By: Raymond H.B. No. 2699

A BILL TO BE ENTITLED

AN ACT

2 relating to the functions and operations of the Department of Aging

3 and Disability Services; increasing penalties.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Subchapter A, Chapter 142, Health and Safety

6 Code, is amended by adding Section 142.0125 to read as follows:

7 Sec. 142.0125. PROGRESSIVE SANCTIONS. (a) The executive

- Sec. 142.0125. PROGRESSIVE SANCTIONS. (a) The executive commissioner by rule shall create a matrix of progressive sanctions that the department must use to assess penalty amounts and impose disciplinary actions under this chapter appropriately and fairly for a violation of a law, rule, standard, or order adopted or license issued under this chapter or for a violation of other law for which this chapter provides a sanction.
- 14 (b) The matrix of progressive sanctions adopted under this
 15 section must provide for increases in amounts of administrative
 16 penalties based on type, frequency, and seriousness of violations
 17 and must provide guidance for determining appropriate and graduated
 18 administrative penalties to assess under this chapter to deter
 19 future violations, including guidance on considering the factors
 20 listed in this chapter for determining the amount of a penalty.
- 21 <u>(c) The matrix of progressive sanctions adopted under this</u>
 22 <u>section must provide for imposing stronger sanctions, including</u>
 23 <u>license suspension or revocation, for more serious violations or</u>
 24 <u>for repeated violations as appropriate to deter future serious or</u>

- 1 repeated violations. The matrix of progressive sanctions must
- 2 describe appropriate time frames to be used in determining whether
- 3 a home and community support services agency has committed repeated
- 4 violations or has engaged in a pattern of repeated violations, such
- 5 as repeated violations found in consecutive regular inspections.
- 6 SECTION 2. Sections 142.017(b) and (j), Health and Safety 7 Code, are amended to read as follows:
- 8 (b) The penalty shall be not less than \$100 or more than
- 9 \$5,000 [\$1,000] for each violation. Each day of a violation that
- 10 occurs before the day on which the person receives written notice of
- 11 the violation from the department does not constitute a separate
- 12 violation and shall be considered to be one violation. Each day of
- 13 a continuing violation that occurs after the day on which the person
- 14 receives written notice of the violation from the department
- 15 constitutes a separate violation.
- 16 (j) The executive commissioner by rule shall define types of
- 17 minor violations an agency may correct under Subsection (e) before
- 18 imposing an administrative penalty. The executive commissioner
- 19 shall ensure that all other violations are not subject to a right to
- 20 correct [The department may assess an administrative penalty
- 21 without providing a reasonable period of time to the agency to
- 22 correct the violation if the violation:
- 23 [(1) results in serious harm or death;
- 24 [(2) constitutes a serious threat to health or safety;
- 25 [(3) substantially limits the agency's capacity to
- 26 provide care;
- 27 [(4) is a violation in which a person:

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1	[(A) makes a false statement, that the person
2	knows or should know is false, of a material fact:
3	[(i) on an application for issuance or
4	renewal of a license or in an attachment to the application; or
5	[(ii) with respect to a matter under
6	investigation by the department;
7	[(B) refuses to allow a representative of the
8	department to inspect a book, record, or file required to be
9	maintained by an agency;
10	[(C) wilfully interferes with the work of a
11	representative of the department or the enforcement of this
12	chapter;
13	(D) wilfully interferes with a representative
14	of the department preserving evidence of a violation of this
15	chapter or a rule, standard, or order adopted or license issued
16	under this chapter;
17	((E) fails to pay a penalty assessed by the
18	department under this chapter not later than the 10th day after the
19	date the assessment of the penalty becomes final; or
20	[(F) fails to submit:
21	[(i) a plan of correction not later than the
22	10th day after the date the person receives a statement of licensing
23	violations; or
24	[(ii) an acceptable plan of correction not
25	later than the 30th day after the date the person receives
26	notification from the department that the previously submitted plan
27	of correction is not acceptable;

