HOUSE BILL NO. 959

4/17	Introduced
4/17	Referred to State Administration
4/18	Hearing
4/19	Committee Report-Bill Do Pass
4/20	2nd Reading Pass
4/22	3rd Reading Pass

Transmitted to Senate

Died in Process

1 2	INTRODUCED	111	HOUSE	BILL NO.	* ·		
3		7	Jan.		,		
4	A BILL FOR	AN ACT	ENTITLED:	"AN ACT	PROVIDING	FOR A	SECOND
5	EVERNSTON	OF A	UFALTU C	ADE FACTE	TOV CODOTO	TONDE OF	NEED.

EXTENSION OF A HEALTH CARE FACILITY CERTIFICATE OF NEED;

AMENDING SECTION 50-5-305, MCA; AND PROVIDING AN IMMEDIATE

EFFECTIVE DATE AND A TERMINATION DATE."

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 50-5-305, MCA, is amended to read:

"50-5-305. (Temporary) Period of validity of approved application. (1) Unless an extension or a second extension is granted pursuant to subsection (2), a certificate of need shall expire:

- (a) I year after its issuance if the applicant has not commenced construction on a project requiring construction or has not incurred an enforceable capital expenditure commitment for a project not requiring construction;
- (b) 1 year from the estimated time for completion as shown in the application if the approved project is not complete; or
- (c) when the department determines, after opportunity
 for a hearing, that the holder of the certificate of need
 has violated the provisions of this chapter, rules adopted
 hereunder, or the terms of the certificate of need.

1 (2) (a) The holder of an unexpired certificate of need
2 may apply to the department to extend the term of the
3 certificate of need for one additional period not to exceed
4 6 months.

(b) Upon application by a holder of a certificate of need for which one 6-month extension has been granted, a second extension not to exceed 6 months may be granted by the department.

- 9 (c) The department may grant such an extension under

 10 subsection (2)(a) or (2)(b) only upon the applicant's

 11 demonstrating good cause as defined by department rule.
- 12 (3) The holder of an unexpired certificate of need
 13 shall report to the department in writing on the status of
 14 his project at the end of each 90-day period after being
 15 granted a certificate of need until completion of the
 16 project for which the certificate of need was issued.
 17 (Repealed effective July 1, 1987--sec. 13, Ch. 329, L.
- NEW SECTION. Section 2. Saving clause. This act does not affect rights and duties that matured, penalties that

21 were incurred, or proceedings that were begun before the

22 effective date of this act.

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1983.)"

NEW SECTION. Section 3. Effective date. This act is effective on passage and approval.

25 <u>NEW SECTION.</u> Section 4. Termination date. (1) This

- 1 act terminates July 1, 1985.
- 2 (2) The termination of this act does not affect rights
- 3 and duties that matured, penalties that were incurred, or
- 4 proceedings that were begun before the termination date of
- 5 this act.

-End-

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1983.)"

APPROVED BY COMMITTEE ON STATE ADMINISTRATION

1	1/ HOUSE BILL NO. 959
2	INTRODUCED BY Keyson Trape
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4	A BILL FOR AN ACT ENTITLED: "AN ACT PROVIDING FOR A SECOND
5	EXTENSION OF A HEALTH CARE FACILITY CERTIFICATE OF NEED;
6	AMENDING SECTION 50-5-305, MCA; AND PROVIDING AN IMMEDIATE
7	EFFECTIVE DATE AND A TERMINATION DATE."
8	
9	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
10	Section 1. Section 50-5-305, MCA, is amended to read:
11	"50-5-305. (Temporary) Period of validity of approved
12	application. (1) Unless an extension or a second extension
13	is granted pursuant to subsection (2), a certificate of need
14	shall expire:
15	(a) I year after its issuance if the applicant has not
16	commenced construction on a project requiring construction
17	or has not incurred an enforceable capital expenditure
18	commitment for a project not requiring construction;
19	(b) 1 year from the estimated time for completion as
20	shown in the application if the approved project is not
21	complete; or
22	(c) when the department determines, after opportunity
23	for a hearing, that the holder of the certificate of need
24	has violated the provisions of this chapter, rules adopted

hereunder, or the terms of the certificate of need.

