## **E2SHB 1290** - S COMM AMD

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10 11 By Committee on Human Services & Corrections

## NOT ADOPTED 04/14/2005

1 Strike everything after the enacting clause and insert the 2 following:

"Sec. 1. RCW 71.24.015 and 2001 c 334 s 6 and 2001 c 323 s 1 are each reenacted and amended to read as follows:

It is the intent of the legislature to establish a community mental health program which shall help people experiencing mental illness to retain a respected and productive position in the community. This will be accomplished through programs that focus on resilience and recovery, and practices that are evidence-based, research-based, consensus-based, or, where these do not exist, promising or emerging best practices, which provide for:

- 12 (1) Access to mental health services for adults of the state who are acutely mentally ill, chronically mentally ill, or seriously 13 14 disturbed and children of the state who are acutely mentally ill, severely emotionally disturbed, or seriously disturbed, which services 15 16 recognize the special needs of underserved populations, including minorities, children, the elderly, disabled, and low-income persons. 17 Access to mental health services shall not be limited by a person's 18 history of confinement in a state, federal, or local correctional 19 20 facility. It is also the purpose of this chapter to promote the early 21 identification of mentally ill children and to ensure that they receive the mental health care and treatment which is appropriate to their 22 23 developmental level. This care should improve home, school, and community functioning, maintain children in a safe and nurturing home 24 environment, and should enable treatment decisions to be made in 25 26 response to clinical needs in accordance with sound professional 27 judgment while also recognizing parents' rights to participate in treatment decisions for their children; 28
- 29 (2) The involvement of persons with mental illness, their family 30 members, and advocates in designing and implementing mental health

services that reduce unnecessary hospitalization and incarceration and promote the recovery and employment of persons with mental illness. To improve the quality of services available and promote the rehabilitation, recovery, and reintegration of persons with mental illness, consumer and advocate participation in mental health services is an integral part of the community mental health system and shall be supported;

(3) Accountability of efficient and effective services through state of the art outcome and performance measures and statewide standards for monitoring client and system outcomes, performance, and reporting of client and system outcome information. These processes shall be designed so as to maximize the use of available resources for direct care of people with a mental illness and to assure uniform data collection across the state;

 $((\frac{3}{3}))$  (4) Minimum service delivery standards;

- $((\frac{4}{1}))$  (5) Priorities for the use of available resources for the care of the mentally ill consistent with the priorities defined in the statute;
  - ((<del>(5)</del>)) (6) Coordination of services within the department, including those divisions within the department that provide services to children, between the department and the office of the superintendent of public instruction, and among state mental hospitals, county authorities, regional support networks, community mental health services, and other support services, which shall to the maximum extent feasible also include the families of the mentally ill, and other service providers; and
  - $((\frac{(6)}{(6)}))$  Coordination of services aimed at reducing duplication in service delivery and promoting complementary services among all entities that provide mental health services to adults and children.

It is the policy of the state to encourage the provision of a full range of treatment and rehabilitation services in the state for mental disorders including services operated by consumers and advocates. The legislature intends to encourage the development of county-based and county-managed regional mental health services with adequate local flexibility to assure eligible people in need of care access to the least-restrictive treatment alternative appropriate to their needs, and the availability of treatment components to assure continuity of care. To this end, counties are encouraged to enter into joint operating

agreements with other counties to form regional systems of care which 1 2 will integrate planning, administration, and service delivery duties ((assigned to counties)) under chapters 71.05 and 71.24 RCW to 3 consolidate administration, reduce administrative layering, and reduce 4 administrative costs. The legislature hereby finds and declares that 5 sound fiscal management requires vigilance to ensure that funds 6 7 appropriated by the legislature for the provision of needed community mental health programs and services are ultimately expended solely for 8 the purpose for which they were appropriated, and not for any other 9 10 purpose.

It is further the intent of the legislature to integrate the provision of services to provide continuity of care through all phases of treatment. To this end the legislature intends to promote active engagement with mentally ill persons and collaboration between families and service providers.