- 1 [(5) is a violation of Section 142.0145; or
- 2 [(6) involves the rights of the elderly under Chapter
- 3 102, Human Resources Code].
- 4 SECTION 3. Section 242.061, Health and Safety Code, is
- 5 amended by adding Subsections (c-1), (c-2), and (e) to read as
- 6 follows:
- 7 (c-1) The department shall revoke the license of an
- 8 institution that violates this chapter or a rule, standard, or
- 9 order adopted or license issued under this chapter in a manner that
- 10 causes immediate jeopardy to health and safety on three separate
- 11 days within a 24-month period.
- 12 (c-2) In the case of revocation of a license under
- 13 Subsection (c-1), to ensure the health and safety of residents of
- 14 the institution, the department may:
- 15 (1) request the appointment of a trustee to operate
- 16 the institution under Subchapter D;
- 17 (2) obtain a new operator for the institution; or
- 18 (3) assist with the relocation of residents to another
- 19 institution.
- 20 (e) In this section, "immediate jeopardy to health and
- 21 <u>safety" means a situation in which immediate corrective action is</u>
- 22 <u>necessary because the institution's noncompliance with one or more</u>
- 23 requirements has caused, or is likely to cause, serious injury,
- 24 harm, impairment, or death to a resident receiving care in the
- 25 institution.
- SECTION 4. Subchapter C, Chapter 242, Health and Safety
- 27 Code, is amended by adding Section 242.0613 to read as follows:

- 1 Sec. 242.0613. PROGRESSIVE SANCTIONS. (a) The executive
- 2 commissioner by rule shall create a matrix of progressive sanctions
- 3 that the department must use to assess penalty amounts and impose
- 4 disciplinary actions under this chapter appropriately and fairly
- 5 for a violation of a law, rule, standard, or order adopted or
- 6 <u>license issued under this chapter or for a violation of other law</u>
- 7 for which this chapter provides a sanction.
- 8 (b) The matrix of progressive sanctions adopted under this
- 9 section must provide for increases in amounts of administrative
- 10 penalties based on type, frequency, and seriousness of violations
- 11 and must provide guidance for determining appropriate and graduated
- 12 administrative penalties to assess under this chapter to deter
- 13 future violations, including guidance on considering the factors
- 14 listed in this chapter for determining the amount of a penalty.
- 15 <u>(c)</u> The matrix of progressive sanctions adopted under this
- 16 section must provide for imposing stronger sanctions, including
- 17 license suspension or revocation, for more serious violations or
- 18 for repeated violations as appropriate to deter future serious or
- 19 repeated violations. The matrix of progressive sanctions must
- 20 describe appropriate time frames to be used in determining whether
- 21 a facility has committed repeated violations or has engaged in a
- 22 pattern of repeated violations, such as repeated violations found
- 23 in consecutive regular inspections.
- SECTION 5. Section 242.0665(b), Health and Safety Code, is
- 25 amended to read as follows:
- 26 (b) The executive commissioner by rule shall define types of
- 27 minor violations a facility may correct under Subsection (a) before

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imposing an administrative penalty. The executive commissioner
 1
   shall ensure that all other violations are not subject to a right to
 2
   correct [Subsection (a) does not apply:
 3
 4
               [(1) to a violation that the department determines:
 5
                     [(A) results in serious harm to or death
 6
   resident;
 7
                    [(B) constitutes a serious threat to the health
 8
   or safety of a resident; or
 9
                     (C) substantially limits the
10
   capacity to provide care;
               [(2) to a violation described
11
12
   242.066(a)(2)-(7);
13
               [(3) to a violation of Section 260A.014
14
15
               [\frac{(4)}{to}]
                        a violation of a right of a resident adopted
16
   under Subchapter L].
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          SECTION 6. Subchapter C, Chapter 247, Health and Safety
   Code, is amended by adding Section 247.0415 to read as follows:
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19
          Sec. 247.0415. PROGRESSIVE SANCTIONS. (a) The executive
   commissioner of the Health and Human Services Commission by rule
20
   shall create a matrix of progressive sanctions that the department
21
   must use to assess penalty amounts and impose disciplinary actions
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   under this chapter appropriately and fairly for a violation of a
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(b) The matrix of progressive sanctions adopted under this

law, rule, standard, or order adopted or license issued under this

chapter or for a violation of other law for which this chapter

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provides a sanction.

