2 relating to updating references to certain former health services state agencies and certain terms used to describe persons with 3 intellectual or developmental disabilities in the Education Code. 4 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 6 SECTION 1. Section 25.041, Education Code, is amended to read as follows: 7 Sec. 25.041. TRANSFER OF CHILDREN OR WARDS OF EMPLOYEES OF 8 STATE SUPPORTED LIVING CENTERS [SCHOOLS]. A school-age child or 9 ward of an employee of a state supported living center [school] for 10 11 persons with intellectual disabilities [the mentally retarded] constituted as a school district who resides in the boundaries of 12 center [the state school] property but who is not a student at the 13 14 center [state school] is entitled to attend school in a district adjacent to the center [state school] free of any charge to the 15 16 child's or ward's parent or guardian provided the parent or guardian is required by the superintendent of the center [state school] to 17 live on the grounds of the center [state school] for the convenience 18 of this state. A tuition charge required by the admitting district 19 20 shall be paid by the district constituting the state supported 21 living center [school] out of funds allotted to it by the agency. 22 SECTION 2. Section 29.003(b), Education Code, is amended to 23 read as follows:

AN ACT

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(b) A student is eligible to participate in a

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1
   district's special education program if the student:
               (1)
                    is not more than 21 years of age and has a visual or
2
 3
   auditory impairment that prevents the student from being adequately
   or safely educated in public school without the provision of
4
5
   special services; or
6
               (2) is at least three but not more than 21 years of age
7
   and has one or more of the following disabilities that prevents the
8
   student from being adequately or safely educated in public school
   without the provision of special services:
10
                    (A)
                         physical disability;
                         intellectual or developmental disability
11
                     (B)
    [mental retardation];
12
                         emotional disturbance;
13
                     (C)
14
                     (D)
                         learning disability;
15
                     (E)
                         autism;
                         speech disability; or
16
                     (F)
17
                     (G)
                         traumatic brain injury.
          SECTION 3. Section 29.012(d), Education Code, is amended to
18
   read as follows:
19
20
               The Texas Education Agency, the Health and Human
   Services Commission, the Department of Family and Protective
21
             [the Texas Department of Mental Health and Mental
22
   Services
23
   Retardation, the Texas Department of Human Services, the Texas
   Department of Health, the Department of Protective and Regulatory
24
   Services, the Interagency Council on Early Childhood Intervention,
25
26
   the Texas Commission on Alcohol and Drug Abuse], and the Texas
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Juvenile Justice Department by a cooperative effort shall develop

27

- 1 and by rule adopt a memorandum of understanding. The memorandum
- 2 must:
- 3 (1) establish the respective responsibilities of
- 4 school districts and of residential facilities for the provision of
- 5 a free, appropriate public education, as required by the
- 6 Individuals with Disabilities Education Act (20 U.S.C. Section 1400
- 7 et seq.) and its subsequent amendments, including each requirement
- 8 for children with disabilities who reside in those facilities;
- 9 (2) coordinate regulatory and planning functions of
- 10 the parties to the memorandum;
- 11 (3) establish criteria for determining when a public
- 12 school will provide educational services;
- 13 (4) provide for appropriate educational space when
- 14 education services will be provided at the residential facility;
- 15 (5) establish measures designed to ensure the safety
- 16 of students and teachers; and
- 17 (6) provide for binding arbitration consistent with
- 18 Chapter 2009, Government Code, and Section 154.027, Civil Practice
- 19 and Remedies Code.
- SECTION 4. Section 29.456(b), Education Code, is amended to
- 21 read as follows:
- 22 (b) If the commissioner of education and the <u>executive</u>
- 23 commissioner of the <u>Health and Human Services Commission</u>
- 24 [Department of Aging and Disability Services] are unable to bring
- 25 the school district and forensic state supported living center to
- 26 agreement, the commissioners shall jointly submit a written request
- 27 to the attorney general to appoint a neutral third party

