Amend CSHB 3540 as follows:

(1) On page 22, line 6, strike "<u>a continuing care retirement</u> <u>community</u>" and substitute the following:

an entity that provides on a single campus a continuum of services, including independent living services, licensed assisted living services, and licensed nursing facility care services, and that:

(A) operates under a continuing care retirement community certificate of authority issued by the Texas Department of Insurance; or

(B) over a 12-month period, provides a greater number of combined patient days of service to independent living and assisted living residents, not including services provided to persons in licensed nursing facility beds, than the patient days of service provided to nursing facility residents

(2) On page 22, line 10, between "<u>fee</u>" and the underscored colon, insert "<u>payment</u>".

(3) On page 22, lines 18-19, strike "<u>in an amount that will</u> produce annual revenues of not more than six percent of the <u>institution's</u>" and substitute "<u>so that the fee does not produce</u> <u>annual revenues greater than six percent of the</u>".

(4) On page 27, line 6, strike "facility's" and substitute
"[facility's]".