- 1 section must provide for increases in amounts of administrative
- 2 penalties based on type, frequency, and seriousness of violations
- 3 and must provide guidance for determining appropriate and graduated
- 4 administrative penalties to assess under this chapter to deter
- 5 future violations, including guidance on considering the factors
- 6 listed in this chapter for determining the amount of a penalty.
- 7 (c) The matrix of progressive sanctions adopted under this
- 8 section must provide for imposing stronger sanctions, including
- 9 license suspension or revocation, for more serious violations or
- 10 for repeated violations as appropriate to deter future serious or
- 11 repeated violations. The matrix of progressive sanctions must
- 12 describe appropriate time frames to be used in determining whether
- 13 an assisted living facility has committed repeated violations or
- 14 has engaged in a pattern of repeated violations, such as repeated
- 15 <u>violations found in consecutive regular inspections.</u>
- SECTION 7. Section 247.0451(b), Health and Safety Code, is
- 17 amended to read as follows:
- 18 (b) Except as provided by Section 247.0452(c), the penalty
- 19 may not exceed \$5,000 [\$1,000] for each violation. Each day a
- 20 violation occurs or continues is a separate violation for purposes
- 21 of imposing a penalty.
- SECTION 8. Section 247.0452(b), Health and Safety Code, is
- 23 amended to read as follows:
- 24 (b) The executive commissioner of the Health and Human
- 25 Services Commission by rule shall define types of minor violations
- 26 an assisted living facility may correct under Subsection (a) before
- 27 imposing an administrative penalty. The executive commissioner

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1
   shall ensure that all other violations are not subject to a right to
             [Subsection (a) does not apply:
 2
 3
                    to a violation that the department determines
           in serious harm to or death of a resident;
4
               [(2) to a violation described by
 5
   247.0451(a)(2)-(7) or a violation of Section 260A.014 or 260A.015;
6
7
               [(3) to a second or subsequent violation of:
8
                    [(A) a right of the same resident under Section
9
10
                    [(B) the same right of all residents
   Section 247.064; or
11
               [(4) to a violation described by Section 247.06
12
   which contains its own right to correct provisions].
13
14
          SECTION 9. Subchapter C, Chapter 252, Health and Safety
15
   Code, is amended by adding Section 252.0615 to read as follows:
          Sec. 252.0615. PROGRESSIVE SANCTIONS. (a) The executive
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17
   commissioner of the Health and Human Services Commission by rule
   shall create a matrix of progressive sanctions that the department
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19
   must use to assess penalty amounts and impose disciplinary actions
   under this chapter appropriately and fairly for a violation of a
20
   law, rule, standard, or order adopted or license issued under this
21
   chapter or for a violation of other law for which this chapter
22
   provides a sanction.
23
24
          (b) The matrix of progressive sanctions adopted under this
   section must provide for increases in amounts of administrative
25
26
   penalties based on type, frequency, and seriousness of violations
   and must provide guidance for determining appropriate and graduated
27
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- 1 administrative penalties to assess under this chapter to deter
- 2 future violations, including guidance on considering the factors
- 3 listed in this chapter for determining the amount of a penalty.
- 4 (c) The matrix of progressive sanctions adopted under this
- 5 section must provide for imposing stronger sanctions, including
- 6 license suspension or revocation, for more serious violations or
- 7 for repeated violations as appropriate to deter future serious or
- 8 repeated violations. The matrix of progressive sanctions must
- 9 describe appropriate time frames to be used in determining whether
- 10 a facility has committed repeated violations or has engaged in a
- 11 pattern of repeated violations, such as repeated violations found
- 12 in consecutive regular inspections.
- SECTION 10. Sections 252.065(b) and (e), Health and Safety
- 14 Code, are amended to read as follows:
- 15 (b) The penalty for a facility with fewer than 60 beds shall
- 16 be not less than \$100 or more than \$1,000 for each violation. The
- 17 penalty for a facility with 60 beds or more shall be not less than
- 18 \$100 or more than \$5,000 for each violation. [The total amount of
- 19 the penalty assessed for a violation continuing or occurring on
- 20 separate days under this subsection may not exceed \$5,000 for a
- 21 facility with fewer than 60 beds or \$25,000 for a facility with 60
- 22 beds or more. Each day a violation occurs or continues is a
- 23 separate violation for purposes of imposing a penalty.
- (e) The department by rule shall provide the facility with a
- 25 reasonable period of time, not less than 45 days, following the
- 26 first day of a violation to correct the violation before assessing
- 27 an administrative penalty if a plan of correction has been

