Regular Session, 2008

# **ACT No. 373**

HOUSE BILL NO. 930

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BY REPRESENTATIVES MILLS, ABRAMSON, ARMES, ARNOLD, AUBERT, AUSTIN BADON, BALDONE, BARRAS, BILLIOT, BURFORD, HENRY BURNS, BURRELL, CHAMPAGNE, CORTEZ, DANAHAY, DOERGE, ELLINGTON, GALLOT, GISCLAIR, MICKEY GUILLORY, HARDY, HAZEL, HENRY, HILL, HINES, HOFFMANN, HONEY, HOWARD, MICHAEL JACKSON, JOHNSON, SAM JONES, KATZ, LABRUZZO, LAMBERT, LEBAS, MCVEA, MORRELL, NORTON, NOWLIN, PETERSON, POPE, RICHARD, RICHARDSON, SCHRODER, SIMON, JANE SMITH, PATRICIA SMITH, TEMPLET, TRAHAN, WHITE, AND WILLIAMS AND SENATOR GRAY

1 AN ACT

To amend and reenact R.S. 36:258(G) through (L), to enact Chapter 20 of Title 28 of the Louisiana Revised Statutes of 1950, to be comprised of R.S. 28:901 through 906, and Chapter 21 of Title 28 of the Louisiana Revised Statutes of 1950, to be comprised of R.S. 28:911 through 920, and to repeal R.S. 28:382.2 and R.S. 46:2661 through 2666, relative to human services districts; to provide relative to the Capital Area Human Services District, including the powers, duties, and functions of the district, its governing board and nomination procedures, reporting duties, and the transfer of powers, duties, functions, and employees from the Department of Health and Hospitals to the district; to provide for the reversion of the functions of human services districts to the Department of Health and Hospitals in the event of the termination of a contract; to create statewide human services delivery systems; to establish the jurisdiction of human services districts; to create governing boards and provide for the appointment of board members, their terms, and compensation; to establish requirements for existing and newly created boards; to provide for the powers, duties, and functions of the districts; to provide for the transfer of certain powers, duties, and functions from the Department of Health and Hospitals to the districts; to provide for transfer of employees; to provide relative to the membership, responsibilities, and duties of the Human Services Interagency Council; to establish the duties and responsibilities of the Department of Health and Hospitals; to provide for the event of a conflict with other laws; and to provide for related matters.

1	Be it enacted by the Legislature of Louisiana:
2	Section 1. Chapter 20 of Title 28 of the Louisiana Revised Statutes of 1950.
3	comprised of R.S. 28:901 through 906, is hereby enacted to read as follows:
4	CHAPTER 20. CAPITAL AREA HUMAN SERVICES DISTRICT
5	§901. Definitions
6	As used in this Chapter and unless the context clearly requires otherwise:
7	(1) "Board" means the governing body of the district.
8	(2) "Department" means the Department of Health and Hospitals.
9	(3) "District" means the Capital Area Human Services District.
10	(4) "Parishes" means the parishes of Ascension, East Baton Rouge, East
11	Feliciana, Iberville, Pointe Coupee, West Baton Rouge, and West Feliciana only.
12	(5) "Secretary" means the secretary of the Department of Health and
13	<u>Hospitals.</u>
14	§902. Capital Area Human Services District; creation; jurisdiction; domicile
15	A. The Capital Area Human Services District is hereby created as a special
16	district which, through its board, shall direct the operation and management of
17	community-based programs and services relative to public health, mental health.
18	developmental disabilities, and substance abuse services for the parishes of
19	Ascension, East Baton Rouge, East Feliciana, Iberville, Pointe Coupee, West Baton
20	Rouge, and West Feliciana.
21	B. The domicile of the district shall be Baton Rouge, Louisiana.
22	§903. Governing board; membership; appointment; terms; compensation
23	A. The district shall be governed by a board of seventeen members. The
24	board shall include two residents of each of the following parishes: Ascension, East
25	Feliciana, Iberville, Pointe Coupee, West Baton Rouge, and West Feliciana. Five of
26	the members shall be residents of East Baton Rouge Parish.
27	B.(1) The members shall be appointed by the governor from among a list of
28	qualified candidates nominated by the governing authority of each parish in
29	accordance with Paragraph (2) of this Subsection. The appointments shall represent

at least six professionals and a balance of professionals and advocates in the fields

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of community-based public health, mental health, developmental disabilities, and