- 1 knowledgeable in special education and <u>intellectual and</u>
 2 <u>developmental disability [mental retardation]</u> issues to resolve
- 3 each issue on which the district and the center disagree. The
- 4 decision of the neutral third party is final and may not be
- 5 appealed. The district and the center shall implement the decision
- 6 of the neutral third party. The commissioner of education or the
- 7 <u>executive</u> commissioner of the <u>Health and Human Services Commission</u>
- 8 [Department of Aging and Disability Services] shall ensure that the
- 9 district and the center implement the decision of the neutral third
- 10 party.
- SECTION 5. Section 29.457(b), Education Code, is amended to
- 12 read as follows:
- 13 (b) Not later than December 1 of each year, a school
- 14 district that receives an allotment under this section shall submit
- 15 a report accounting for the expenditure of funds received under
- 16 this section to the governor, the lieutenant governor, the speaker
- 17 of the house of representatives, the chairs of the standing
- 18 committees of the senate and house of representatives with primary
- 19 jurisdiction regarding persons with <u>intellectual and developmental</u>
- 20 disabilities [mental retardation] and public education, and each
- 21 member of the legislature whose district contains any portion of
- 22 the territory included in the school.
- SECTION 6. Section 30.0015(b), Education Code, is amended
- 24 to read as follows:
- 25 (b) The agency by rule shall develop and annually
- 26 disseminate standards for a school district's transfer of an
- 27 assistive technology device to an entity listed in this subsection

- 1 when a student with a disability using the device changes the school
- 2 of attendance in the district or ceases to attend school in the
- 3 district that purchased the device and the student's parents, or
- 4 the student if the student has the legal capacity to enter into a
- 5 contract, agrees to the transfer. The device may be transferred to:
- 6 (1) the school or school district in which the student
- 7 enrolls;
- 8 (2) a state agency, including the Health and Human
- 9 Services Commission [Texas Rehabilitation Commission and the Texas
- 10 Department of Mental Health and Mental Retardation], that provides
- 11 services to the student following the student's graduation from
- 12 high school; or
- 13 (3) the student's parents, or the student if the
- 14 student has the legal capacity to enter into a contract.
- SECTION 7. Section 52.40(a), Education Code, is amended to
- 16 read as follows:
- 17 (a) The board may cancel the repayment of a loan received by
- 18 a student who earns a doctorate of psychology degree and who, prior
- 19 to the date on which repayment of the loan is to commence, is
- 20 employed by the [Department of Aging and Disability Services, the]
- 21 Department of State Health Services $[\tau]$ or the Health and Human
- 22 Services Commission and performs duties formerly performed by
- 23 employees of the Texas Department of Human Services [or Texas
- 24 Department of Mental Health and Mental Retardation], the Texas
- 25 Juvenile Justice Department, [or] the Texas Department of Criminal
- 26 Justice, or a former state agency that provided services to persons
- 27 with mental illness, persons with intellectual disabilities, or

- 1 persons with developmental disabilities.
- 2 SECTION 8. Section 73.401, Education Code, is amended to
- 3 read as follows:
- 4 Sec. 73.401. ESTABLISHMENT. The Harris County Psychiatric
- 5 Center has been developed and built by Harris County, Texas, and a
- 6 former state agency that provided services to persons with mental
- 7 illness, persons with intellectual disabilities, and persons with
- 8 developmental disabilities [the Texas Department of Mental Health
- 9 and Mental Retardation]. The facilities of the Harris County
- 10 Psychiatric Center to be operated by The University of Texas System
- 11 shall be operated consistent with the rules and regulations of the
- 12 board of regents and with the provisions of this subchapter.
- SECTION 9. Section 73.403, Education Code, is amended to
- 14 read as follows:
- 15 Sec. 73.403. OPERATION OF COMMITMENT CENTER. Harris
- 16 County, the Harris Center for Mental Health and IDD, or both of
- 17 those entities, [and/or the Mental Health and Mental Retardation
- 18 Authority (MHMRA) of Harris County may operate on the premises of
- 19 the Harris County Psychiatric Center a commitment center, the
- 20 functions of which may include patient screening, intake, and
- 21 admissions (both voluntary and involuntary) to the Harris County
- 22 Psychiatric Center as may be provided for in a lease [and/or
- 23 sublease] and operating agreement or a sublease and operating
- 24 agreement as authorized under Section 73.405 [of this code]. The
- 25 functions of the Harris County Psychiatric Commitment Center
- 26 located on the premises of the Harris County Psychiatric Center
- 27 both in terms of operation and in terms of funding shall not be the