- 1 implemented. The executive commissioner of the Health and Human
- 2 Services Commission by rule shall define types of minor violations
- 3 a facility may correct before assessing an administrative penalty.
- 4 The executive commissioner shall ensure that all other violations
- 5 are not subject to a right to correct [This subsection does not
- 6 apply to a violation described by Subsections (a)(2)-(8) or to a
- 7 violation that the department determines:
- 8 [(1) has resulted in serious harm to or the death of a
- 9 resident;
- 10 [(2) constitutes a serious threat to the health or
- 11 safety of a resident; or
- 12 [(3) substantially limits the institution's capacity
- 13 to provide care].
- 14 SECTION 11. Subchapter B, Chapter 533, Health and Safety
- 15 Code, is amended by adding Section 533.054 to read as follows:
- Sec. 533.054. CRISIS INTERVENTION TEAMS. (a) In this
- 17 section:
- 18 (1) "Crisis intervention team" means a team of
- 19 individuals specially trained to provide services and support to
- 20 persons with intellectual and developmental disabilities who have
- 21 behavioral health needs and who are at risk of
- 22 institutionalization.
- 23 (2) "Department" means the Department of Aging and
- 24 <u>Disability Services.</u>
- 25 (b) The department shall evaluate the effectiveness of
- 26 various models of crisis intervention teams that are funded under a
- 27 waiver under Section 1115 of the federal Social Security Act (42

- 1 U.S.C. Section 1315) and operated by a local intellectual and
- 2 developmental disability authority.
- 3 (c) Not later than March 1, 2016, the department shall
- 4 select for implementation one or more models for crisis
- 5 intervention teams the department determines best provide
- 6 comprehensive, cost-effective support.
- 7 (d) The department shall determine the areas in this state
- 8 in which local intellectual and developmental disability
- 9 authorities do not operate crisis intervention teams and, subject
- 10 to available funding, shall implement in each area a team that
- 11 operates in accordance with a model selected for implementation
- 12 under this section.
- 13 SECTION 12. Chapter 555, Health and Safety Code, is amended
- 14 by adding Subchapter F to read as follows:
- 15 SUBCHAPTER F. STATE SUPPORTED LIVING CENTER RESTRUCTURING AND
- 16 <u>CLOSURES</u>
- 17 Sec. 555.201. STATE SUPPORTED LIVING CENTER RESTRUCTURING
- 18 COMMISSION. (a) In this subchapter, "restructuring commission"
- 19 means the state supported living center restructuring commission.
- 20 (b) The restructuring commission consists of five members
- 21 appointed by the governor and the following three nonvoting ex
- 22 officio members:
- 23 (1) the executive commissioner or the executive
- 24 commissioner's designee;
- 25 (2) the executive director of the Texas Facilities
- 26 Commission or the executive director's designee; and
- 27 (3) the commissioner of the General Land Office or the