2	substance abuse.
3	(2) The governing authority of each parish, except Ascension Parish, shall
4	submit a list of at least two candidates for each board position available to a resident
5	of that parish to the governor. In Ascension Parish, the list of at least two candidates
6	shall be submitted by the parish president.
7	C.(1) Initial appointments to the board with exception of East Feliciana and
8	West Feliciana pursuant to Paragraph (2) of this Subsection shall be for terms as
9	follows: one resident from each parish in the district shall be appointed for an initial
10	term of two years; one resident from each parish in the district shall be appointed for
11	an initial term of three years; two additional residents of East Baton Rouge Parish
12	shall be appointed for an initial term of two years; one additional resident of East
13	Baton Rouge Parish shall be appointed for an initial term of three years. Thereafter,
14	each term shall be for three years.
15	(2) Initial appointments from the parishes of East Feliciana and West
16	Feliciana shall be as follows: one member from each parish shall be appointed for
17	an initial term of one year, and one member from each parish shall be appointed for
18	an initial term of three years. Thereafter, each term shall be for three years.
19	D. The chairman shall be elected by the board for a term established under
20	the board's bylaws.
21	E. Each appointment by the governor shall be submitted to the Senate for
22	confirmation.
23	F. Each board member shall serve without compensation but shall be
24	reimbursed for expenses and mileage at the same rate set by the division of
25	administration for state employees for each day in actual attendance at board
26	meetings or for representing the board in an official board-approved activity.
27	G. No member of the board or of his immediate family shall own or have
28	any interest or part in any public or private organization, business, company, or
29	entity conducting business of any kind with the district.

1	H. The board shall adopt bylaws to provide for the governance of the board.
2	Such bylaws shall include but not be limited to:
3	(1) Procedures for the election of board officers, including terms of office
4	and methods and grounds for removal.
5	(2) Procedures and grounds for the removal of any board member. Grounds
6	for removal shall include conviction of a felony or may include failure to meet board
7	attendance as provided in the bylaws.
8	I. Procedures for filling a vacancy created by the removal, resignation, or
9	death of any board member prior to the end of the board member's term shall follow
10	those used for initial appointments.
1	J. All members of the board and employees of the district shall be subject to
12	the Code of Governmental Ethics.
13	§904. District; functions, powers, and duties
14	A. The district shall:
15	(1) Perform the functions which provide community-based services and
16	continuity of care for the prevention, detection, treatment, rehabilitation, and
17	follow-up care of mental and emotional illness.
18	(2) Be responsible for community-based programs and functions relating to
19	the care, diagnosis, training, treatment, case management, and education of the
20	developmentally disabled and the autistic.
21	(3) Perform community-based functions relating to the care, diagnosis,
22	training, treatment, and education of alcohol or drug abusers and the prevention of
23	alcohol and drug abuse.
24	(4) Perform community-based functions which provide services and
25	continuity of care for education, prevention, detection, treatment, rehabilitation, and
26	follow-up care relating to personal health. The agreement between the district and
27	the secretary shall provide for the gradual assumption of these community-based
28	public health services as determined to be feasible through consultation with the
29	office of public health.

1	(5) With the funding provided pursuant to R.S. 36:254(F), maintain services
2	in Paragraphs (1) through (4) of this Subsection on at least the same level as the state
3	maintains similar programs in other parishes or regions of the state.
4	(6) The provisions of Paragraphs (1) through (4) of this Subsection shall not
5	include the following:
6	(a) Operation and management of any inpatient facility under the jurisdiction
7	of the department.
8	(b) Operation, management, and performance of functions and services
9	relating to environmental health, including but not limited to regulatory function as
10	performed by sanitarians and engineers within the office of public health pursuant
11	to R.S. 40:4 through 10, R.S. 40:2701 et seq., Chapter 4 of Title 40 of the Louisiana
12	Revised Statutes of 1950, R.S. 37:2101 et seq., the State Sanitary Code, and all other
13	relevant federal and state law, rules, and regulations.
14	(c) Operation, management, and performance of functions and services
15	relating to the Louisiana Vital Records Registry and the collection of vital statistics
16	within the office of public health pursuant to R.S. 40:5, R.S. 40:32 through 79, R.S.
17	44:402, and R.S. 40:1299.35.6, including the Putative Father Registry and the vital
18	records management information system.
19	(d) Operation, management, and performance of functions and services
20	relating to laboratory analyses by the state division of laboratories with the office of
21	public health in the area of personal and environmental health.
22	(e) Operation, management, and performance of functions and services
23	relating to education provided by or authorized for any state or local education
24	department or agency.
25	B. In addition to its function as provided in Subsection A of this Section, the
26	district shall have the following powers and duties:
27	(1) To have possession and operating control, but not title to, all immovable
28	and movable property owned by the state and dedicated to the provision of
29	community-based public health, mental health, developmental disabilities, and
30	substance abuse services in the parishes transferred to the district. The state shall

