H.B. No. 1729 By: Madden

## A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to certain requirements regarding the provision of home
- and community-based services under the Medicaid program. 3
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4
- SECTION 1. Section 242.003, Health and Safety Code, 5
- amended to read as follows: 6
- 7 Sec. 242.003. EXEMPTIONS. Except as otherwise provided,
- this chapter does not apply to: 8
- 9 (1)a hotel or other similar place that furnishes only
- food, lodging, or both, to its guests; 10
- 11 (2) a hospital;
- 12 (3) an establishment conducted by or for the adherents
- of a well-recognized church or religious denomination for the 13
- purpose of providing facilities for the care or treatment of the 14
- sick who depend exclusively on prayer or spiritual means for 15
- healing, without the use of any drug or material remedy, if the 16
- establishment complies with safety, sanitary, and quarantine laws 17
- and rules; 18

- an establishment that furnishes, in addition to 19
- food, shelter, and laundry, only baths and massages; 20
- 21 an institution operated by a person licensed by
- the Texas Board of Chiropractic Examiners; 22
- 23 (6) a facility that:
- 24 (A) primarily engages in training, habilitation,

- 1 rehabilitation, or education of clients or residents;
- 2 (B) is operated under the jurisdiction of a state
- 3 or federal agency, including the <u>Department of Assistive and</u>
- 4 Rehabilitative Services, Department of Aging and Disability
- 5 Services, Department of State Health Services, Health and Human
- 6 <u>Services Commission</u> [Texas Rehabilitation Commission, Texas
- 7 Department of Mental Health and Mental Retardation, Texas
- 8 Department of Human Services, Texas Commission for the Blind, Texas
- 9 Commission on Alcohol and Drug Abuse], [institutional division of
- 10 the] Texas Department of Criminal Justice, and Department of
- 11 Veterans Affairs [the Veteran's Administration]; and
- 12 (C) is certified through inspection or
- 13 evaluation as meeting the standards established by the state or
- 14 federal agency;
- 15 (7) a foster care type residential facility that
- 16 serves fewer than five persons and operates under rules adopted by
- 17 the Texas Department of Human Services or the executive
- 18 commissioner of the Health and Human Services Commission, as
- 19 applicable; [and]
- 20 (8) a facility licensed under Chapter 252 or exempt
- 21 from licensure under Section 252.003; or
- 22 (9) a home described by Section 161.081, Human
- 23 Resources Code.
- SECTION 2. Section 247.004, Health and Safety Code, is
- 25 amended to read as follows:
- Sec. 247.004. EXEMPTIONS. This chapter does not apply to:
- 27 (1) a boarding facility that has rooms for rent and

- 1 that may offer community meals, light housework, meal preparation,
- 2 transportation, grocery shopping, money management, or laundry
- 3 services but that does not provide personal care services;
- 4 (2) an establishment conducted by or for the adherents
- 5 of the Church of Christ, Scientist, for the purpose of providing
- 6 facilities for the care or treatment of the sick who depend
- 7 exclusively on prayer or spiritual means for healing without the
- 8 use of any drug or material remedy if the establishment complies
- 9 with local safety, sanitary, and quarantine ordinances and
- 10 regulations;
- 11 (3) a facility conducted by or for the adherents of a
- 12 qualified religious society classified as a tax-exempt
- 13 organization under an Internal Revenue Service group exemption
- 14 ruling for the purpose of providing personal care services without
- 15 charge solely for the society's professed members or ministers in
- 16 retirement, if the facility complies with local safety, sanitation,
- 17 and quarantine ordinances and regulations; [or]
- 18 (4) a facility that provides personal care services
- 19 only to persons enrolled in a program that is funded in whole or in
- 20 part by the Texas Department of Mental Health and Mental
- 21 Retardation and that is monitored by the Texas Department of Mental
- 22 Health and Mental Retardation or its designated local authority in
- 23 accordance with standards set by the Texas Department of Mental
- 24 Health and Mental Retardation; or
- 25 (5) a home described by Section 161.081, Human
- 26 Resources Code.
- 27 SECTION 3. Section 252.003, Health and Safety Code, is

- 1 amended to read as follows:
- 2 Sec. 252.003. EXEMPTIONS. Except as otherwise provided by
- 3 this chapter, this chapter does not apply to an establishment that:
- 4 (1) provides training, habilitation, rehabilitation,
- 5 or education to individuals with mental retardation or a related
- 6 condition;
- 7 (2) is operated under the jurisdiction of a state or
- 8 federal agency, including the Department of Assistive and
- 9 Rehabilitative Services, Department of Aging and Disability
- 10 Services, Department of State Health Services, Health and Human
- 11 <u>Services Commission</u> [department, the Texas Rehabilitation
- 12 Commission, the Texas Department of Mental Health and Mental
- 13 Retardation, the Texas Commission for the Blind, the Texas
- 14 Commission on Alcohol and Drug Abuse], [the institutional division
- 15 of the] Texas Department of Criminal Justice, and Department of
- 16 <u>Veterans Affairs</u> [or the Veterans' Administration];
- 17 (3) is certified through inspection or evaluation as
- 18 meeting the standards established by the state or federal agency;
- 19 [<del>and</del>]
- 20 (4) is conducted by or for the adherents of a
- 21 well-recognized church or religious denomination for the purpose of
- 22 providing facilities for the care or treatment of the sick who
- 23 depend exclusively on prayer or spiritual means for healing,
- 24 without the use of any drug or material remedy, if the establishment
- 25 complies with safety, sanitary, and quarantine laws and rules; or
- 26 (5) is a home described by Section 161.081, Human
- 27 Resources Code.

- 1 SECTION 4. Subchapter D, Chapter 161, Human Resources Code,
- 2 is amended by adding Section 161.081 to read as follows:
- 3 Sec. 161.081. HOME AND COMMUNITY-BASED SERVICES PROVIDERS;
- 4 NUMBER OF RESIDENTS ALLOWED. (a) In this section, "home and
- 5 community-based services" means the services described by 42 U.S.C.
- 6 Section 1396n(c) that are provided by a person under a contract with
- 7 the department.
- 8 (b) A person certified by the department to provide home and
- 9 community-based services may provide services in homes in which six
- 10 or fewer individuals receiving similar services reside, but only if
- 11 <u>a direct services provider does not reside in the home.</u>
- 12 (c) A home in which six or fewer individuals receiving
- 13 <u>similar services reside and in which at least one individual is</u>
- 14 receiving services from a home and community-based services program
- 15 provider, but in which a direct services provider does not reside,
- 16 <u>is exempt from licensing under Chapter 242, 247, or 252, Health and</u>
- 17 Safety Code.
- 18 SECTION 5. If before implementing any provision of this Act
- 19 a state agency determines that a waiver or authorization from a
- 20 federal agency is necessary for implementation of that provision,
- 21 the agency affected by the provision shall request the waiver or
- 22 authorization and may delay implementing that provision until the
- 23 waiver or authorization is granted.
- SECTION 6. This Act takes effect September 1, 2009.