- 1 <u>commissioner's designee.</u>
- 2 (c) The restructuring commission is established to
- 3 evaluate each state supported living center in the state to
- 4 determine whether closure of the center is recommended to maintain
- 5 only the number of centers necessary to meet the level of need in
- 6 the state. In evaluating each state supported living center, the
- 7 restructuring commission shall consider:
- 8 (1) the quality of services provided by the center,
- 9 including the center's most recent certification inspections and
- 10 the center's ability to meet the minimum ICF-IID standards;
- 11 (2) the costs of operating the center;
- 12 (3) the center's compliance with the 2009 settlement
- 13 agreement between the department and the United States Department
- 14 of Justice regarding services provided to individuals with
- 15 intellectual and developmental disabilities in state-operated
- 16 facilities;
- 17 (4) the availability of community service providers in
- 18 the area served by the center;
- 19 (5) the specialty services provided at the center,
- 20 including the ability of the center to serve alleged offenders or
- 21 high-risk residents;
- 22 (6) the availability of employment opportunities for
- 23 <u>center employees if the center closes;</u>
- 24 (7) any infrastructure deficiency costs relating to
- 25 the center;
- 26 (8) the property value of, the market demand for, and
- 27 any deed restrictions applicable to property and facilities of the

- 1 center;
- 2 (9) whether closure of the center would adversely
- 3 affect the geographic distribution of centers in the state;
- 4 (10) the availability and capacity of service
- 5 providers and resources in the community capable of delivering the
- 6 quality and level of care each resident of the center would require
- 7 <u>following the center's closure; and</u>
- 8 (11) any other criteria the restructuring commission
- 9 considers appropriate.
- 10 (d) Not later than December 1, 2016, the restructuring
- 11 commission shall submit to the governor, the lieutenant governor,
- 12 the speaker of the house of representatives, and the presiding
- 13 officers of the standing committees of the senate and house of
- 14 representatives having primary jurisdiction over intellectual and
- 15 developmental disability issues a report detailing the
- 16 restructuring commission's evaluation of each state supported
- 17 living center and, if applicable, proposing the closure of certain
- 18 centers.
- 19 (e) The restructuring commission is abolished and this
- 20 section expires January 1, 2017.
- 21 <u>Sec. 555.202. RECOMMENDED CLOSURES OF STATE SUPPORTED</u>
- 22 LIVING CENTERS. (a) If the restructuring commission proposes the
- 23 closure of one or more state supported living centers, the 85th
- 24 Legislature shall consider legislation proposing the closure of the
- 25 centers recommended for closure. In considering the proposed
- 26 legislation described by this subsection, members of the
- 27 legislature may not propose amendments to the legislation.

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- 1 (b) If the legislation described by Subsection (a) is
- 2 enacted and becomes law, the department shall ensure that each
- 3 state supported living center approved by the legislature for
- 4 closure under Subsection (a) is closed not later than August 31,
- 5 2025.
- 6 (c) This subchapter expires September 1, 2025.
- 7 <u>Sec. 555.203. CLOSURE OF AUSTIN STATE SUPPORTED LIVING</u>
- 8 CENTER. (a) The department shall establish a closure plan for the
- 9 Austin State Supported Living Center. The plan must provide for
- 10 closure of the facility and operations of the Austin State
- 11 Supported Living Center not later than August 31, 2017.
- 12 (b) The closure plan must provide procedures to transition
- 13 to the community each resident for whom transition to the community
- 14 is practicable while maintaining respect for resident choice.
- 15 (c) The department may award one-time retention bonuses to
- 16 <u>each direct support professional</u>, qualified intellectual
- 17 disability professional, social worker, and case manager who agrees
- 18 to continue to provide services at the Austin State Supported
- 19 Living Center until the center is closed.
- 20 (d) The proceeds from the closure, including from the sale
- 21 or lease of facilities or other property, may be appropriated only
- 22 for services for persons with intellectual and developmental
- 23 disabilities, including persons with a dual diagnosis of
- 24 intellectual and developmental disabilities and mental illness.
- (e) Not later than August 31, 2018, the department shall
- 26 evaluate the closure process, including how well the closure plan
- 27 worked, and, if appropriate, establish policies for improving the