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- 16 **Sec. 2.** RCW 71.24.025 and 2001 c 323 s 8 are each amended to read 17 as follows:
  - Unless the context clearly requires otherwise, the definitions in this section apply throughout this chapter.
- 20 (1) "Acutely mentally ill" means a condition which is limited to a 21 short-term severe crisis episode of:
- 22 (a) A mental disorder as defined in RCW 71.05.020 or, in the case of a child, as defined in RCW 71.34.020;
- (b) Being gravely disabled as defined in RCW 71.05.020 or, in the case of a child, a gravely disabled minor as defined in RCW 71.34.020; or
- 27 (c) Presenting a likelihood of serious harm as defined in RCW 71.05.020 or, in the case of a child, as defined in RCW 71.34.020.
  - (2) "Available resources" means funds appropriated for the purpose of providing community mental health programs ((under RCW 71.24.045)), federal funds, except those provided according to Title XIX of the Social Security Act, and state funds appropriated under this chapter or chapter 71.05 RCW by the legislature during any biennium for the purpose of providing residential services, resource management services, community support services, and other mental health services. This does not include funds appropriated for the purpose of operating

and administering the state psychiatric hospitals, except as negotiated according to RCW  $71.24.300(1)((\frac{(e)}{0}))$ 

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- (3) "Child" means a person under the age of eighteen years.
- (4) "Chronically mentally ill adult" means an adult who has a mental disorder and meets at least one of the following criteria:
- (a) Has undergone two or more episodes of hospital care for a mental disorder within the preceding two years; or
- (b) Has experienced a continuous psychiatric hospitalization or residential treatment exceeding six months' duration within the preceding year; or
- (c) Has been unable to engage in any substantial gainful activity by reason of any mental disorder which has lasted for a continuous period of not less than twelve months. "Substantial gainful activity" shall be defined by the department by rule consistent with Public Law 92-603, as amended.
- (5) "Community mental health program" means all mental health services, activities, or programs using available resources.
  - (6) "Community mental health service delivery system" means public or private agencies that provide services specifically to persons with mental disorders as defined under RCW 71.05.020 and receive funding from public sources.
  - (7) "Community support services" means services authorized, and coordinated through resource management including, at a minimum, assessment, diagnosis, emergency crisis intervention available twenty-four hours, seven days a prescreening determinations for mentally ill persons being considered for placement in nursing homes as required by federal law, screening for patients being considered for admission to residential services, diagnosis and treatment for acutely mentally ill and severely emotionally disturbed children discovered under screening through the federal Title XIX early and periodic screening, diagnosis, and treatment program, investigation, legal, and other nonresidential services under chapter 71.05 RCW, case management services, psychiatric treatment including medication supervision, counseling, psychotherapy, assuring transfer of relevant patient information between service providers, recovery services, and other services determined by regional support networks.

(8) "Consensus-based" means a program or practice that has general support among treatment providers and experts, based on experience or professional literature, and may have anecdotal or case study support, or that is agreed but not possible to perform studies with random assignment and controlled groups.

- (9) "County authority" means the board of county commissioners, county council, or county executive having authority to establish a community mental health program, or two or more of the county authorities specified in this subsection which have entered into an agreement to provide a community mental health program.
- $((\frac{9}{}))$  (10) "Department" means the department of social and health services.
- 13 ((<del>(10)</del>)) <u>(11) "Emerging best practice" or "promising practice"</u>
  14 <u>means a practice that presents, based on preliminary information,</u>
  15 potential for becoming a research-based or consensus-based practice.
  - (12) "Evidence-based" means a program or practice that has had multiple site random controlled trials across heterogeneous populations demonstrating that the program or practice is effective for the population.
  - (13) "Licensed service provider" means an entity licensed according to this chapter or chapter 71.05 RCW or an entity deemed to meet state minimum standards as a result of accreditation by a recognized behavioral health accrediting body recognized and having a current agreement with the department, that meets state minimum standards or individuals licensed under chapter 18.57, 18.71, 18.83, or 18.79 RCW, as it applies to registered nurses and advanced registered nurse practitioners.
  - $((\frac{11}{11}))$  (14) "Mental health services" means all services provided by regional support networks and other services provided by the state for the mentally ill.
- $((\frac{(12)}{(12)}))$  "Mentally ill persons" and "the mentally ill" mean 32 persons and conditions defined in subsections (1), (4),  $((\frac{(17)}{(18)}))$  (23), 33 and  $((\frac{(18)}{(18)}))$  (24) of this section.
- ((\(\frac{(13)}{)}\)) (16) "Regional support network" means a county authority
  or group of county authorities or other entity recognized by the
  secretary ((that enter into joint operating agreements to contract with
  the secretary pursuant to this chapter)) through a department
  procurement process.

 $((\frac{14}{14}))$  "Residential services" means a complete range of 1 residences and supports authorized by resource management services and 2 which may involve a facility, a distinct part thereof, or services 3 which support community living, for acutely mentally ill persons, 4 chronically mentally ill adults, severely emotionally disturbed 5 children, or seriously disturbed adults determined by the regional 6 7 support network to be at risk of becoming acutely or chronically 8 The services shall include at least evaluation and mentally ill. treatment services as defined in chapter 71.05 RCW, acute crisis 9 respite care, long-term adaptive and rehabilitative care, 10 supervised and supported living services, and shall also include any 11 12 residential services developed to service mentally ill persons in 13 nursing homes, and may include outpatient services provided as an element in a package of services in a supported housing model. 14 Residential services for children in out-of-home placements related to 15 their mental disorder shall not include the costs of food and shelter, 16 except for children's long-term residential facilities existing prior 17 18 to January 1, 1991.

