By: Zaffirini S.B. No. 41

## A BILL TO BE ENTITLED

AN ACT

2	relating	to	the	${\tt administration}$	and	provision	of	<pre>consumer-directed</pre>

- 3 services under certain health and human services programs.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. The heading to Section 531.051, Government Code,
- 6 is amended to read as follows:
- 7 Sec. 531.051. CONSUMER DIRECTION OF CERTAIN SERVICES FOR
- 8 CERTAIN PERSONS [WITH DISABILITIES AND ELDERLY PERSONS].
- 9 SECTION 2. Section 531.051(a), Government Code, is amended
- 10 by amending Subdivision (2) and adding Subdivisions (4-a) and (5-a)
- 11 to read as follows:

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- 12 (2) "Consumer direction" or "consumer direction
- 13 model" means a service delivery model under which a consumer or the
- 14 consumer's legally authorized representative exercises control
- 15 over the development and implementation of the consumer's
- 16 individual service plan or over the persons delivering the services
- 17 directly to the consumer. The term includes the consumer-directed
- 18 service option, the service responsibility option, the
- 19 individualized budget option, the purchasing option, and other
- 20 types of service delivery models developed by the commission under
- 21 this section.
- 22 (4-a) "Individualized budget option" means a type of
- 23 consumer direction model in which:
- 24 (A) a consumer-directed services agency

- 1 assesses the needs of a consumer and assists the consumer in
- 2 developing an individual budget expressed in dollars and based on
- 3 the anticipated cost of services and supports appropriate for the
- 4 consumer for the purchase of the goods and services necessary to
- 5 meet the consumer's needs;
- 6 (B) the consumer and, if appropriate, a person
- 7 who provides support or counseling services to the consumer develop
- 8 a spending plan for how and when the consumer will spend the money
- 9 in accordance with the consumer's individual budget;
- 10 (C) a consumer-directed services agency monitors
- 11 the consumer's individual budget;
- 12 (D) the consumer receives financial management
- 13 services through the consumer-directed services agency that
- 14 developed or monitors the consumer's individual budget; and
- 15 <u>(E)</u> the consumer does not directly receive cash
- 16 in relation to the consumer's individual budget but is instead
- 17 provided with a variety of tracking methods to manage and monitor
- 18 the consumer's individual budget.
- 19 (5-a) "Purchasing option" means a type of consumer
- 20 direction model in which a consumer is allocated money to purchase
- 21 goods and services that:
- (A) are permissible under applicable federal and
- 23 state laws;
- 24 (B) address the needs identified in the
- 25 consumer's individual service plan;
- 26 (C) the consumer can afford without compromising
- 27 the consumer's health or safety; and

## 1 (D) are directly for the consumer's benefit.

- 2 SECTION 3. Section 531.051, Government Code, is amended by
- 3 amending Subsections (b) and (c) and adding Subsection (c-1) to
- 4 read as follows:
- 5 (b) The commission shall develop and oversee the
- 6 implementation of consumer direction models under which a person
- 7 with a disability or an elderly person who is receiving certain
- 8 state-funded or Medicaid-funded services, a person who is receiving
- 9 public mental health services under a program administered by the
- 10 Department of State Health Services, or the [person's] legally
- 11 authorized representative of one of those persons  $[\tau]$  exercises
- 12 control over the development and implementation of the person's
- 13 individual service plan or over the persons who directly deliver
- 14 the services.
- 15 (c) In adopting rules for the consumer direction models, the
- 16 executive commissioner [commission] shall:
- 17 (1) with assistance from the work group established
- 18 under Section 531.052 and subject to Subsection (c-1), determine
- 19 which services are appropriate and suitable for delivery through
- 20 consumer direction;
- 21 (2) ensure that each consumer direction model is
- 22 designed to comply with applicable federal and state laws;
- 23 (3) maintain procedures to ensure that a potential
- 24 consumer or the consumer's legally authorized representative has
- 25 adequate and appropriate information, including the
- 26 responsibilities of a consumer or representative under each service
- 27 delivery option, to make an informed choice among the types of

- 1 consumer direction models;
- 2 (4) require each consumer or the consumer's legally
- 3 authorized representative to sign a statement acknowledging
- 4 receipt of the information required by Subdivision (3);
- 5 (5) maintain procedures to monitor delivery of
- 6 services through consumer direction to ensure:
- 7 (A) adherence to existing applicable program
- 8 standards;
- 9 (B) appropriate use of funds; and
- 10 (C) consumer satisfaction with the delivery of
- 11 services;
- 12 (6) ensure that authorized program services that are
- 13 not being delivered to a consumer through consumer direction are
- 14 provided by a provider agency chosen by the consumer or the
- 15 consumer's legally authorized representative; and
- 16 (7) work in conjunction with the work group
- 17 established under Section 531.052 to set a timetable to complete
- 18 the implementation of the consumer direction models.
- 19 <u>(c-1)</u> In adopting rules regarding what services are
- 20 appropriate and suitable for delivery through consumer direction
- 21 under Subsection (c)(1), the executive commissioner shall ensure
- 22 <u>that:</u>
- 23 (1) included in the services eligible for
- 24 consumer-directed delivery are all home and community-based
- 25 <u>services provided under the Medicaid state plan, including services</u>
- 26 provided under the STAR + PLUS Medicaid managed care program and
- 27 Medicaid waiver programs, including waiver programs authorized

- S.B. No. 41
- 1 under Sections 1915 and 1115 of the federal Social Security Act (42
- 2 <u>U.S.C. Sections 1396n and 1315); and</u>
- 3 (2) consumers are provided case management and service
- 4 coordination when available.
- 5 SECTION 4. Not later than December 1, 2013, the executive
- 6 commissioner of the Health and Human Services Commission shall
- 7 adopt the rules necessary to develop and implement the consumer
- 8 direction models described in Sections 531.051(a)(4-a) and (5-a),
- 9 Government Code, as added by this Act, and the rules required by
- 10 Section 531.051(c-1), Government Code, as added by this Act.
- 11 SECTION 5. If before implementing any provision of this Act
- 12 a state agency determines that a waiver or authorization from a
- 13 federal agency is necessary for implementation of that provision,
- 14 the agency affected by the provision shall request the waiver or
- 15 authorization and may delay implementing that provision until the
- 16 waiver or authorization is granted.
- 17 SECTION 6. This Act takes effect September 1, 2013.