- 1 closure process for future closures of other state supported living
- 2 centers.
- 3 (f) This section expires September 1, 2018.
- 4 SECTION 13. Section 531.0318, Government Code, is amended
- 5 by adding Subsections (b-1), (d), and (e) to read as follows:
- 6 (b-1) The information for consumers required by this
- 7 section must include for each provider of long-term care services:
- 8 (1) a rating assigned by the Department of Aging and
- 9 Disability Services indicating the quality of the care provided or,
- 10 alternatively, a link to a rating assigned a provider on an Internet
- 11 website maintained by the federal government;
- 12 (2) information concerning quality of care, as that
- 13 information becomes available;
- 14 (3) staffing information, if available, including for
- 15 each year the number of staff members who began employment with the
- 16 provider during that year and the number of staff members who ceased
- 17 employment with the provider during that year;
- 18 (4) the ratio of staff members to residents; and
- 19 (5) the provider's regulatory performance, as
- 20 available.
- 21 (d) The Department of Aging and Disability Services shall
- 22 immediately post notice on the department's Internet website when a
- 23 provider of long-term care services loses its Medicaid
- 24 certification.
- 25 (e) The Department of Aging and Disability Services shall
- 26 periodically solicit input regarding the content of the information
- 27 required under this section and the usability and accessibility of

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- 1 the website on which the information is located from consumers,
- 2 consumer advocates, long-term care services providers, and the
- 3 general public.
- 4 SECTION 14. Subchapter D, Chapter 48, Human Resources Code,
- 5 is amended by adding Section 48.15221 to read as follows:
- 6 Sec. 48.15221. REPORTS CONCERNING DAY HABILITATION
- 7 SERVICES PROVIDERS. (a) In this section "day habilitation
- 8 services" and "day habilitation services provider" have the
- 9 meanings assigned by Section 161.401.
- 10 (b) The department shall prepare and submit to the
- 11 Department of Aging and Disability Services an annual report of the
- 12 number of investigations arising from a report of abuse, neglect,
- 13 or exploitation of a person with an intellectual or developmental
- 14 disability that was allegedly committed by or on the premises of a
- 15 day habilitation services provider, and whether the investigation
- 16 concluded that the report of alleged abuse, neglect, or
- 17 exploitation was confirmed, unconfirmed, inconclusive, or
- 18 unfounded.
- 19 <u>(c)</u> The duty to prepare and submit a report under Subsection
- 20 (b) does not affect the duty of the department to investigate and
- 21 hold accountable a community-based intellectual and developmental
- 22 disabilities services provider or intermediate care facility for
- 23 any abuse, neglect, or exploitation of a person who receives day
- 24 habilitation services from the provider.
- 25 SECTION 15. Chapter 103, Human Resources Code, is amended
- 26 by adding Section 103.0085 to read as follows:
- Sec. 103.0085. PROGRESSIVE SANCTIONS. (a) The executive

