By: Campos H.B. No. 1463

## A BILL TO BE ENTITLED

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1	AN ACT
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- 2 relating to a state plan and requirements for nursing facilities
- 3 and related institutions that provide care and treatment for
- 4 persons with Alzheimer's disease and related disorders.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. The heading to Section 242.040, Health and
- 7 Safety Code, is amended to read as follows:
- 8 Sec. 242.040. CERTIFICATION OF INSTITUTIONS THAT PROVIDE
- 9 CARE AND TREATMENT FOR PERSONS WITH ALZHEIMER'S DISEASE AND RELATED
- 10 DISORDERS.
- 11 SECTION 2. Section 242.040, Health and Safety Code, is
- 12 amended by amending Subsections (a), (b), (c), (e), and (f) and
- 13 adding Subsections (b-1), (b-2), and (b-3) to read as follows:
- 14 (a) The commission [department] shall establish a system
- 15 for certifying institutions that meet standards adopted by the
- 16 executive commissioner concerning the specialized care and
- 17 treatment of persons with Alzheimer's disease and related
- 18 disorders. The commission may periodically modify the system and
- 19 standards as the executive commissioner determines appropriate.
- 20 (b) An institution may [is] not [required to be certified
- 21 under this section in order to] provide care and treatment for [of]
- 22 persons with Alzheimer's disease and related disorders unless the
- 23 institution holds a certification issued under this section.
- 24 (b-1) Notwithstanding Subsection (b) and subject to

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- 1 Subsection (b-2), an institution is not required to hold a
- 2 certification issued under this section to provide care and
- 3 treatment for persons with Alzheimer's disease and related
- 4 disorders before January 1, 2033.
- 5 (b-2) An institution that is initially licensed under this
- 6 chapter on or after January 1, 2025, must hold a certification
- 7 issued under this section to provide care and treatment for persons
- 8 with Alzheimer's disease and related disorders.
- 9 (b-3) Subsections (b-1) and (b-2) and this subsection
- 10 <u>expire September 1, 2035.</u>
- 11 (c) The executive commissioner by rule <u>shall</u> [may] adopt
- 12 standards for the specialized care and treatment of persons with
- 13 Alzheimer's disease and related disorders and provide procedures
- 14 for institutions applying for certification under this section.
- 15 The rules must provide for a three-year certification period.
- 16 (e) An institution may not advertise or otherwise
- 17 communicate that the institution is certified by the commission
- 18 [department] to provide specialized care or treatment for persons
- 19 with Alzheimer's disease or related disorders unless the
- 20 institution is certified under this section.
- 21 (f) The executive commissioner by rule shall adopt a system
- 22 under which an appropriate number of certifications issued by the
- 23 <u>commission</u> [<del>department</del>] expire on staggered dates occurring in each
- 24 three-year period. If the expiration date of a certification
- 25 changes as a result of this subsection, the commission [department]
- 26 shall prorate the certification fee relating to that certification
- 27 as appropriate. To the extent possible, the system must align the

- 1 expiration date for an institution's certification under this
- 2 section with the expiration date for the institution's license
- 3 under this chapter.
- 4 SECTION 3. Subchapter B, Chapter 242, Health and Safety
- 5 Code, is amended by adding Section 242.0406 to read as follows:
- 6 Sec. 242.0406. STATE PLAN FOR CERTIFICATION OF INSTITUTIONS
- 7 THAT PROVIDE CARE AND TREATMENT FOR PERSONS WITH ALZHEIMER'S
- 8 DISEASE AND RELATED DISORDERS. (a) The commission shall develop a
- 9 state plan to certify under Section 242.040 each institution
- 10 licensed under this chapter that provides care and treatment for
- 11 persons with Alzheimer's disease and related disorders by January
- 12 1, 2033. The executive commissioner must approve the state plan and
- 13 shall adopt rules for implementing the approved state plan.
- 14 (b) In developing the state plan, the commission shall:
- (1) conduct a study on certifying under Section
- 16 <u>242.040</u> each institution licensed under this chapter that provides
- 17 care and treatment for persons with Alzheimer's disease and related
- 18 disorders by January 1, 2033; and
- 19 (2) determine and consider in implementing the state
- 20 plan the:
- 21 (A) costs and challenges;
- 22 <u>(B) legal and technical issues; and</u>
- (C) scheduling factors and time considerations.
- 24 (c) The state plan must require that:
- 25 <u>(1) at least 10 percent of the total number of</u>
- 26 <u>institutions licensed under this chapter that provide care and</u>
- 27 treatment for persons with Alzheimer's disease and related

- disorders be certified under Section 242.040 by January 1, 2025;

  (2) at least 25 percent of the total number of institutions licensed under this chapter that provide care and
- 4 treatment for persons with Alzheimer's disease and related
- 5 disorders be certified under Section 242.040 by January 1, 2027;
- 6 (3) at least 50 percent of the total number of 7 institutions licensed under this chapter that provide care and
- 8 treatment for persons with Alzheimer's disease and related
- 9 disorders be certified under Section 242.040 by January 1, 2029;
- 10 (4) at least 75 percent of the total number of
- 11 institutions licensed under this chapter that provide care and
- 12 treatment for persons with Alzheimer's disease and related
- 13 disorders be certified under Section 242.040 by January 1, 2031;
- 14 and
- 15 (5) each institution licensed under this chapter that
- 16 provides care and treatment for persons with Alzheimer's disease
- 17 and related disorders be certified under Section 242.040 by January
- 18 1, 2033.
- 19 (d) The state plan may provide for reimbursement to
- 20 institutions licensed under this chapter that provide care and
- 21 treatment for persons with Alzheimer's disease and related
- 22 disorders and that become certified under Section 242.040 in
- 23 amounts based on the following schedule:
- 24 (1) for an institution certified by January 1, 2025,
- 25 the state plan may reimburse the institution for 100 percent of the
- 26 certification costs;
- 27 (2) for an institution certified by January 1, 2027,

- 1 the state plan may reimburse the institution in an amount not to
- 2 exceed 75 percent of the certification costs;
- 3 (3) for an institution certified by January 1, 2029,
- 4 the state plan may reimburse the institution in an amount not to
- 5 <u>exceed 50 percent of the certification costs; and</u>
- 6 (4) for an institution certified by January 1, 2031,
- 7 the state plan may reimburse the institution in an amount not to
- 8 exceed 25 percent of the certification costs.
- 9 (e) The commission may use existing resources and solicit
- 10 and accept gifts, grants, and donations from any source to
- 11 implement the state plan.
- 12 (f) This section expires September 1, 2035.
- SECTION 4. Not later than September 1, 2024, the Health and
- 14 Human Services Commission shall develop, and the executive
- 15 commissioner of the commission shall approve and adopt, rules for
- 16 implementing the state plan required by Section 242.0406, Health
- 17 and Safety Code, as added by this Act.
- SECTION 5. As soon as practicable after the effective date
- 19 of this Act, the executive commissioner of the Health and Human
- 20 Services Commission shall adopt the rules necessary to implement
- 21 the changes in law made by this Act.
- 22 SECTION 6. This Act takes effect September 1, 2023.