S.B. No. 815 1-1 By: Lucio (In the Senate - Filed February 28, 2005; March 10, 2005, read first time and referred to Committee on Health and Human Services; April 13, 2005, reported favorably by the following vote: Yeas 8, Nays 0; April 13, 2005, sent to printer.) 1-2 1-3 1-4 1-5

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## A BILL TO BE ENTITLED AN ACT

1-8 relating to the long-range plan for the South Texas Health Care System and the provision of tuberculosis and other health care 1-9 1-10 1-11

services in the Lower Rio Grande Valley. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. Sections 1 through 7, Chapter 1106, Acts of the 76th Legislature, Regular Session, 1999, are amended to read as follows:

Sec. 1. CONSTRUCTION OF NEW OUTPATIENT HEALTH CARE SERVICES. (a) PHYSICAL FACILITIES FOR The [<del>Texas</del>] Department of State Health Services shall contract for the construction of at least one [an initial,] new physical facility for outpatient health care services, including outpatient tuberculosis services, out of

funds appropriated to the department for that purpose. (b) [The initial physical facility constructed under Subsection (a) of this section must be:

[(1) located at the site of the South Texas Hospital in Harlingen, Texas; or

[(2) colocated with the initial site of the Regional Academic Health Center at a common site in Harlingen, Texas, and adjacent to the center.

[(c) The contract under Subsection (a) of this section for the construction of the initial physical facility in Harlingen, Texas, must specify that the physical facility be designed and constructed to allow for the provision of all outpatient health care services, including outpatient tuberculosis services, 1-28 1-29 1-30 1-31 1-32 provided at the South Texas Hospital on the effective date of this 1-33 1-34 Act. The facility may be designed and constructed to allow for the provision of additional outpatient health care services. 1-35

1-36 [(d) If the initial physical facility constructed under Subsection (a) of this section is colocated with the Regional 1-37 Academic Health Center, the contract under this section must 1-38 1-39 specify that, to the maximum extent possible, that facility and the Regional Academic Health Center must be designed and constructed 1-40 together to realize potential savings in construction costs and 1-41 long-term maintenance and operations costs by using common central utility plants, cafeterias, laundry facilities, maintenance facilities, and other support facilities. The board of regents of The University of Texas System shall cooperate with the Texas 1-42 1-43 1-44 1-45 1-46 Department of Health to coordinate the structure and design of the physical facilities of the facility constructed under Subsection 1-47 (a) of this section and the Regional Academic Health Center to achieve a maximally efficient use of resources. [(e) Out of funds available to the Texas Department of 1-48 1-49

1-50 Health for that purpose, the department may contract for the construction of additional physical facilities for outpatient health care services, including outpatient tuberculosis services.] 1-51 1-52 1-53 One facility may be located in <u>Hidalgo County</u> [McAllen], Texas, and another facility may be located in <u>Cameron County</u> [Brownsville], 1-54 1-55 1-56 Texas.

1-57 OUTPATIENT SERVICES. Sec. 2. HEALTH CARE (a) On completion of the [initial] physical facility or facilities [in Harlingen, Texas,] required by Section 1 of this Act, the provision 1-58 1-59 of all outpatient health care services, including outpatient tuberculosis services, provided by the South Texas <u>Health Care</u> <u>System</u> [Hospital on the effective date of this Act] shall be transferred to that facility or those facilities. (b) The [Texas] Department of <u>State</u> Health <u>Services</u> may 1-60 1-61 1-62 1-63 1-64

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2-1 contract with one or more public or private health care providers or 2-2 entities for the management and operation of the physical 2-3 facilities constructed under Section 1 of this Act and for the 2-4 provision of outpatient health care services at those facilities.