continue to be responsible for the maintenance of those properties which are

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2 provided by the state on the effective date of this Chapter. 3 (2) To be contracted with and enter into contracts of every nature in 4 compliance with this Chapter and other state laws. 5 (3) To acquire movable property by lease, purchase, donation, or otherwise 6 and to obtain title to same in its own name. The district may lawfully sell or dispose 7 of the movable property. 8 (4) To establish community-based public health, mental health, 9 developmental disabilities, and substance abuse program policies in conformance 10 with applicable state and federal laws and regulations. 11 (5) With the funding provided pursuant to R.S. 36:254(F), to maintain 12 services in community-based public health, mental health, developmental 13 disabilities, and substance abuse on at least the same level as the state maintains 14 similar programs in other parishes or regions of the state. 15 (6) To employ an executive director to oversee the operations of the district 16 and who shall be responsible for the administration and management of all aspects 17 of the district. 18 (7) To establish performance indicators to determine the quality of services 19 delivered by the district and to ensure that the quality of services delivered is higher 20 than the quality of services previously delivered by the state. 21 C. The board shall collect or cause to be collected all monies due the district 22 for the provision of services pursuant to statutory requirements, and any other form 23 of contract or agreement by which the district provides services and levies charges 24 therefor. The district may retain all federal funds, self-generated funds, and any 25 funds collected under the Medical Assistance Program, Title XIX of the Social 26 Security Act, in excess of funds provided in the general appropriations act which are 27 collected for the provision of services. 28 D. The district shall constitute a body corporate in law, with all of the 29 powers of a corporation, including the power to sue and be sued. The district shall 30 also have all the powers and rights conferred by this Chapter and the power to

perform any other act in its corporate capacity and in its corporate name which is necessary and proper for effectuating the purposes for which the district was created. The district shall constitute a special district within the meaning of Article VI, Section 19 of the Constitution of Louisiana, shall be a political subdivision of the state, and enjoy all rights, powers, and privileges enjoyed by other political subdivisions of the state under the constitution and laws of the state, excluding the rights to incur long-term debt, issue bonds, and levy taxes and special assessments.

E. The board shall submit any reports or information to the secretary of the department or the Senate and House committees on health and welfare upon request of the secretary or the chairman of either committee.

F.(1) Notwithstanding any provision of state law to the contrary, the district and the department shall share access to each other's client case records of clients for whom they both provide services, to the extent that access is not prohibited by any contrary provision of federal law or regulation.

(2) For the purposes of this Subsection, "case records" include medical and treatment records, records and investigations of abuse or neglect of adults, records of public health services including children's special health services, nutrition, and immunization, and other medical, disability, or behavioral health service records related to services provided by the district or the department.

#### §905. Functions; transferred

A. The secretary of the department and the board are hereby authorized to enter into all agreements necessary to transfer the functions and funds relative to the operation of community-based public health, mental health, developmental disabilities, and substance abuse services for the parishes of Ascension, East Baton Rouge, East Feliciana, Iberville, Pointe Coupee, West Baton Rouge, and West Feliciana from the department to the district. The agreement shall also provide for the gradual assumption of community-based public health services by the district. Such agreement shall be promulgated by the secretary of the department and the district by rule in accordance with the Administrative Procedure Act. As part of the agreement, the board shall agree to make a good faith effort to continue whenever

possible to use providers within the district who have traditionally provided community-based public health, mental health, developmental disabilities, and substance abuse services for the state.

B. The secretary shall be responsible for monitoring the service agreement and promptly reporting failure to comply with any agreement to the governor, the Senate and House committees on health and welfare, and the Joint Legislative Committee on the Budget.

## §906. Employees; transferred

All employees engaged in the performance of duties relating to the functions of the programs and services transferred from the department to the district are hereby transferred to the district to carry out the functions of the district and its programs and services and shall continue to perform their duties subject to applicable state civil service laws, rules, and regulations. All employees of the district shall participate in and be covered by state services, systems, and programs for which provision is made in comprehensive liability, automobile, workers' compensation, and fire and extended coverage insurance and medical malpractice liability laws as provided for in R.S. 39:1527 et seq. and R.S. 40:1299.39 et seq. The district, including its contract service delivery employees, may participate in and be covered by the state program for medical malpractice notwithstanding the prohibition in R.S. 40:1299.39(A)(1)(b) and (M) to the contrary, provided that the district or covered contract service delivery employee has paid the appropriate premium to the office of risk management. All employees of the district shall be members of the state civil service system and the Louisiana State Employees' Retirement System.

Section 2. Chapter 21 of Title 28 of the Louisiana Revised Statutes of 1950, comprised of R.S. 28:911 through 920, is hereby enacted to read as follows:

# CHAPTER 21. STATEWIDE HUMAN SERVICES DELIVERY

## §911. Definitions

As used in this Chapter and unless the context clearly requires otherwise:

(1) "Board" means the governing body of the district.

(2) "Behavioral health services" means community-based mental health and addictive disorders services.

