## **HOUSE BILL No. 2319**

By Committee on Appropriations

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AN ACT concerning the developmental disabilities reform act; relating to intake and service referral functions and treatment and care service functions; amending K.S.A. 39-1801, 39-1803, 39-1804, 39-1805 and 39-1806 and repealing the existing sections.

Be it enacted by the Legislature of the State of Kansas:

Section 1. K.S.A. 39-1801 is hereby amended to read as follows: 39-1801. The provisions of K.S.A. 39-1801 through 39-1810, *and amend-ments thereto*, shall be known and may be cited as the developmental disabilities reform act.

- Sec. 2. K.S.A. 39-1803 is hereby amended to read as follows: 39-1803. As used in the developmental disabilities reform act:
- (a) "Adaptive behavior" means the effectiveness or degree with which an individual meets the standards of personal independence and social responsibility expected of that person's age, cultural group and community.
- (b) "Affiliate" means an entity or person that meets standards set out in rules and regulations adopted by the secretary relating to the provision of services and that contracts with a community developmental disabilities organization.
- (c) "Community services" means services provided to meet the needs of persons with developmental disabilities relating to work, living in the community, and individualized supports and services. Community services include residential services, day services, supports in the natural family home and targeted case management.
- (d) "Community developmental disability organization" means prior to June 30, 2008, any community mental retardation facility that is organized pursuant to K.S.A. 19-4001 through 19-4015, and amendments thereto, and on or after June 30, 2008, any entity, or division of county government, selected by the secretary to provide for a specified region, intake, referral and other administrative functions as required under this act.
- (e) "Community service provider" means a community developmental disability organization or affiliate thereof an entity or person that meets standards prescribed in rules and regulations adopted by the secretary

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1 relating to the provision of community services and that contracts with a 2 community developmental disabilities organization, except that on and 3 after June 30, 2008, a community service provider shall not be a com-4 munity developmental disability organization.

- (f) "Developmental disability" means:
- (1) Mental retardation; or
  - (2) a severe, chronic disability, which:
  - (A) Is attributable to a mental or physical impairment, a combination of mental and physical impairments or a condition which has received a dual diagnosis of mental retardation and mental illness;
    - (B) is manifest before 22 years of age;
    - (C) is likely to continue indefinitely;
- (D) results, in the case of a person five years of age or older, in a substantial limitation in three or more of the following areas of major life functioning: Self-care, receptive and expressive language development and use, learning and adapting, mobility, self-direction, capacity for independent living and economic self-sufficiency;
- (E) reflects a need for a combination and sequence of special interdisciplinary or generic care, treatment or other services which are lifelong, or extended in duration and are individually planned and coordinated; and
- (F) does not include individuals who are solely and severely emotionally disturbed or seriously or persistently mentally ill or have disabilities solely as a result of the infirmities of aging.
- (g) "Institution" means state institution for the mentally retarded as defined by subsection (c) of K.S.A. 76-12b01 and amendments thereto or intermediate care facility for the mentally retarded of nine beds or more as defined by subsection (a) (4) of K.S.A. 39-923 and amendments thereto.
- (h) "Mental retardation" means substantial limitations in present functioning that is manifested during the period from birth to age 18 years and is characterized by significantly subaverage intellectual functioning existing concurrently with deficits in adaptive behavior including related limitations in two or more of the following applicable adaptive skill areas: Communication, self-care, home living, social skills, community use, self-direction, health and safety, functional academics, leisure and work.
- (i) "Secretary" means the secretary of social and rehabilitation services.
- Sec. 3. K.S.A. 39-1804 is hereby amended to read as follows: 39-1804. (a) Except as otherwise specifically provided in this act and subject to appropriations of federal and state funds, the secretary, after consultation with representatives of community developmental disability organ-

izations, community service providers, families and consumer advocates, shall implement and administer the provisions of the developmental disabilities reform act in accordance with the following policies. Persons with developmental disabilities shall:

- (1) Be provided assistance to obtain food, housing, clothing and medical care; protection from abuse, neglect and exploitation; and a range of services and supports which assist in the determination of individual needs; and
- (2) receive assistance in determining their needs; be provided information about all service options available to meet those needs; have coordination of services delivered; be assisted and supported in living with their families, or independently; be assisted in finding transportation to support access to the community; and receive individually planned habilitation, education, training, employment and recreation subject to supports and services available in the community of their choice.
- (b) To accomplish the policies set forth in subsection (a), the secretary, subject to the provisions of appropriation acts, shall annually propose and implement a plan including, but not limited to, financing thereof which shall: (1) Provide for an organized network of community services for persons with developmental disabilities; (2) maximize the availability of federal resources to supplement state and local funding for such systems; and (3) reduce reliance on separate, segregated settings in institutions or the community for persons with developmental disabilities.
- (c) The secretary shall report to the legislature the number of persons with developmental disabilities eligible to receive community services and shall make a progress report on the implementation of the annual plans and the progress made to accomplish a comprehensive community services system for persons with developmental disabilities.
- (d) The secretary shall prepare and submit budget estimates for the department of social and rehabilitation services to the division of the budget and the legislature and shall establish and implement policies and procedures within the programs and activities of the department so that funds for state-level programs and activities for persons who are developmentally disabled are allocated between services delivered in institutions and community services.
- (e) Subject to the provisions of this act and appropriation acts, the secretary shall administer and disburse funds to each community developmental disability organization for the coordination and of the provision of community services. Subject to the provisions of the developmental disabilities reform act and appropriations acts, a community developmental disability organization which is a community developmental disability organization on the effective date of this act and which is a community service provider on the effective date of this act may continue as

a community service provider until June 30, 2008. If the local county commission or commissions of such community service provider present a plan to the secretary either for creating a new community developmental disability organization that does not provide services, or realigning with an existing community developmental disability organization that does not provide community services, and such plan is approved by the secretary on or before June 30, 2007, the new or realigned community developmental disability organization shall receive for such action a start up funds grant in an amount specified by appropriation act.