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- 1 commissioner of the Health and Human Services Commission by rule
- 2 shall create a matrix of progressive sanctions that the department
- 3 must use to assess penalty amounts and impose disciplinary actions
- 4 under this chapter appropriately and fairly for a violation of a
- 5 law, rule, standard, or order adopted or license issued under this
- 6 chapter or for a violation of other law for which this chapter
- 7 provides a sanction.
- 8 (b) The matrix of progressive sanctions adopted under this
- 9 section must provide for increases in amounts of administrative
- 10 penalties based on type, frequency, and seriousness of violations
- 11 and must provide guidance for determining appropriate and graduated
- 12 administrative penalties to assess under this chapter to deter
- 13 future violations, including guidance on considering the factors
- 14 listed in this chapter for determining the amount of a penalty.
- 15 <u>(c)</u> The matrix of progressive sanctions adopted under this
- 16 <u>section must provide for imposing stronger sanctions, including</u>
- 17 license suspension or revocation, for more serious violations or
- 18 for repeated violations as appropriate to deter future serious or
- 19 repeated violations. The matrix of progressive sanctions must
- 20 describe appropriate time frames to be used in determining whether
- 21 an adult day-care facility has committed repeated violations or has
- 22 engaged in a pattern of repeated violations, such as repeated
- 23 violations found in consecutive regular inspections.
- SECTION 16. Section 103.013(b), Human Resources Code, is
- 25 amended to read as follows:
- 26 (b) The executive commissioner of the Health and Human
- 27 Services Commission by rule shall define types of minor violations

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- 1 an adult day-care facility may correct under Subsection (a) before
- 2 assessing an administrative penalty. The executive commissioner
- 3 shall ensure that all other violations are not subject to a right to
- 4 correct [Subsection (a) does not apply to:
- 5 [(1) a violation that the department determines:
- 6 [(A) results in serious harm to or death of a
- 7 person attending the facility;
- 8 [(B) constitutes a serious threat to the health
- 9 and safety of a person attending the facility; or
- 10 [(C) substantially limits the facility's
- 11 capacity to provide care;
- 12 [(2) a violation described by Sections
- 13 $\frac{103.012(a)(2)-(7)}{}$ or
- $[\frac{(3) \quad a \ violation \ of \ Section \ 103.011}].$
- 15 SECTION 17. Section 161.080, Human Resources Code, is
- 16 amended by adding Subsection (c) to read as follows:
- 17 (c) The executive commissioner by rule shall establish a
- 18 list of services a state supported living center may provide under a
- 19 contract described by Subsection (a) and a schedule of fees the
- 20 state supported living center may charge for those services. In
- 21 <u>establishing the schedule of fees for services, the executive</u>
- 22 <u>commissioner shall use the reimbursement rate for the applicable</u>
- 23 service under the Medicaid program or modify that rate with a
- 24 written justification for the modification.
- 25 SECTION 18. Chapter 161, Human Resources Code, is amended
- 26 by adding Subchapter J to read as follows:
- 27 SUBCHAPTER J. POWERS AND DUTIES RELATING TO DAY HABILITATION

1	SERVICES PROVIDERS
2	Sec. 161.401. DEFINITIONS. In this subchapter:
3	(1) "Day habilitation services" means services to
4	assist persons with intellectual and developmental disabilities in
5	acquiring, retaining, and improving the self-help, socialization,
6	and adaptive skills necessary to reside successfully in the
7	community, including prevocational, educational, and supported
8	employment services.
9	(2) "Day habilitation services provider" means a
10	person who contracts with a community-based intellectual and
11	developmental disabilities services provider or intermediate care
12	facility to provide federally funded Medicaid day habilitation
13	services authorized under Section 1915(c) of the federal Social
14	Security Act (42 U.S.C. Section 1396n(c)).
15	Sec. 161.402. DAY HABILITATION SERVICES PROVIDER
16	INFORMATION TRACKING. (a) Each community-based intellectual and
17	developmental disabilities services provider and intermediate care
18	facility shall annually submit to the department a report
19	<pre>providing:</pre>
20	(1) an estimate of the number of clients receiving day
21	habilitation services for each month of that year;
22	(2) the physical address of each day habilitation
23	services provider that provided those services;
24	(3) the services provided to those clients; and
25	(4) an estimate of monthly expenditures for the
26	provision of those services to those clients.
27	(b) The department shall maintain information obtained

