By: Burton

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S.B. No. 1819

## A BILL TO BE ENTITLED

AN ACT

2 relating to the provision of a nursing facility quality-based 3 payment incentives program and a program to increase direct care 4 staff and wages under Medicaid.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
SECTION 1. Sections 32.028(g) and (i), Human Resources
Code, are amended to read as follows:

8 (g) Subject to Subsection (i), the executive commissioner 9 shall ensure that the rules governing the determination of rates 10 paid for nursing facility services improve the quality of care by:

(1) providing a program offering <u>nursing facility</u> <u>quality-based payment</u> incentives <u>and a program</u> for increasing direct care staff and direct care wages and benefits[<del>, but only to</del> the extent that appropriated funds are available after money is allocated to base rate reimbursements as determined by the commission's nursing facility rate setting methodologies]; and

(2) if appropriated funds are available after money is allocated for payment of incentive-based rates under Subdivision (1), providing incentives that incorporate the use of a quality of care index, a customer satisfaction index, and a resolved complaints index developed by the commission.

(i) The executive commissioner shall ensure that rules governing <u>an</u> [the] incentives program described by Subsection (g)(1):

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(1) provide that participation in the program by a
 nursing facility is voluntary;

3 (2) do not impose on a nursing facility not 4 participating in the program a minimum spending requirement for 5 direct care staff wages and benefits;

6 (3) do not set a base rate for a nursing facility 7 participating in the program that is more than the base rate for a 8 nursing facility not participating in the program; and

9 (4) establish a funding process to provide incentives 10 for increasing direct care staff and direct care wages and benefits 11 in accordance with appropriations provided.

12 SECTION 2. If before implementing any provision of this Act 13 a state agency determines that a waiver or authorization from a 14 federal agency is necessary for implementation of that provision, 15 the agency affected by the provision shall request the waiver or 16 authorization and may delay implementing that provision until the 17 waiver or authorization is granted.

18 SECTION 3. This Act takes effect immediately if it receives 19 a vote of two-thirds of all the members elected to each house, as 20 provided by Section 39, Article III, Texas Constitution. If this 21 Act does not receive the vote necessary for immediate effect, this 22 Act takes effect September 1, 2017.

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