- (3) "Case records" means medical and treatment records, records and investigations of abuse or neglect of adults, records of public health services including children's special health services, nutrition, and immunization, and other medical, disability, or behavioral health service records related to services provided by the district or the department.
  - (4) "Department" means the Department of Health and Hospitals.
  - (5) "District" means the human services district or authority.
- (6) "Human services accountability plan", referred to in this Chapter as "accountability plan", means the statewide human services plan developed by the department in consultation with the Human Services Interagency Council which sets forth the criteria, process, timelines, guidelines for service delivery, clinical protocols, evidence-based practices, quality management and monitoring, data collection and reporting, performance outcome measures, information management, and readiness assessment protocols to be followed by the department and the districts.
- (7) "Human services district or authority", referred to in this Chapter as "district", means an existing or newly created local governmental entity with local accountability and management of behavioral health and developmental disabilities services as well as any public health or other services contracted to the district by the department.
- (8) "Human services framework", referred to in this Chapter as "framework", means the requirements specified in the contract between the department and the district that set forth the organizational structure, operational readiness requirements, eligible and priority populations, core and targeted services, and standards for intake and access to institutional and community services, which require adherence to the human services accountability plan for a district. The framework is developed, implemented, and monitored through an ongoing statewide process performed by the department in consultation with the Human Services Interagency Council.

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(9) "Human Services Interagency Council", referred to in this Chapter as

2	"interagency council", means the interagency council established by the department
3	to provide policy guidance to the department in the development, implementation,
4	and ongoing management of the districts.
5	(10) "Readiness assessment" means the process by which a survey team
6	reviews all areas of business management of the district to determine operational
7	readiness based on a set of uniform criteria. The readiness assessment shall address,
8	at a minimum, financial controls, clinical protocols, human resources competency
9	and capacity, legal resources, purchasing, contracting, any applicable national or
10	accreditation standards, and outcomes measurement capability. The survey team
11	shall be composed of at least one representative of the secretary and at least two
12	directors of districts that have been in operation for at least two years.
13	(11) "Secretary" means the secretary of the Department of Health and
14	Hospitals.
15	§912. Creation and jurisdiction
16	A.(1) It is the intent of the legislature to create statewide integrated human
17	services delivery systems, with local accountability and management, to provide
18	behavioral health and developmental disabilities services.
19	(2) Upon successful completion of a readiness assessment, execution of a
20	contract with the department, and compliance with other applicable criteria as
21	provided for in this Chapter, the department may authorize the board to operate and
22	manage community-based programs and services related to behavioral health,
23	development disabilities, selected public health services, and any other services
24	contracted to the districts by the department.
25	B. The human services districts shall be:
26	(1) The following statutory entities:
27	(a) Capital Area Human Services District.
28	(b) Jefferson Parish Human Services Authority.
29	(c) Florida Parishes Human Services Authority.
30	(d) Metropolitan Human Services District.

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1	(e) South Central Louisiana Human Services Authority.
2	(f) Northeast Delta Human Services Authority.
3	(2) The following districts created by this Chapter organized by region:
4	(a) Region 4 which shall consist of the parishes of Acadia, Evangeline,
5	Iberia, Lafayette, St. Landry, St. Martin, and Vermilion.
6	(b) Region 5 which shall consist of the parishes of Allen, Beauregard,
7	Calcasieu, Cameron, and Jefferson Davis.
8	(c) Region 6 which shall consist of the parishes of Avoyelles, Catahoula,
9	Concordia, Grant, LaSalle, Rapides, Vernon, and Winn.
10	(d) Region 7 which shall consist of the parishes of Bienville, Bossier, Caddo,
11	Claiborne, DeSoto, Natchitoches, Sabine, Red River, and Webster.
12	C. A district may incorporate more than one region, but regions may not be
13	split into smaller units.
14	§913. Governing board; membership; appointment; terms; compensation
15	A. For districts created pursuant to R.S. 28:912(B)(2), each district shall be
16	governed by a board whose membership consists of residents of the respective
17	regions. The number of members on the board shall consist of one representative
18	from each parish in the region who is appointed by the local governmental authority.
19	The membership shall also include three appointees by the governor.
20	(1) The parish appointees shall be persons with professional experience or
21	parents, consumers, or advocates in the fields of addictive disorders, developmental
22	disabilities, mental health, or public health.
23	(2) The governor's three appointees shall be one member with experience in
24	the financial operation of a business enterprise, one member who is a parent,
25	consumer, or caregiver of a consumer of services, and one member who represents
26	one of the following fields: addictive disorders, developmental disabilities, mental
27	health, or public health. The governing authority of each parish may submit three
28	names to the governor for consideration as one of the governor's three appointees.
29	B. The initial terms of office for board members from the first two parishes
30	alphabetically shall be one year. The initial terms for board members from the