- (f) The secretary shall establish procedures and systems to evaluate the results and outcomes of the implementation of this act to assure the attainment of maximum quality and efficient delivery of community services.
- (g) For any county which on or after June 30, 2008, has not selected a community developmental disability organization that does not provide community services, the secretary, in consultation with the local county commission, shall assign the county to a community developmental disability organization area.
- Sec. 4. K.S.A. 39-1805 is hereby amended to read as follows: 39-1805. In addition to any other power and duty prescribed by law, and subject to appropriations; and the provisions of the developmental disabilities reform act, a community developmental disability organization shall have the power and duty to:
- (a) Directly or by subcontract, serve as a single point of application or referral for services, and assist all persons with a developmental disability to have access to and an opportunity to participate in community services, except in those circumstances in which the secretary determines, subject to an immediate hearing before the district court located in the county in which the person with a developmental disability resides, participation in community services is not the appropriate placement for such person because such person is presently likely to cause harm to self or others;
- (b) provide either directly or by subcontract, administrative services to persons with a developmental disability, including, but not limited to, eligibility determination; explanation of available services and service providers; case management services, if requested; assistance in establishing new providers, if requested; quality control and an annual review of services and advocacy for participation in community services;
- (c) organize a council of community members, consumers or their family members or guardians, and community service providers, composed of a majority of consumers or their family members or guardians who shall meet not less than quarterly to address systems issues, including, but not limited to, planning and implementation of services; and

develop and implement a method by which consumer complaints, interagency and other intrasystem disputes are resolved;

- (d) provide, directly or by subcontract, *impartial* information about affiliate and referral *community* services and local community service providers to persons with a developmental disability whose particular needs can be met in the community or through government; and
- (e) ensure that affiliates community service providers have the option to review referrals and waiting lists on a periodic basis to contact potential consumers with information concerning their services.
- (f) On and after June 30, 2008, no community developmental disability organization shall provide community services for persons with developmental disabilities. The secretary shall develop by rule and regulation requirements to ensure the governing board and directors of a community developmental disability organization are not affiliated with or otherwise have financial interest in any community service provider, except that a consumer, or a guardian of family member of a consumer, may serve on the governing board of a community developmental disability organization.
- Sec. 5. K.S.A. 39-1806 is hereby amended to read as follows: 39-1806. To carry out the provisions of this act, the secretary shall establish after consultation with representatives of community developmental disability organizations and affiliates thereof community service providers, and families and consumer advocates:
- (a) A system of adequate and reasonable funding or reimbursement for the delivery of community services that:
- (1) For persons moving from institutions into the community, directs funding to follow in an amount not less than that which is required to reimburse community service providers for services as set forth in such person's plan for transfer from the institution to community services including expenses of relocation and initiation of services;
  - (2) consolidates federal and state funding sources;
- (3) requires an independent, professional review of the rate structures on a biennial basis resulting in a recommendation to the legislature regarding rate adjustments. Such recommendation shall be adequate to support: (A) A system of employee compensation competitive with local conditions; (B) training and technical support to attract and retain qualified employees; (C) a quality assurance process which is responsive to consumers' needs and which maintains the standards of quality service; (D) risk management and insurance costs; and (E) program management and coordination responsibilities;
- (b) a system of quality assurance based on standards set out in rules and regulations adopted by the secretary which insures effective service delivery, fiscal accountability and networking cooperation and which al-

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lows community service providers to present evidence of attainment of national accreditation or compliance with state or federal laws or rules and regulations, or both, to indicate compliance with such standards; and

- (c) a system of contracting that:
- (1) Authorizes open and equitable negotiation between contracting parties or their designated agent or agents;
- (2) authorizes mediation by an independent entity chosen by the parties to the contract in the event of contract disputes and if mediation is not completed prior to the end of any existing contract, authorizes an extension of time of such existing contract or entering into a temporary contract;
- (3) requires achievement and maintenance of community services standards by community service providers;
- (4) includes compensation for community services which meet the individualized needs of persons with developmental disabilities for community services; and
- (5) requires community developmental disability organizations to contract with those affiliates affiliate community service providers from whom a person with a developmental disability chooses services; and
- (6) on and after June 30, 2008, separates the administrative functions of a community developmental disability organization from the provision of community services.
- 23 Sec. 6. K.S.A. 39-1801, 39-1803, 39-1804, 39-1805 and 39-1806 are 24 hereby repealed.
- Sec. 7. This act shall take effect and be in force from and after its publication in the statute book.