By: Bivins S.B. No. 1862

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to health and human services.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- SECTION 1. (a) Subsection (a), Section 252.202, Health and Safety Code, is amended to read as follows:
- 6 (a) A quality assurance fee is imposed on each facility for
 7 which a license fee must be paid under Section 252.034, [and] on
 8 each facility owned by a community mental health and mental
 9 retardation center, as described by Subchapter A, Chapter 534, and
 10 on each facility owned by the Texas Department of Mental Health and
- 11 Mental Retardation. The fee:
- 12 (1) is an amount established under Subsection (b)
- 13 multiplied by the number of patient days as determined in
- 14 accordance with Section 252.203;
- 15 (2) is payable monthly; and
- 16 (3) is in addition to other fees imposed under this
- 17 chapter.
- 18 (b) Not later than August 31, 2003, the Texas Department of
- 19 Mental Health and Mental Retardation shall pay for each facility
- 20 owned by the department the quality assurance fee imposed by
- 21 Section 252.202, Health and Safety Code, as amended by this
- section, for patient days occurring between September 1, 2002, and
- July 31, 2003. However, the department is not required to pay that
- 24 quality assurance fee as provided by this subsection if this

- 1 section does not take effect before September 1, 2003, and, in that
- 2 event, any appropriation made to the department for that purpose
- 3 may not be made available to the department for that purpose.
- 4 SECTION 2. Section 252.203, Health and Safety Code, is
- 5 amended to read as follows:
- 6 Sec. 252.203. PATIENT DAYS. For each calendar day, a
- 7 facility shall determine the number of patient days by adding the
- 8 following:
- 9 (1) the number of patients occupying a facility bed
- 10 immediately before midnight of that day; and
- 11 (2) [the number of beds that are on hold on that day
- 12 and that have been placed on hold for a period not to exceed three
- 13 consecutive calendar days during which a patient is in a hospital;
- 14 and
- 15 $\left[\frac{(3)}{(3)}\right]$ the number of beds that are on hold on that day
- and that have been placed on hold for a period not to exceed three
- 17 consecutive calendar days during which a patient is on therapeutic
- 18 [home] leave.
- 19 SECTION 3. Subsection (b), Section 252.204, Health and
- 20 Safety Code, is amended to read as follows:
- 21 (b) Each facility shall:
- (1) not later than the 20th [10th] day after the last
- 23 day of a month file a report with the Health and Human Services
- 24 Commission or the department, as appropriate, stating the total
- 25 patient days for the month; and
- 26 (2) not later than the 30th day after the last day of
- the month pay the quality assurance fee.

- 1 SECTION 4. (a) Subsections (a) and (c), Section 252.207,
- 2 Health and Safety Code, are amended to read as follows:
- 3 (a) Subject to legislative appropriation and state and
- 4 <u>federal law, the [The]</u> Health and Human Services Commission <u>may</u>
- 5 [shall] use money in the quality assurance fund, together with any
- federal money available to match that money[, to]:
- 7 (1) $\underline{\text{to}}$ offset [$\underline{\text{allowable}}$] expenses $\underline{\text{incurred}}$ to
- 8 administer the <u>quality assurance</u> fee under this chapter [under the
- 9 Medicaid program]; [or]
- 10 (2) to increase reimbursement rates paid under the
- 11 Medicaid program to facilities or waiver programs for persons with
- mental retardation operated in accordance with 42 U.S.C. Section
- 13 <u>1396n(c)</u> and its subsequent amendments; or
- 14 (3) for any other health and human services purpose
- 15 approved by the governor and Legislative Budget Board[, subject to
- 16 Section 252.206(d)].
- 17 (c) If money in the quality assurance fund is used to
- increase a reimbursement rate in the Medicaid program, the [The]
- 19 Health and Human Services Commission shall ensure that the
- 20 <u>reimbursement methodology used to set that rate</u> [formula devised
- 21 under Subsection (b) provides incentives to increase direct care
- 22 staffing and direct care wages and benefits.
- 23 (b) Subsection (b), Section 252.207, Health and Safety
- 24 Code, is repealed.
- 25 SECTION 5. Notwithstanding any other statute of this state,
- 26 each health and human services agency, as defined by Section
- 27 531.001, Government Code, is authorized to reduce expenditures by:

- 1 (1) consolidating any reports or publications the
- 2 agency is required to make and filing or delivering any of those
- 3 reports or publications exclusively by electronic means;
- 4 (2) extending the effective period of any license,
- 5 permit, or registration the agency grants or administers;
- 6 (3) entering into a contract with another governmental
- 7 entity or with a private vendor to carry out any of the agency's
- 8 duties;
- 9 (4) providing that any communication between the
- 10 agency and another person and any document required to be delivered
- 11 to or by the agency, including any application, notice, billing
- 12 statement, receipt, or certificate, may be made or delivered by
- 13 electronic mail or through the Internet; and
- 14 (5) adopting and collecting fees or charges to cover
- any costs the agency incurs in performing its lawful functions.
- 16 SECTION 6. If before implementing any provision of this Act
- 17 a state agency determines that a waiver or authorization from a
- 18 federal agency is necessary for implementation of that provision,
- 19 the agency affected by the provision shall request the waiver or
- 20 authorization and may delay implementing that provision until the
- 21 waiver or authorization is granted.
- 22 SECTION 7. This Act takes effect immediately if it receives
- 23 a vote of two-thirds of all the members elected to each house, as
- 24 provided by Section 39, Article III, Texas Constitution. If this
- 25 Act does not receive the vote necessary for immediate effect, this
- 26 Act takes effect September 1, 2003.