2-5 Sec. 3. INPATIENT HEALTH CARE AND RELATED LABORATORY
2-6 SERVICES. Out of funds appropriated to the [Texas] Department of
2-7 State Health Services to provide inpatient health care services,
2-8 the department shall contract with one or more public or private
2-9 health care providers or entities, including a political
2-10 subdivision that is located in the Rio Grande Valley region and is
2-11 responsible for providing health care services to its residents,
2-12 for the provision of inpatient health care services, including
2-13 inpatient tuberculosis services, and related laboratory services
2-14 provided by the South Texas Health Care System [Hospital on the
2-15 Sec. 4. INTERIM RENOVATION OF PHYSICAL FACILITIES OF SOUTH

Sec. 4. INTERIM RENOVATION OF PHYSICAL FACILITIES OF SOUTH TEXAS <u>HEALTH CARE SYSTEM</u> [HOSPITAL]. Out of funds appropriated to the department for the purpose of this section, the [Texas] Department of <u>State</u> Health <u>Services</u> shall contract for minimally necessary structural and design renovations to the physical facilities of the South Texas <u>Health Care System</u> [Hospital] required for compliance with Texas <u>Accessibility Standards</u> and the 2-17 2-18 2-19 2-20 2-21 2-22 required for compliance with Texas Accessibility Standards and the federal Americans with Disabilities Act of 1990 (42 U.S.C. Section 2-23 2-24 12101 et seq.), as amended, and for the continued operation of the South Texas <u>Health Care System</u> [Hospital] to provide outpatient health care services until construction of the [initial] physical facility or facilities required by Section 1 of this Act [in 2**-**25 2**-**26 2-27 Harlingen, Texas, ] for the provision of those services is 2-28 2-29 completed. 2-30

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2-43 2-44 2-45 2-46 2-47 Sec. 5. FUTURE OF SOUTH TEXAS <u>HEALTH CARE SYSTEM</u> [HOSPITAL]. If the Department of State Health Services does not use the current physical facilities of the South Texas Health Care System upon completion of the physical facility or facilities required by Section 1 of this Act, the department [The Texas Board of Health] shall give the [Texas] Department of Aging and Disability Services [Mental Health and Mental Retardation] the first option to lease the current physical facilities of the South Texas <u>Health Care System</u> [Hospital] on completion of construction of the [initial] physical facility or facilities required by Section 1 of this Act for outpatient health care services [in Harlingen, Texas,] and after contracting providers or entities under Section 3 of this Act have begun providing inpatient health care and related laboratory services. If the [Texas] Department of Aging and Disability Services [Mental Health and Mental Retardation] does not lease the facilities, the <u>department</u> [Texas Board of Health] shall study and prepare leasing and other options for potential future uses of the facilities.

[Sec. 6. CONTINUATION OF SUPPORT SERVICES. (a) If the initial physical facility constructed as required by Section 1 of this Act is colocated with the Regional Academic Health Center, the 2-48 2-49 2-50 2-51 Texas Department of Health and the Texas Department of Mental Health and Mental Retardation shall enter into an interagency contract to provide for the continuation of support services for the facility operated by the Texas Department of Mental Health and Mental Retardation that is colocated with the South Texas Hospital. 2-52 2-53 2-54 2-55 [(b) The contract may include a provision requiring the Texas Department of Health to continue providing employees for 2-56 2-57 support facilities at the site.] 2-58

Sec. 7. DISPLACED EMPLOYEES OF SOUTH TEXAS HEALTH CARE 2-59 <u>SYSTEM</u> [HOSPITAL]. (a) Out of available funds appropriated to the [Texas] Department of <u>State</u> Health <u>Services</u>, the department shall reassign a member of the employee class of the department who is 2-60 2-61 2-62 2-63 employed at the South Texas Health Care System [Hospital] and whose position is displaced as a result of a contract entered into by the [Texas] Department of <u>State</u> Health <u>Services</u> under this Act or the transfer of services from the South Texas <u>Health Care System</u> [Hospital] to an open position within the department in reasonable 2-64 2-65 2-66 2-67 proximity to the South Texas <u>Health Care System</u> [Hospital] and for which the member is qualified. If reassignment of a member of the 2-68 2-69

S.B. No. 815 employee class to another position within the department is not 3-1 3-2 possible, the department shall provide job placement assistance to 3-3 the member.

3-4 (b) A contract awarded by the [Texas] Department of State Health <u>Services</u> under this Act must include a provision that the contracting entity shall offer an employee of the South Texas <u>Health Care System</u> [Hospital] whose position is displaced as a 3-5 3-6 3-7 result of the contract a similar employment position with the 3-8 contracting entity before offering the position to any other person if the contracting entity determines that the displaced employee is qualified for the position. 3-9 3-10 3-11

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