- 1 responsibility of the Health and Human Services Commission [Texas
- 2 Department of Mental Health and Mental Retardation] or The
- 3 University of Texas System. As may be provided for in a lease
- 4 [and/or sublease] and operating agreement or a sublease and
- 5 operating agreement, The University of Texas System may charge for
- 6 any support services provided by the Harris County Psychiatric
- 7 Center to the commitment center.
- 8 SECTION 10. Section 73.404, Education Code, is amended to
- 9 read as follows:
- Sec. 73.404. FUNDING. (a) Funding for the state-supported
- 11 facilities and operations of the Harris County Psychiatric Center
- 12 shall be provided through legislative appropriations to the Health
- 13 and Human Services Commission [Texas Department of Mental Health
- 14 and Mental Retardation] and to The University of Texas System, and
- 15 any appropriations to the $\underline{\text{commission}}$ [$\underline{\text{department}}$] for the Harris
- 16 County Psychiatric Center shall be transferred to The University of
- 17 Texas System in accordance with the General Appropriations Act and
- 18 the lease [and/or sublease] and operating agreement or sublease and
- 19 operating agreement provided for in Section 73.405 [of this code].
- 20 Legislative appropriations may be for any further construction at
- 21 the Harris County Psychiatric Center; for equipment, both fixed
- 22 and movable; for utilities, including data processing and
- 23 communications; for maintenance, repairs, renovations, and
- 24 additions; for any damage or destruction; and for operations of
- 25 the Harris County Psychiatric Center; provided, however, that as
- 26 to funding for Harris County Psychiatric Center operations,
- 27 legislative appropriations shall not exceed 85 percent of the total

- 1 operating costs of the entire Harris County Psychiatric Center,
- 2 exclusive of any costs of the commitment center.
- Any funding, under a lease [and/or sublease] 3 operating agreement or sublease and operating agreement wherein The 4 5 University of Texas System is the lessee, for [the county-supported and/or MHMRA-supported] facilities and operations of the Harris 6 7 County Psychiatric Center supported by the county or the Health and 8 Human Services Commission, which may be provided through county appropriations, including funds made available by the Harris Center 9 for Mental Health and IDD [County Mental Health and Mental 10 Retardation Authority], or from gifts and grants, shall be 11 transferred in accordance with the lease [and/or sublease] and 12 operating agreement or sublease and operating agreement provided 13 for in Section 73.405 [of this code]. Such funds may be for any 14 15 further construction at the Harris County Psychiatric Center; for equipment, both fixed and movable; for utilities, including data 16 17 processing and communications; for maintenance, repairs, renovations, and additions; for any damage or destruction; and for 18 Harris County Psychiatric Center operations which latter funding 19 may be proportional to the total costs of The University of Texas 20 System operating the entire Harris County Psychiatric Center, 21 exclusive of any additional cost incurred by [of] Harris County or 22 the Health and Human Services Commission for [and/or MHMRA] 23 24 operating the commitment center, which costs shall remain the sole responsibility of the entity or entities that incurred those costs 25 26 [Harris County and/or MHMRA].
- SECTION 11. Sections 73.405(a) and (d), Education Code, are

1 amended to read as follows:

- The state-supported facilities of the Harris County 2 3 Psychiatric Center shall be leased to and operated and administered by The University of Texas System in accordance with a lease and 4 5 The operating agreement. [county-supported and/or MHMRA-supported] facilities supported by the county or the Harris 6 Center for Mental Health and IDD, exclusive of the commitment 7 8 center, may be leased \underline{or} [$\underline{and/or}$] subleased by The University of Texas System in the same lease [and/or sublease] and operating 9 agreement or sublease and operating agreement. Any lease [and/or 10 sublease] and operating agreement or sublease and operating 11 agreement shall provide for a lease payment by The University of 12 Texas System of no more than \$1 per year plus other good and 13 14 valuable consideration as provided for in Section 73.406 [of this 15 code].
- 16 (d) Any lease [and/or sublease] and operating agreement or 17 sublease and operating agreement shall provide that The University of Texas System shall cause the Harris County Psychiatric Center to 18 19 be operated in accordance with the standards for accreditation of The [the] Joint Commission [on Accreditation of Hospitals]; that 20 21 all financial transactions and performance programs may be appropriately audited; that an admission, discharge, and transfer 22 23 coordination policy be established; that appropriate patient data 24 be made available to the Health and Human Services Commission, the Harris Center for Mental Health and IDD [department, MHMRA], and 25 26 the county, including but not limited to diagnosis and lengths of and that a priority of patient treatment policy be 27 stay;

- 1 established.
- 2 SECTION 12. Section 73.406, Education Code, is amended to
- 3 read as follows:
- 4 Sec. 73.406. REVENUES. That portion of any revenues
- 5 related to the provision of patient services through the operation
- 6 of the Harris County Psychiatric Center facilities that are leased
- 7 or [and/or] subleased by and to The University of Texas System shall
- 8 be accounted for and expended in accordance with the rules,
- 9 regulations, and bylaws of The University of Texas System and in
- 10 such manner that such revenues will reduce appropriated and funded
- 11 requirements by both the state and county or the Harris Center for
- 12 Mental Health and IDD [MHMRA] on a prorated basis, all as may be
- 13 provided for in a lease [and/or sublease] and operating agreement
- 14 or sublease and operating agreement.
- 15 SECTION 13. Section 73.501, Education Code, is amended to
- 16 read as follows:
- 17 Sec. 73.501. TRANSFER AND LEASE OF FACILITIES. (a) The
- 18 governance, operation, management, and control of the Texas
- 19 Research Institute of Mental Sciences [created by Chapter 427, Acts
- 20 of the 55th Legislature, Regular Session, 1957, as amended (Article
- 21 3174b-4, Vernon's Texas Civil Statutes), and all land, buildings,
- 22 improvements thereon, and major fixed equipment comprising said
- 23 institute shall be leased from the <u>Health and Human Services</u>
- 24 Commission or a former state agency that provided services to
- 25 persons with mental illness, persons with intellectual
- 26 disabilities, and persons with developmental disabilities [Texas
- 27 Department of Mental Health and Mental Retardation] and transferred

- 1 to the board of regents of The University of Texas System for \$1 a
- 2 year and shall be subject to the provisions of [Subdivision (9) of
- 3 Subsection (a) of Section $\underline{65.02(a)(9)}$ [$\underline{65.02}$ of the Education
- 4 Code].
- 5 (b) All land, buildings, and improvements thereon and major
- 6 fixed equipment comprising said institute leased by The University
- 7 of Texas System shall be utilized only for purposes of patient care
- 8 services, research, and education related to mental health,
- 9 intellectual disability, and developmental disability [mental
- 10 retardation]. The Health and Human Services Commission or a former
- 11 state agency that provided services to persons with mental illness,
- 12 persons with intellectual disabilities, and persons with
- 13 developmental disabilities [Texas Department of Mental Health and
- 14 Mental Retardation] may sell or otherwise dispose of the land,
- 15 buildings, improvements thereon, or major fixed equipment provided
- 16 that the proceeds from the sale or other disposition shall be used
- 17 for the same purposes in Harris County; and further provided, that
- 18 the board of regents of The University of Texas System, prior to
- 19 such sale or other disposition, has approved of such sale or
- 20 disposition and the allocation of proceeds.
- 21 SECTION 14. Section 73.502, Education Code, is amended to
- 22 read as follows:
- Sec. 73.502. TRANSFER OF GIFTS, GRANTS, UNEXPENDED
- 24 BALANCES, CONTRACTS, AND OBLIGATIONS. Any gifts, grants,
- 25 unexpended balances of appropriated or unappropriated funds, and
- 26 all movable equipment that was held by a former state agency that
- 27 provided services to persons with mental illness, persons with