may	apply	to t	he de	partmen	t to	extend	the	term	of	the
certi	ificate	of ne	ed for	one ad	dition	al peri	lod not	t to	exc	eed
6 mor	nths.									
	(b) U	pon a	pplica	tion b	y a ho	lder of	асе	rtific	ate	of
need	for wh	ich on	е 6-по	nth ext	ension	has	been	grant	ed,	a
secor	nd ext	ension	not	to exc	eed 6	months	may be	e gran	ited	ьу
the d	departm	ent.								
	(c) T	he dep	artmen	t may g	rant s	uch an	exter	nsion	un	der
subse	ection	(2)(a) or	(2)(b)	only	upon	the	appli	.can	t's
demor	nstrati	ng goo	d caus	e as de:	fined	by depa	rtment	rule	٠.	
	(3) T	he hol	der of	an un	expire	d cert	ificat	e of	n	eed
shall	l repo	rt to	the d	epartme	nt in	writing	on th	ne sta	ıtus	of

his project at the end of each 90-day period after being

granted a certificate of need until completion of the

project for which the certificate of need was issued.

(Repealed effective July 1, 1987--sec. 13, Ch. 329, L.

(2) (a) The holder of an unexpired certificate of need

NEW SECTION. Section 2. Saving clause. This act does not affect rights and duties that matured, penalties that

21 were incurred, or proceedings that were begun before the

22 effective date of this act.

NEW SECTION. Section 3. Effective date. This act is effective on passage and approval.

25 NEW SECTION. Section 4. Termination date. (1) This

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1 act terminates July 1, 1985.

2 (2) The termination of this act does not affect rights

3 and duties that matured, penalties that were incurred, or

4 proceedings that were begun before the termination date of

5 this act.

-End-

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1		HOUSE	BILL NO. <u>959</u>
2	INTRODUCED BY	Leusar	Harper
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A BILL FOR AN ACT ENTITLED: "AN ACT PROVIDING FOR A SECOND EXTENSION OF A HEALTH CARE FACILITY CERTIFICATE OF NEED; AMENDING SECTION 50-5-305, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE AND A TERMINATION DATE."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 50-5-305, MCA, is amended to read:

"50-5-305. (Temporary) Period of validity of approved application. (1) Unless an extension or a second extension is granted pursuant to subsection (2), a certificate of need shall expire:

- (a) 1 year after its issuance if the applicant has not commenced construction on a project requiring construction or has not incurred an enforceable capital expenditure commitment for a project not requiring construction;
- (b) 1 year from the estimated time for completion as shown in the application if the approved project is not complete; or
- (c) when the department determines, after opportunity for a hearing, that the holder of the certificate of need has violated the provisions of this chapter, rules adopted hereunder, or the terms of the certificate of need.

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- (2) (a) The holder of an unexpired certificate of need may apply to the department to extend the term of the certificate of need for one additional period not to exceed 6 months.
- (b) Upon application by a holder of a certificate of need for which one 6-month extension has been granted, a second extension not to exceed 6 months may be granted by the department.
- (c) The department may grant such an extension under subsection (2)(a) or (2)(b) only upon the applicant's demonstrating good cause as defined by department rule.
- 12 (3) The holder of an unexpired certificate of need
 13 shall report to the department in writing on the status of
 14 his project at the end of each 90-day period after being
 15 granted a certificate of need until completion of the
 16 project for which the certificate of need was issued.
- 17 (Repealed effective July 1, 1987--sec. 13, Ch. 329, L.
- 18 1983.)"

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- 19 <u>NEW SECTION.</u> Section 2. Saving clause. This act does 20 not affect rights and duties that matured, penalties that
- 21 were incurred, or proceedings that were begun before the
- 22 effective date of this act.
- NEW SECTION. Section 3. Effective date. This act is effective on passage and approval.
- 25 <u>NEW SECTION.</u> Section 4. Termination date. (1) This

THIRD READING -2- #B959

- act terminates July 1, 1985.
- 2 (2) The termination of this act does not affect rights
- 3 and duties that matured, penalties that were incurred, or
- 4 proceedings that were begun before the termination date of
- this act.

-End-