By: Davis of Harris

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	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
4	facilities.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subchapter B, Chapter 247, Health and Safety
7	Code, is amended by adding Section 247.032 to read as follows:
8	Sec. 247.032. ACCREDITATION SURVEY TO SATISFY INSPECTION OR
9	CERTIFICATION REQUIREMENTS. (a) In this section, "accreditation
10	commission" means the Commission on Accreditation of
11	Rehabilitation Facilities or the Joint Commission on Accreditation
12	of Healthcare Organizations.
13	(b) The department shall accept an accreditation survey
14	from an accreditation commission for an assisted living facility
15	instead of an inspection under Section 247.023, instead of an
16	annual inspection or survey conducted under the authority of
17	Section 247.027, and in satisfaction of the requirements for
18	certification by the department for participation in the medical
19	assistance program under Chapter 32, Human Resources Code, and the
20	federal Medicare program, but only if:
21	(1) the assisted living facility is accredited by the
22	accreditation commission under the accreditation commission's
23	minimum standards;
24	(2) the accreditation commission maintains an

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1	inspection or survey program that, for each assisted living
2	facility, meets the department's applicable minimum standards as
3	confirmed by the executive commissioner of the Health and Human
4	Services Commission;
5	(3) the accreditation commission conducts an on-site
6	inspection or survey of the facility in accordance with the
7	<pre>commission's minimum standards;</pre>
8	(4) the assisted living facility submits to the
9	department a copy of its required accreditation reports to the
10	accreditation commission in addition to the application, the fee,
11	and any report required for renewal of a license or for
12	certification, as applicable; and
13	(5) the department has:
14	(A) determined whether a waiver or authorization
15	from a federal agency is necessary under federal law, including for
16	federal funding purposes, before the department accepts an
17	accreditation survey from the accreditation commission:
18	(i) instead of an inspection for license
19	renewal purposes;
20	(ii) as satisfying the requirements for
21	certification by the department for participation in the medical
22	assistance program; or
23	(iii) as satisfying the requirements for
24	certification by the department for participation in the federal
25	Medicare program; and
26	(B) obtained any necessary federal waivers or
27	authorizations.

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

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

## (e) This section does not require an assisted living facility to obtain accreditation from an accreditation commission.

SECTION 2. (a) Not later than October 1, 2005, the
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,
 Health and Safety Code;

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1 (B) as satisfying the requirements for 2 certification by the department for participation in the medical 3 assistance program under Chapter 32, Human Resources Code; and

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

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

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