for [the] individuals who are homeless or
- 41 <u>housing insecure</u><sup>1</sup> constructed <sup>1</sup>, rehabilitated, or remediated <sup>1</sup> by a
- 42 hospital pursuant to subsection a. of this section shall be  $\frac{1}{2}$
- 43 (1)<sup>1</sup> deemed a permitted use in all residential and nonresidential 44 districts of a municipality and shall be exempt from local zoning 45 restrictions <sup>1</sup>; and
- 46 (2) exempt from the Department of Health's health care facility
  47 licensing requirements, provided that, if wrap-around services

#### A3326 [1R] CONAWAY, REYNOLDS-JACKSON

4

provided in connection with the housing are provided in a health clinic or other comparable health care facility licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.), the clinic or facility shall comply with the department's health care facility licensing requirements<sup>1</sup>.

- c. Commencing one year after the date a hospital first 6 constructs <sup>1</sup>, rehabilitates, or remediates <sup>1</sup> housing and begins 7 providing wrap-around services for <sup>1</sup>[the] <u>individuals who are</u> <sup>1</sup> 8 9 homeless <sup>1</sup>or housing insecure <sup>1</sup> pursuant to subsection a. of this 10 section, and annually thereafter, the hospital shall report to the <sup>1</sup>[Legislature, pursuant to section 2 of P.L.1991, c.164 (C.52:14-11 12 19.1), the Departments of Health and Human Services concerning any reductions in the number of <sup>1</sup>[charity care] inpatient <sup>1</sup> 13 admissions <sup>1</sup>and emergency department visits <sup>1</sup> at the hospital <sup>1</sup>and 14 15 increased usage of preventative care related to the construction, 16 rehabilitation, or remediation of housing and the provision of wrap-17 around services by the hospital to individuals who are homeless and housing insecure<sup>1</sup> over the previous year. <sup>1</sup>The report shall include 18 data based on each payer type for inpatient admissions and 19 20 emergency department visits, including charity care. A health care 21 system shall be permitted to submit the report required under this 22 subsection to the departments on behalf of one or more of the 23 hospitals that are part of the health care system.
  - d. The Departments of Health and Human Services shall annually provide to the Legislature an analysis of the reports submitted to the departments by a hospital or health care system, as applicable, pursuant to subsection c. of this section for five years following the effective date of P.L., c. (C. ) (pending before the Legislature as this bill). Thereafter, the Departments of Health and Human Services shall provide the Legislature the analysis of the reports submitted to the departments by a hospital or health care system quinquennially.
  - e. As used in this section, "individual who is housing insecure" means a person: whose housing costs are more than 30 percent of the person's monthly income; who lives in substandard or poor quality housing which impacts the person's health and safety; who lives in a house or apartment with overcrowded conditions which impact the person's health and safety; who is experiencing housing instability, including, but not limited to, periods of living in shelters or hotels or frequent moves from house to house due to economic reasons; or who experiences periods of homelessness.<sup>1</sup>

41 42 43

24

25

26

27

28 29

30

31

32

33

34

35

36

37

38

39

40

3. This act shall take effect immediately.