1	second two parishes alphabetically shall be two years. The initial terms for all other
2	board members shall be three years. All subsequent appointees shall serve terms of
3	three years. No board member shall serve more than two three-year terms.
4	C. Each board member shall serve without compensation but shall be
5	reimbursed for expenses and mileage at the same rate set by the division of
6	administration for state employees for each day in actual attendance at board
7	meetings or for representing the board in an official board-approved activity.
8	D. The chairman shall be elected by a majority vote of the board. The term
9	of the chairman shall be established under the board's bylaws.
10	E. The board shall adopt bylaws to provide for the governance of the board
11	within ninety days of being established. Such bylaws shall include but not be limited
12	to:
13	(1) Procedures for the election of board officers, including terms of office
14	and methods and grounds for removal. Board officers shall include, at a minimum,
15	a chairman, treasurer, and secretary.
16	(2) Procedures and grounds for the removal of any board member. Grounds
17	for removal shall include the conviction of a felony and a violation of the provisions
18	of R.S. 28:914(2). Grounds for removal may include failure to meet board
19	attendance as provided in the bylaws.
20	F. All board members and employees of the district shall be subject to the
21	Code of Governmental Ethics. No member of the board or of his immediate family
22	shall own or have any interest or part in any public or private organization, business,
23	company, or entity conducting business of any kind with the district.
24	§914. Requirements for districts
25	Regardless of when created, all district boards shall adopt:
26	(1) A policy statement ensuring recognition that one of the functions of the
27	board is to establish a mission, vision, and policies for the operation of the district.
28	The board shall set policy as a body and shall employ an executive director who shall
29	be accountable to the board, as a body, for the implementation of the policies
30	established by the board.

1	(2) Bylaws that specify that the board may act only as a body and not
2	through the individual actions of any individual board member, unless the board
3	member is given explicit authority by a majority vote of the board to carry out a
4	specific function, or the function is reasonably required of a board member serving
5	as an officer of the board. Under penalty of removal, no board member shall,
6	directly or indirectly, provide direction to or interfere with any employee of the
7	district.
8	§915. Districts; functions, powers, and duties
9	A. Pursuant to a contract with the department, all human services districts
10	<u>shall:</u>
11	(1) Perform the functions which provide community-based services and
12	continuity of care for the prevention, detection, treatment, rehabilitation, and follow-
13	up care of mental and emotional illness.
14	(2) Be responsible for community-based programs and functions relating to
15	the care, diagnosis, training, treatment, case management, and education of the
16	developmentally disabled and the autistic.
17	(3) Perform community-based functions for the care, diagnosis, training,
18	treatment, and education related to addictive disorders, including but not limited to
19	alcohol, drug abuse, or gambling.
20	(4) Perform community-based functions which provide services and
21	continuity of care for education, prevention, detection, treatment, rehabilitation, and
22	follow-up care relating to personal health, as determined to be feasible by the
23	department.
24	(5) Maintain services specified in Paragraphs (1) through (4) of this
25	Subsection on at least the same level as the state maintains similar programs or as
26	stipulated by the contract with the department.
27	(6) Collect or cause to be collected all monies due the district for the
28	provision of services pursuant to statutory requirements and any other form of
29	contract or agreement by which the district provides services and levies charges.

1	(7) Manage through their governing board the services required by
2	Paragraphs (1) through (4) of this Subsection and operate within the scope of a
3	contract with the department. Each district shall be operated in a manner that meets
4	the standards and competencies established by the framework and accountability
5	plan, with such standards and competencies addressing financial controls, clinical
6	protocols, human resources, legal resources, purchasing, contracting, and outcomes
7	measurement.
8	(8) Participate, as a critical part of Louisiana's health care infrastructure, in
9	all emergency planning, preparedness, response, and recovery efforts as directed by
10	the department.
11	B. In addition to the functions as provided in Subsection A of this Section,
12	the district shall have the following powers and duties:
13	(1) To enter into contracts of every nature in compliance with this Chapter
14	and other state laws.
15	(2) To acquire movable property by lease, purchase, donation, or otherwise
16	and to obtain title to same in its own name. The district may lawfully sell or dispose
17	of the movable property.
18	(3) To have possession and operating control, but not title to, all immovable
19	and movable property owned by the state and dedicated to the provision of
20	behavioral health, developmental disabilities, public health, or any other service
21	contracted by the department to the district. The state shall continue to be
22	responsible for the maintenance of those properties which are provided by the state
23	on the effective date of this Chapter.
24	(4) To establish community-based behavioral health, developmental
25	disabilities, public health, and other contracted program policies in conformance
26	with the contract with the department and applicable state and federal laws, rules,
27	and regulations.
28	(5) To establish performance indicators and reporting requirements as
29	outlined in the contract between the district and the department to determine the

