Office of Legal Counsel F-83257 (01/09)

# ADMINISTRATIVE RULES REPORT TO LEGISLATURE CLEARINGHOUSE RULE 10-034

By the Department of Health Services relating to Ch. DHS 131, Hospices.

# **Basis and Purpose of Proposed Rule**

Section 50.95 (1), Stats., requires the Department to promulgate rules to establish standards for the care, treatment, health, safety, rights, welfare and comfort of individuals with terminal illness, their families and other individuals who receive palliative care or supportive care from a hospice. The proposed order repeals and recreates ch. DHS 131 relating to hospices. Hospice is an organization that provides palliative care and supportive care to an individual with a terminal illness where he or she lives or stays. Through this rulemaking order the Department proposes to align ch. DHS 131 with the revised federal Medicare regulations by adopting many of the new federal requirements. This will eliminate the inconsistencies between the state and federal regulations that have occurred since the new federal regulations went into effect. The Department also proposes to eliminate outdated regulations and to reflect current professional standards of practice.

# Responses to Legislative Council Rules Clearinghouse Recommendations

The Department accepted the comments made by the Legislative Council Rules Clearinghouse and modified the proposed rule where suggested except as follows.

<u>Clearinghouse comment 2. a.</u>: It is awkward to include nurse practitioners in the definition of "attending physician." The department might consider changing the term to "attending provider".

#### Department Response:

The Department considered changing the term "attending physician" to "attending provider". However to change the term would require changing "attending physician" and "physician" to "attending provider" throughout the document and that could create confusion. Additionally, the Department wants to keep nurse practitioner in the definition to be consistent with the federal definition of attending physician.

### Final Regulatory Flexibility Analysis

The fiscal impact on small business as defined in s. 227.114(1), Stats., should be minimal. Most of the changes to this rule are technical in nature and similar to recently adapted federal regulations. Hospices electing to be certified by the Medicare program are required to meet these federal regulations. As of January 1, 2010; 75 of 76 licensed hospices (99 %) in Wisconsin are federally certified. According to Department criteria, a proposed rule will have a significant economic impact on a substantial number of small businesses if at least 10% or the businesses affected by the proposed rule are small businesses and if operating expenditures, including annualized capital expenditures increase more than the prior year's consumer price index or reduces revenues by more than the prior year's consumer price index. Since most hospices in Wisconsin are operated by hospitals, home health agencies, nursing homes, and other health care providers, data shows that one facility (1.3 %) in Wisconsin meets the definition of a small business. As a result, the proposed rule will not have a significant economic impact on a substantial number of small businesses.

# Changes to the Analysis or Fiscal Estimate

### **Analysis**

No changes were made to the rule's analysis.

#### **Fiscal Estimate**

No changes were made to the fiscal estimate.

# **Public Hearing Summary**

The Department began accepting public comments on the proposed rule via the Wisconsin Administrative Rules Website on March 17, 2010. One public hearing was held on April 26, 2010 in Madison. Seven individuals attended the hearing. Comments were accepted until 4:30 p.m. on April 27, 2010.

# List of Public Hearing Attendees and Commenters

The following is a complete list of the persons who attended the public hearing or submitted comments on the proposed rule, the position taken by the commenter and whether or not the individual provided written or oral comments.

Name and Address		Position Taken (Support or Opposed)	Action (Oral or Written)
1.	Theresa M. Delavan 2620 Elwood Blvd. Wausau WI 54403	Support	Observer
2.	Joann Kowalski HospiceCare Inc. 5395 E. Cheryl Parkway Madison WI 53711	Position not taken	Oral and Written
3.	Marilyn Miller HospiceCare Inc. 5395 E. Cheryl Parkway Madison WI 53711	Position not taken	Written
4.	Meg Steinke HospiceCare Inc. 5395 E. Cheryl Parkway Madison WI 53711	Position not taken	Written
5.	Kim Waldman HospiceCare Inc. 5395 E. Cheryl Parkway Madison WI 53711	Position not taken	Written
6.	Dennis Yaden HospiceCare Inc. 5395 E. Cheryl Parkway Madison WI 53711	Position not taken	Written
7.	Jane M. Quinn HospiceCare Inc. 5395 E. Cheryl Parkway Madison WI 53711	Position not taken	Written

Public Comments and Department Responses

The number(s) following each comment corresponds to the number assigned to the individual listed in the Public Hearing Attendees and Commenters section of this document.

Rule Provision	and Commenters section of this document.  Public Comment	Department Response
DHS 131.18 (2) (a)	Federal regulations state that a patient may	The Department has amended s.
	discontinue hospice care at any time. We ask	DHS 131.18 (2) (a) 1. as requested
	that language affirming the patient's right to	by the commenter.
	end services is included in DHS 131.	
	2, 3, 4, 5, 6, 7	
DHS 131.18 (3)		1. No change was made to the proposed rule. The Department believes a minimum 14 day notice is needed to ensure that adequate time is afforded to schedule and conduct a pre-discharge planning conference and to develop a comprehensive discharge plan in preparation for discharge.  2. No change was made to the proposed rule. Medicare payment for hospice care ends when the determination is made that a patient is no longer terminally ill. If a hospice is required to provide a 14 day notice, the hospice will not receive payment for services provided after the determination is made. This information was verified in person with a physician representative from the National Government Services (NGS) Medicare. This issue was thoroughly discussed by the members of the DHS 131 workgroup. The recommendation of all members of the workgroup, except the commenter, was to not require a notice when a patient is no longer terminally ill. The workgroup was comprised of representatives from several hospices. Concern was also expressed by the workgroup that if the rule requires the 14 day notice some hospices may seek payment from the patient or the patient's family since the hospice would not
		be reimbursed by Medicare for services provided.
		3. No change was made to the proposed rule. Although the

Rule Provision	Public Comment	Department Response
		patient has the right to discontinue
		services at any time, the patient
		may need assistance to find
		alternate services. The patient can
		always decline assistance and end
		their relationship with the hospice
		prior to the 14 days.
DHS 131.18 (3)	The emphasis of the discharge procedure is	The Department has amended the
	on the notice, rather than discharge planning.	rule at s. DHS 131.18 (4) as
	We ask the Department to consider replacing	requested by the commenter.
	the written notice requirement with language	
	that the hospice inform the patient of the	
	decision to discharge and offer discharge	
	planning.	
	2, 3, 4, 5, 6, 7	