1 intellectual disabilities, and persons with developmental disabilities or that was transferred to the Health and Human 2 Services Commission on dissolution of that former agency and was 3 held [the Texas Department of Mental Health and Mental Retardation] 4 for, on behalf of, or for the use and benefit of the Texas Research 5 Institute of Mental Sciences are hereby transferred to The 6 University of Texas System; provided, however, that all previously 7 8 appropriated funds for statewide training of [department] personnel and program evaluation by the institute shall be retained 9 by the <u>Health and Human Services Commission</u> [department]. 10 contracts and written obligations of every kind and character 11 12 entered into by a former state agency that provided services to persons with mental illness, persons with intellectual 13 disabilities, and persons with developmental disabilities [the 14 15 Texas Department of Mental Health and Mental Retardation] for and on behalf of the Texas Research Institute of Mental Sciences are 16 17 ratified, confirmed, and validated, and in all such contracts and written obligations, the board of regents of The University of 18 19 Texas System is substituted in lieu and shall stand and act in place and stead of the former state agency that provided services to 20 persons with mental illness, persons with intellectual 21 disabilities, and persons with developmental disabilities [Texas 22 Department of Mental Health and Mental Retardation]; provided, 23 24 however, that an advisory committee shall be established with regard to research protocols and the executive commissioner of the 25 26 Health and Human Services Commission [department] shall be a 27 member; provided further, that The University of Texas System may

- 1 contract with the <u>Department of State Health Services</u> [department]
- 2 for continued extramural and other laboratory consultative
- 3 services. The <u>Health and Human Services Commission</u> [Texas
- 4 Department of Mental Health and Mental Retardation], Harris County,
- 5 and the [Mental Health and Mental Retardation Authority of] Harris
- 6 <u>Center for Mental Health and IDD</u> [County] shall provide for the
- 7 continuity of inpatient and outpatient care of the patients and
- 8 programs operated at the Texas Research Institute of Mental
- 9 Sciences and may contract for the provision of such services in
- 10 accordance with the provisions of and appropriations provided in
- 11 the General Appropriations Act.
- 12 SECTION 15. Sections 73.503(a) and (h), Education Code, are
- 13 amended to read as follows:
- 14 (a) Present institute personnel shall be allowed to apply
- 15 for employment with The University of Texas System, Harris County,
- 16 or the <u>Harris Center for Mental Health and IDD</u> [Mental Health and
- 17 Mental Retardation Authority of Harris County] and be given
- 18 priority consideration for such employment.
- 19 (h) The Employees Retirement System, the <u>Health and Human</u>
- 20 Services Commission [Texas Department of Mental Health and Mental
- 21 Retardation], and The University of Texas System shall provide the
- 22 Teacher Retirement System with information necessary to establish
- 23 employees' rights to credit under this section. The Employees
- 24 Retirement System and the Teacher Retirement System shall establish
- 25 procedures to prevent duplication of retirement credit for the same
- 26 service.
- 27 SECTION 16. This Act takes effect September 1, 2019.

President of the Senate			Speaker o	of the House
I cert	ify that H.B. No.	. 965 wa	as passed by t	he House on April
12, 2019, by	the following vo	ote: Ye	eas 143, Nays	0, 2 present, not
voting; and that the House concurred in Senate amendments to H.B.				
No. 965 on May 24, 2019, by the following vote: Yeas 134, Nays 6, 2				
present, not	voting.			
		-	Chief Cle	ck of the House
			CHIEL CLE	ik of the house
I cert	ify that H.B. No). 965 v	vas passed by	the Senate, with
amendments,	on May 22, 2019,	by the	following vot	e: Yeas 31, Nays
0.				
		-		
			Secretary	y of the Senate
APPROVED:				
	Date			
	Governor			