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quality of services delivered by the district and maintain the services at the level of

2	the standards set by the department.
3	(6) To employ an executive director to oversee the operations of the district
4	and who shall be responsible for the administration and management of all aspects
5	of the district.
6	(7) To retain all federal, self-generated funds and any funds collected for the
7	provision of services under the Medical Assistance Program, Title XIX of the Social
8	Security Act, in excess of funds provided through contract with the department.
9	C. Each human services district shall constitute a body corporate in law, with
10	all of the powers of a corporation, including the power to sue and be sued. Each
11	district shall also have all the powers and rights conferred by this Chapter and the
12	power to perform any other act in its corporate capacity and in its corporate name
13	which is necessary and proper for effectuating the purposes for which the district was
14	created. Each district shall constitute a special district within the meaning of Article
15	VI, Section 19 of the Constitution of Louisiana, shall be a political subdivision of the
16	state, and enjoy all rights, powers, and privileges enjoyed by other political
17	subdivisions of the state under the constitution and laws of the state, excluding the
18	rights to incur long-term debt, issue bonds, and levy taxes and special assessments.
19	D. The board shall submit any reports or information to the secretary of the
20	department upon request of the secretary. The board shall also submit quarterly
21	reports as outlined in the contract with the department, indicating the services
22	provided, the number of persons served, and the amount spent on such services.
23	E. Notwithstanding any provision of state law to the contrary, the districts
24	and the department shall share access to each other's client case records of clients for
25	whom they both provide services, to the extent that access is not prohibited by any
26	contrary provision of federal law or regulation.
27	F. The provisions of Subsections A and B of this Section shall not include
28	the following:
29	(1) Operation and management of any inpatient facility under the jurisdiction
30	of the department.

(2) Operation, management, and performance of functions and services relating to environmental health, including but not limited to regulatory function as performed by sanitarians and engineers within the office of public health pursuant to R.S. 40:4 through 10, R.S. 40:2701 et seq., Chapter 4 of Title 40 of the Louisiana Revised Statutes of 1950, R.S. 37:2101 et seq., the State Sanitary Code, and all other relevant federal and state law, rules, and regulations.

- (3) Operation, management, and performance of functions and services relating to the Louisiana Vital Records Registry and the collection of vital statistics within the office of public health pursuant to R.S. 40:5, R.S. 40:32 through 79, R.S. 44:402, and R.S. 40:1299.35.6, including the Putative Father Registry and the vital records management information system.
- (4) Operation, management, and performance of functions and services relating to laboratory analyses by the state division of laboratories with the office of public health in the area of personal and environmental health.
- (5) Operation, management, and performance of functions and services relating to education provided by or authorized for any state or local education department or agency.

## §916. Functions; transferred

A. The boards and the secretary of the department are hereby authorized to enter into all contracts necessary for the provision of the functions and funds relative to the operation of community-based behavioral health and developmental disability services as well as public health or any other services contracted to the districts. As part of the contract, the board shall agree to make a good faith effort to use providers within the district who have traditionally provided community-based behavioral health, developmental disabilities, public health, and any other contracted services for the state.

B. The department shall submit an annual report to the legislature detailing the services provided by each district, a financial summary of the operations of each district, and other information demonstrating the performance of each district.

C. The secretary shall be responsible for monitoring the contract and promptly reporting failure to comply with any contract to the governor, the Senate and House committees on health and welfare, and the Joint Legislative Committee on the Budget.

## §917. Employees; transferred

A. All employees engaged in the performance of duties relating to the functions of the programs and services transferred by contract from the department to a district are hereby transferred to the respective district to carry out the functions of the district and its programs and services and shall continue to perform their duties subject to applicable state civil service laws, rules, and regulations.

B. All employees of the districts shall participate in and be covered by state services, systems, and programs for which provision is made in comprehensive liability, automobile, workers' compensation, and fire and extended coverage insurance and medical malpractice liability laws as provided for in R.S. 39:1527 et seq. and R.S. 40:1299.39 et seq.

C. The districts, including their contract service delivery employees, may participate in and be covered by the state program for medical malpractice notwithstanding the prohibition in R.S. 40:1299.39(A)(1)(b) and (M) to the contrary, provided that the districts or covered contract service delivery employees have paid the appropriate premium to the office of risk management.

D. All employees of the districts shall be members of the state civil service system and the Louisiana State Employees' Retirement System.

