By: Davis of Harris H.B. No. 1558 Substitute the following for H.B. No. 1558: By: Davis of Harris C.S.H.B. No. 1558

## A BILL TO BE ENTITLED

## 1 AN ACT 2 relating to an alternative method of satisfying certain licensing 3 and program participation requirements for assisted living facilities. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 SECTION 1. Subchapter B, Chapter 247, Health and Safety 6 Code, is amended by adding Section 247.032 to read as follows: 7 Sec. 247.032. ACCREDITATION SURVEY TO SATISFY INSPECTION OR 8 CERTIFICATION REQUIREMENTS. (a) In this section, "accreditation 9 commission" means the Commission on Accreditation of 10 Rehabilitation Facilities or the Joint Commission on Accreditation 11 12 of Healthcare Organizations. (b) The department shall accept an accreditation survey 13 14 from an accreditation commission for an assisted living facility instead of an inspection under Section 247.023, instead of an 15

16 <u>annual inspection or survey conducted under the authority of</u> 17 <u>Section 247.027, and in satisfaction of the requirements for</u> 18 <u>certification by the department for participation in the medical</u> 19 <u>assistance program under Chapter 32, Human Resources Code, and the</u> 20 <u>federal Medicare program, but only if:</u>

21 (1) the accreditation commission's standards meet or 22 exceed the requirements for licensing of the executive commissioner 23 of the Health and Human Services Commission for an assisted living 24 facility;

79R7992 MSE-D

	C.S.H.B. No. 1558
1	(2) the accreditation commission maintains an
2	inspection or survey program that, for each assisted living
3	facility, meets the department's applicable minimum standards as
4	confirmed by the executive commissioner of the Health and Human
5	Services Commission;
6	(3) the accreditation commission conducts an on-site
7	inspection or survey of the facility in accordance with the
8	commission's minimum standards;
9	(4) the assisted living facility submits to the
10	department a copy of its required accreditation reports to the
11	accreditation commission in addition to the application, the fee,
12	and any report required for renewal of a license or for
13	certification, as applicable; and
14	(5) the department has:
15	(A) determined whether a waiver or authorization
16	from a federal agency is necessary under federal law, including for
17	federal funding purposes, before the department accepts an
18	accreditation survey from the accreditation commission:
19	(i) instead of an inspection for license
20	renewal purposes;
21	(ii) as satisfying the requirements for
22	certification by the department for participation in the medical
23	assistance program; or
24	(iii) as satisfying the requirements for
25	certification by the department for participation in the federal
26	Medicare program; and
27	(B) obtained any necessary federal waivers or

C.S.H.B. No. 1558

1 <u>authorizations</u>.

2 <u>(c) The department shall coordinate its licensing and</u> 3 <u>certification activities with each of the accreditation</u> 4 commissions.

5 (d) Except as specifically provided by this section, this 6 section does not limit the department in performing any power or duty under this chapter or inspection authorized by Section 247.027 7 or under any contract relating to the medical assistance program 8 under Chapter 32, Human Resources Code, and Titles XVIII and XIX of 9 the Social Security Act (42 U.S.C. Sections 1395 et seq. and 1396 et 10 seq.), including authority to take appropriate action relating to 11 an assisted living facility, such as suspending or revoking a 12 license, investigating an allegation of abuse, exploitation, or 13 14 neglect or another complaint, assessing an administrative penalty, 15 or closing the facility.

16 (e) This section does not require an assisted living 17 <u>facility to obtain accreditation from an accreditation commission.</u>

18 SECTION 2. (a) Not later than October 1, 2005, the 19 Department of Aging and Disability Services shall:

(1) determine whether a waiver or authorization from a federal agency is necessary under federal law, including for federal funding purposes, before the department may accept an accreditation survey from the Commission on Accreditation of Rehabilitation Facilities or the Joint Commission on Accreditation of Healthcare Organizations for an assisted living facility:

(A) instead of an inspection for purposes of
 renewing an assisted living facility license under Chapter 247,

C.S.H.B. No. 1558

1 Health and Safety Code;

(B) as satisfying the requirements for
certification by the department for participation in the medical
assistance program under Chapter 32, Human Resources Code; and

5 (C) as satisfying the requirements for 6 certification by the department for participation in the federal 7 Medicare program; and

8 (2) if the department determines that a waiver or 9 authorization is necessary, request any required waivers or 10 authorizations that the department may possibly obtain under 11 federal law.

(b) Not later than December 1, 2005, the Department of Aging and Disability Services shall report its progress under Subsection (a) of this section to the governor and to the presiding officer of each house of the legislature.

16

SECTION 3. This Act takes effect September 1, 2005.