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- 1 during a department inspection of a day habilitation services
- 2 provider concerning conduct or conditions that would constitute a
- 3 violation of federal or state law or of department rules applicable
- 4 to the community-based intellectual and developmental disabilities
- 5 services provider or intermediate care facility with which the day
- 6 habilitation services provider contracts.
- 7 (c) The department shall maintain information concerning an
- 8 investigation of abuse, neglect, or exploitation concerning a day
- 9 habilitation services provider that the department receives from
- 10 the Department of Family and Protective Services under Section
- 11 48.15221.
- 12 Sec. 161.403. DAY HABILITATION PROGRAM ADVISORY COMMITTEE.
- 13 (a) Not later than September 1, 2015, the department shall
- 14 establish a day habilitation program advisory committee composed of
- 15 members that represent community-based waiver providers, owners of
- 16 day habilitation services providers, and advocates for persons with
- 17 intellectual and developmental disabilities.
- 18 (b) The day habilitation program advisory committee shall
- 19 consider and make recommendations concerning whether the provision
- 20 of day habilitation services in this state should be redesigned and
- 21 whether day habilitation services providers should be subject to
- 22 regulation, including by licensure or certification.
- (c) In considering the redesign of the provision of day
- 24 habilitation services in this state, the day habilitation program
- 25 advisory committee shall examine whether day habilitation service
- 26 providers currently comply with the requirements of 42 C.F.R.
- 27 Section 441.301.

- 1 (d) The day habilitation program advisory committee shall
- 2 <u>also consider and make recommendations concerning issues relevant</u>
- 3 to the provision of day habilitation services, including the
- 4 appropriate funding for services, reimbursable settings and
- 5 services, staff-to-client ratio requirements, safety requirements,
- 6 and other required or applicable standards.
- 7 (e) Not later than September 1, 2016, the day habilitation
- 8 program advisory committee shall submit to the governor, the
- 9 lieutenant governor, the speaker of the house of representatives,
- 10 and the presiding officers of the standing committees of the senate
- 11 and house of representatives having primary jurisdiction over
- 12 intellectual and developmental disability issues a report
- 13 containing the committee's recommendations concerning the redesign
- 14 of the provision of day habilitation services in this state and the
- 15 necessity for regulation, licensure, or certification of day
- 16 <u>habilitation services providers.</u>
- 17 <u>(f) The day habilitation program advisory committee is</u>
- 18 abolished and this section expires December 31, 2016.
- 19 SECTION 19. Section 101.049, Human Resources Code, is
- 20 repealed.
- SECTION 20. (a) Not later than September 1, 2016, the
- 22 executive commissioner of the Health and Human Services Commission
- 23 shall adopt by rule the matrices of progressive sanctions required
- 24 by Sections 142.0125, 242.0613, 247.0415, and 252.0615, Health and
- 25 Safety Code, and Section 103.0085, Human Resources Code, as added
- 26 by this Act.
- (b) Not later than September 1, 2015, the governor shall

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- 1 appoint five members of the state supported living center
- 2 restructuring commission, as required by Section 555.201, Health
- 3 and Safety Code, as added by this Act.
- 4 (c) Not later than September 1, 2016, the executive
- 5 commissioner of the Health and Human Services Commission shall
- 6 adopt the rule listing services a state supported living center may
- 7 provide under a contract and the schedule of fees for those services
- 8 as required by Section 161.080, Human Resources Code, as amended by
- 9 this Act.
- 10 SECTION 21. This Act takes effect immediately if it
- 11 receives a vote of two-thirds of all the members elected to each
- 12 house, as provided by Section 39, Article III, Texas Constitution.
- 13 If this Act does not receive the vote necessary for immediate
- 14 effect, this Act takes effect September 1, 2015.