§918. Human Services Interagency Council; membership and responsibilities

The interagency council shall be chaired by the secretary of the department or his designee and shall include the assistant secretaries of the office of mental health, office for citizens with developmental disabilities, office for addictive disorders, office of public health, office of aging and adult services, as well as the director of Medicaid or his designee, the executive directors of the districts, and other members as deemed appropriate by the secretary. The interagency council

1	membership shall participate in the readiness assessment process and in the
2	monitoring and planning of the framework and accountability plan.
3	§919. Department of Health and Hospitals; responsibility and authority; readiness
4	assessment; surveys; framework and accountability plan; sanctions
5	A. The secretary shall be responsible for policy, development,
6	implementation, and monitoring of the statewide human services system to assure
7	the provision of the delivery of behavioral health and developmental disabilities
8	services funded by appropriations from the state as well as any public health or other
9	human services contracted to the district by the department.
10	B. The secretary of the department shall have the authority to enter into a
11	sole source contract with districts for the provision of behavioral health,
12	developmental disabilities, and selected public health services, or any other human
13	services which contribute to the integrated continuum of care for the clients served
14	by the district. For any service contracted by the department, the department shall
15	provide the funding appropriate for the adequate delivery of such services.
16	C. Funding for districts listed in R.S. 28:912(B)(1)(e) and (f) and (2) shall
17	be released only at such time as each district has met readiness criteria established
18	within this Section and the framework and accountability plan as approved by the
19	secretary.
20	D. The department shall not contract with a new district until the department,
21	in consultation with the interagency council, has determined and confirmed in
22	writing to the governor that the department is prepared to contract the provision of
23	services to the district, and the district is prepared to accept and be accountable for
24	such service provision. In making this determination, the department shall conduct
25	a readiness assessment of the district.
26	(1) The readiness assessment shall evaluate the operational preparedness of
27	the district based on a set of uniform criteria established by the interagency council
28	and approved by the secretary.
29	(2) The readiness assessment shall be conducted by a survey team pursuant
30	to R.S. 28:911(10) whose members have experience in behavioral health,

developmental disabilities, financial management, human resources, or with experience in startup and operation of an existing district. The assessment team shall be selected by the secretary or his designee within thirty days of being notified in writing by the board chair that the district requests a readiness assessment by the department. The department may secure outside audit expertise when deemed necessary by the department to assist a readiness assessment team.

(3) Upon completion of a readiness assessment, the assessment team shall conduct an exit conference with the district board. If the assessment team has determined the district is prepared to accept responsibility for the provision of services, the team shall, within thirty days of the completed exit conference, notify the secretary in writing that both the department and the district are prepared to begin the provision of services based on the result of the assessment and the exit conference. The document of notification must include specific evidence of readiness on each element of the readiness instrument utilized by the assessment team, as well as a description of each element of readiness needing improvement and strategies being implemented to address each one.

E. All districts shall participate in surveys to ensure compliance with the statewide human services system of care, framework, and accountability plan. The interagency council shall recommend to the secretary a schedule for surveys, with such surveys beginning within one year after the standards are approved. Each district shall be surveyed every two years. The survey team members shall be selected by the secretary or his designee and shall include a minimum of two experienced district executives as well as department staff. Each survey shall be designed to, at a minimum, ensure each district maintains competency standards for human resources, adequate financial controls, operational and clinical protocols, and shall be used as an opportunity to share best practices.

F. The contract shall incorporate by reference the provisions of the framework and accountability plan in the delivery of behavioral health and developmental disabilities services as well as public health or any other human

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services contracted by the department and funded by appropriations. The framework

2	shall include but not be limited to:
3	(1) Definitions of eligible and priority populations in accordance with the
4	department's statewide human services system of care, including behavioral health,
5	developmental disabilities, public health, or any other contracted services as
6	applicable.
7	(2) Definitions of core and targeted services, including the development of
8	indicators and a monitoring plan to measure the provision of and access to these
9	services. Core services are the minimum and essential services available to eligible
10	populations in all urban and rural areas. Targeted services are mandated specialized
11	services available to priority populations based on the source and availability of
12	<u>funds.</u>
13	(3) Standards for intake and access to institutional and community services.
14	G. The accountability plan shall include but not be limited to:
15	(1) Development and implementation of a plan for the provision of statewide
16	monitoring of human services system performance, including the establishment of
17	a minimum required data set of consumer-focused and systems outcome
18	measurements required for reliable outcome measurement that use consistent
19	definitions statewide.
20	(2) Development and implementation of a plan for provision of statewide
21	monitoring to assure quality of care and protection of consumer rights through
22	consistent and reliable outcome measurements.
23	(3) Development and implementation of standards for subcontractor
24	agreements funded by appropriations from the state to assure compliance with the
25	state human services plan and applicable state and federal laws, rules, regulations,
26	and court orders and to provide remedies for correction of noncompliance and
27	sanctions for failure to comply.
28	(4) Ongoing standards for operational performance, including human
29	resources competency, contracting and procurement, clinical protocols, financial
30	controls, and consumer satisfaction.

