By: Klick H.B. No. 3527

A BILL TO BE ENTITLED

| 1 | AN ACT |
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| 2 | relating to the criteria and requirements for the closure, |
| 3 | consolidation, or consolidation plan of state supported living |
| 4 | centers. |
| 5 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: |
| 6 | SECTION 1. Section 533.083, Health and Safety Code, is |
| 7 | amended to read as follows: |
| 8 | Sec. 533.083. CRITERIA FOR CREATION, CLOSURE, OR |
| 9 | CONSOLIDATION OF FACILITY. (a) The department shall establish |
| 10 | objective criteria for determining when a new, expanded or enhanced |
| 11 | <pre>program, service or facility may be needed and when a facility may</pre> |
| 12 | be closed or consolidated, and shall have authority to create, |
| 13 | close or consolidate such <u>programs</u> , <u>services or</u> facilities |
| 14 | accordingly. |
| 15 | (b) The executive commissioner by rule shall prescribe the |
| 16 | procedure the department must use in determining when a state |
| 17 | supported living center may be closed or consolidated with another |
| 18 | state supported living center. The rules shall require the |
| 19 | department to use a formula-based approach based on a state |
| 20 | <pre>supported living center's:</pre> |
| 21 | (1) changes in population; |
| 22 | (2) operating costs; |
| 23 | (3) costs per resident; and |

(4) compliance with federal law.

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- 1 (c) State supported living centers shall at all times be in
- 2 substantial compliance with the United States Department of Justice
- 3 Settlement Agreement Provisions.
- 4 (d) If the department determines that a state supported
- 5 living center must be closed or consolidated, the department shall
- 6 develop:
- 7 (1) a reasonable proposed timetable for actions
- 8 necessary to close or consolidate the center; and
- 9 (2) a strategy to minimize the adverse effects of
- 10 closure on the local community and the employees and residents of
- 11 the center, including job placement assistance.
- 12 (e) The department shall identify four or more state
- 13 supported living centers to begin closure and consolidation by
- 14 August 31, 2015.
- 15 SECTION 2. Subchapter D, Chapter 533, Health and Safety
- 16 Code, is amended by adding Section 533.0831 to read as follows:
- 17 Sec. 533.0831. CONSOLIDATION PLAN FOR STATE SUPPORTED
- 18 LIVING CENTERS. (a) Upon the closure of the seventh of the existing
- 19 thirteen state supported living centers, the department shall
- 20 establish a plan for the consolidation of the remaining centers.
- 21 The plan shall factor in:
- 22 (1) the remaining number of residents;
- 23 (2) <u>projected future census;</u>
- 24 (3) projected maintenance and operating budgets of the
- 25 remaining centers.
- 26 (b) The plan shall include a study to determine the most
- 27 appropriate, safe, and cost-effective facilities for remaining

- 1 residents. Consolidation of remaining facilities shall include
- 2 independent community living options information process,
- 3 <u>independent</u> relocation services, and independent ombudsman
- 4 services in all facilities.
- 5 (c) If the study determines that, as part of continuing
- 6 closure and consolidation expanded programs, enhanced services, a
- 7 community residence serving no more than four individuals or a
- 8 facility serving no more than six individuals is necessary, the
- 9 department shall expand, enhance, or establish new community-based
- 10 programs, services or facilities by entering into the following
- 11 contracts:
- 12 (1) one contract with the owner of the new and
- 13 accredited facility;
- 14 (2) one or more contracts with accredited and
- 15 qualified service providers to provide the health services that are
- 16 required by state law in a community-based program or facility; and
- 17 (3) one contract with an outside entity to perform
- 18 licensing, certification, accreditation, clinical and ethical
- 19 reviews of the required contracted services described by Subsection
- 20 (a)(2) and the new facility.
- 21 (d) An entity contracted under Subsection (a)(3) must
- 22 report to the appropriate agency or authority regarding the reviews
- 23 conducted by the entity.
- 24 SECTION 3. As soon as practicable after the effective date
- 25 of this Act, the executive commissioner of the Health and Human
- 26 Services Commission shall adopt rules required by Section
- 27 533.083(b), Health and Safety Code, as added by this Act.

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1 SECTION 4. This Act takes effect September 1, 2013.