H. The secretary of the department shall have the authority to issue sanctions
for noncompliance with the terms of the contract. Sanctions may include but are not
limited to appointment of temporary management to carry out the provisions of the
contract at the expense of the district, monetary penalties, and suspension or
termination of the contract. The contracts between the districts and the department
shall include a provision for termination of the contract if a deficiency continues
after such time as the district has been given the opportunity to correct it. The
department shall notify the district in writing of any deficiency. The district shall
have a period of time set forth in the contract to correct any noticed deficiency. If
the deficiency continues after such period of time, or if the district does not make a
good faith effort to correct the deficiency, the contract shall have a provision for
termination by the department. Written notice providing that the district is in
noncompliance and such noncompliance constitutes a threat to public health or well-
being shall be provided to the speaker of the House of Representatives, the president
of the Senate, and the governor. In the event a contract is terminated under this
provision, the department shall assume responsibility and oversight for the provision
of services with funds appropriated to the district until such time as the district has
met the compliance standards and has successfully completed a new readiness
assessment.
§920. Conflict with other district statutes
Notwithstanding any other law to the contrary, the provisions of this Chapter
shall supersede any laws related to human services districts which conflict with this
Chapter. Excepted from this Section are the provisions of R.S. 28:831(C), 853, 863,
873, 893, and 903.
Section 3. R.S. 36:258(G) through (L) are hereby amended and reenacted to read as
follows:
§258. Offices; purposes and functions
* * *

G. Notwithstanding the provisions of Subsections C, D, and E of this Section, the Jefferson Parish Human Services Authority shall be responsible for and

shall perform the functions relative to the operation and management of mental health, mental retardation developmental disabilities, and substance abuse services for Jefferson Parish only, and the department shall not be responsible for nor perform such functions unless the contract between the department and the authority has been terminated pursuant to R.S. 28:919(H).

H. Notwithstanding the provisions of Subsections B, C, D, and E of this Section, the Capital Area Human Services District shall be responsible for and shall perform the functions relative to the operation and management of community-based mental health, developmental disabilities, substance abuse services, and certain community-based public health services for the parishes of Ascension, East Baton Rouge, East Feliciana, Iberville, Pointe Coupee, West Baton Rouge, and West Feliciana only unless the contract between the department and the authority has been terminated pursuant to R.S. 28:919(H).

I. Notwithstanding the provisions of Subsections C, D, and E of this Section, the Florida Parishes Human Services Authority shall be responsible for and shall perform the functions relative to the operation and management of mental health, developmental disabilities, and addictive disorder services for the parishes of Livingston, St. Helena, St. Tammany, Tangipahoa, and Washington, and the department shall not be responsible for nor perform such functions unless the contract between the department and the authority has been terminated pursuant to R.S. 28:919(H).

J. Notwithstanding the provisions of Subsections C, D, and E of this Section, the South Central Louisiana Human Services District shall be responsible for and shall perform the functions relative to the operation and management of mental health, developmental disabilities, and addictive disorder services for the parishes of Assumption, Lafourche, St. Charles, St. James, St. John the Baptist, St. Mary, and Terrebonne, and the department shall not be responsible for nor perform such functions unless the contract between the department and the authority has been terminated pursuant to R.S. 28:919(H).

K. Notwithstanding the provisions of Subsections C, D, and E of this 1 2 Section, the Metropolitan Human Services District shall be responsible for and shall 3 perform the functions relative to the operation and management of mental health, 4 developmental disabilities, and addictive disorder services for the parishes of 5 Orleans, St. Bernard, and Plaquemines, and the department shall not be responsible 6 for nor perform such functions unless the contract between the department and the 7 authority has been terminated pursuant to R.S. 28:919(H). 8 L. Notwithstanding the provisions of Subsections C, D, and E of this Section, 9 the Northeast Delta Human Services Authority shall be responsible for and shall 10 perform the functions relative to the operation and management of mental health, 11 developmental disabilities, and addictive disorder services for the parishes of 12 Caldwell, East Carroll, Franklin, Jackson, Lincoln, Madison, Morehouse, Ouachita, 13 Richland, Tensas, Union, and West Carroll, and the department shall not be 14 responsible for nor perform such functions unless the contract between the 15 department and the authority has been terminated pursuant to R.S. 28:919(H). 16 Section 4. R.S. 28:382.2 and R.S. 46:2661 through 2666 are hereby repealed in their 17 entirety. 18 Section 5. This Act shall become effective upon signature by the governor or, if not

Section 5. This Act shall become effective upon signature by the governor or, if not signed by the governor, upon expiration of the time for bills to become law without signature by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If vetoed by the governor and subsequently approved by the legislature, this Section and this Act shall become effective on the day following such approval.

PRESIDENT OF THE SENATE
PRESIDENT OF THE SENATE
PRESIDENT OF THE SENATE

APPROVED:

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