19 ((<del>(15)</del>)) (18) "Recovery" means the process in which people are able 20 to live, work, learn, and participate fully in their communities.

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- (19) "Research-based" means a program or practice that has some research demonstrating effectiveness, but that does not yet meet the standard of evidence-based practices.
  - (20) "Resilience" means the personal and community qualities that enable individuals to rebound from adversity, trauma, tragedy, threats, or other stresses, and to live productive lives.
  - (21)"Resource management services" mean the planning, coordination, and authorization of residential services and community support services administered pursuant to an individual service plan (a) Acutely mentally ill adults and children; (b) chronically mentally ill adults; (c) severely emotionally disturbed children; or (d) seriously disturbed adults determined solely by a regional support network to be at risk of becoming acutely or chronically mentally ill. Such planning, coordination, and authorization shall include mental health screening for children eligible under the federal Title XIX early and periodic screening, diagnosis, and treatment program. Resource management services include seven day a week, twenty-four hour a day availability of information regarding mentally ill adults' and

children's enrollment in services and their individual service plan to county-designated mental health professionals, evaluation and treatment facilities, and others as determined by the regional support network.

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- $((\frac{16}{16}))$  "Secretary" means the secretary of social and health services.
  - $((\frac{17}{17}))$  (23) "Seriously disturbed person" means a person who:
- (a) Is gravely disabled or presents a likelihood of serious harm to himself or herself or others, or to the property of others, as a result of a mental disorder as defined in chapter 71.05 RCW;
- (b) Has been on conditional release status, or under a less restrictive alternative order, at some time during the preceding two years from an evaluation and treatment facility or a state mental health hospital;
- 14 (c) Has a mental disorder which causes major impairment in several areas of daily living;
  - (d) Exhibits suicidal preoccupation or attempts; or
  - (e) Is a child diagnosed by a mental health professional, as defined in chapter 71.34 RCW, as experiencing a mental disorder which is clearly interfering with the child's functioning in family or school or with peers or is clearly interfering with the child's personality development and learning.
  - $((\frac{18}{18}))$  (24) "Severely emotionally disturbed child" means a child who has been determined by the regional support network to be experiencing a mental disorder as defined in chapter 71.34 RCW, including those mental disorders that result in a behavioral or conduct disorder, that is clearly interfering with the child's functioning in family or school or with peers and who meets at least one of the following criteria:
- 29 (a) Has undergone inpatient treatment or placement outside of the 30 home related to a mental disorder within the last two years;
  - (b) Has undergone involuntary treatment under chapter 71.34 RCW within the last two years;
    - (c) Is currently served by at least one of the following child-serving systems: Juvenile justice, child-protection/welfare, special education, or developmental disabilities;
      - (d) Is at risk of escalating maladjustment due to:
- (i) Chronic family dysfunction involving a mentally ill or inadequate caretaker;

- 1 (ii) Changes in custodial adult;
- 2 (iii) Going to, residing in, or returning from any placement 3 outside of the home, for example, psychiatric hospital, short-term 4 inpatient, residential treatment, group or foster home, or a 5 correctional facility;
  - (iv) Subject to repeated physical abuse or neglect;
  - (v) Drug or alcohol abuse; or
  - (vi) Homelessness.

- ((\(\frac{(19\)}{19\)})) (25) "State minimum standards" means minimum requirements established by rules adopted by the secretary and necessary to implement this chapter for: (a) Delivery of mental health services; (b) licensed service providers for the provision of mental health services; (c) residential services; and (d) community support services and resource management services.
- ((<del>(20)</del>)) <u>(26)</u> "Tribal authority," for the purposes of this section and RCW 71.24.300 only, means: The federally recognized Indian tribes and the major Indian organizations recognized by the secretary insofar as these organizations do not have a financial relationship with any regional support network that would present a conflict of interest.
- NEW SECTION. Sec. 3. A new section is added to chapter 71.24 RCW to read as follows:
  - (1) The secretary shall establish, on a pilot basis, a procurement process in each county with a population over one million persons to establish a regional support network. The pilot procurement process shall encourage the preservation of infrastructure previously purchased by the community mental service delivery system, the maintenance of linkages between other services and delivery systems, and maximization of the use of available funds for services versus profits. County, provider, and consumer/advocate-based organizations shall be given the opportunity to compete and to have their bids considered on an equal basis with any other competing entity. The procurement process shall provide that public funds shall not be used to promote or deter, encourage, or discourage employees from exercising their rights under section 7 of the federal labor relations act. The secretary shall seek input from stakeholders in the development of the procurement.
- 36 (2) In addition to the requirements of RCW 71.24.035, the process 37 shall:

- 1 (a) Define administrative costs and ensure that the regional 2 support network does not exceed an administrative cost of ten percent 3 of available funds;
  - (b) Require that existing collaboration between agencies and government bodies, including state, county, and city law enforcement and correctional agencies, be maintained and improved;
  - (c) Require continued collaboration with the county alcohol and drug coordinators and adherence to any department adopted integrated screening and assessment process for mental and substance abuse disorders; and
  - (d) Provide the secretary with the authority and a process to hold both the regional support networks and any subcontractors accountable for accomplishing the provisions of the contract.
  - (3) The procurement process shall also include a requirement for a separately funded mental health ombudsman office in each regional support network that is independent of the regional support network. The ombudsman office shall maximize the use of consumer advocates.
- 18 (4) The pilot shall take effect July 1, 2005, and end June 30, 19 2007.
- **Sec. 4.** RCW 71.24.035 and 2001 c 334 s 7 and 2001 c 323 s 10 are 21 each reenacted and amended to read as follows:
- 22 (1) The department is designated as the state mental health 23 authority.
  - (2) The secretary shall provide for public, client, and licensed service provider participation in developing the state mental health program, developing contracts with regional support networks, and any waiver request to the federal government under medicaid.
  - (3) The secretary shall provide for participation in developing the state mental health program for children and other underserved populations, by including representatives on any committee established to provide oversight to the state mental health program.
  - (4) The secretary shall be designated as the ((county authority if a county)) regional support network if the regional support network fails to meet state minimum standards or refuses to exercise responsibilities under RCW 71.24.045.
    - (5) The secretary shall:

- (a) Develop a biennial state mental health program that incorporates ((county)) regional biennial needs assessments and ((county)) regional mental health service plans and state services for mentally ill adults and children. The secretary ((may)) shall also develop a six-year state mental health plan;
- (b) Assure that any regional or county community mental health program provides access to treatment for the ((county's)) region's residents in the following order of priority: (i) The acutely mentally ill; (ii) chronically mentally ill adults and severely emotionally disturbed children; and (iii) the seriously disturbed. Such programs shall provide:
  - (A) Outpatient services;

- (B) Emergency care services for twenty-four hours per day;
- (C) Day treatment for mentally ill persons which includes training in basic living and social skills, supported work, vocational rehabilitation, and day activities. Such services may include therapeutic treatment. In the case of a child, day treatment includes age-appropriate basic living and social skills, educational and prevocational services, day activities, and therapeutic treatment;
- (D) Screening for patients being considered for admission to state mental health facilities to determine the appropriateness of admission;
- (E) Employment services, which may include supported employment, transitional work, placement in competitive employment, and other work-related services, that result in mentally ill persons becoming engaged in meaningful and gainful full or part-time work. Other sources of funding such as the division of vocational rehabilitation may be utilized by the secretary to maximize federal funding and provide for integration of services;
  - (F) Consultation and education services; and
  - (G) Community support services;
- (c) Develop and adopt rules establishing state minimum standards for the delivery of mental health services pursuant to RCW 71.24.037 including, but not limited to:
- (i) Licensed service providers. These rules shall permit a countyoperated mental health program to be licensed as a service provider
  subject to compliance with applicable statutes and rules. The
  secretary shall provide for deeming of compliance with state minimum

standards for those entities accredited by recognized behavioral health accrediting bodies recognized and having a current agreement with the department;

(ii) Regional support networks; and

- (iii) Inpatient services, evaluation and treatment services and facilities under chapter 71.05 RCW, resource management services, and community support services;
- (d) Assure that the special needs of minorities, the elderly, disabled, children, and low-income persons are met within the priorities established in this section;
- (e) Establish a standard contract or contracts, consistent with state minimum standards, which shall be used in contracting with regional support networks ((or counties)). The standard contract shall include a maximum fund balance, which shall ((not exceed ten percent)) be consistent with that required by federal regulations or waiver stipulations;
- (f) Establish, to the extent possible, a standardized auditing procedure which minimizes paperwork requirements of ((county authorities)) regional support networks and licensed service providers. The audit procedure shall focus on the outcomes of service and not the processes for accomplishing them;
- (g) Develop and maintain an information system to be used by the state, counties, and regional support networks that includes a tracking method which allows the department and regional support networks to identify mental health clients' participation in any mental health service or public program on an immediate basis. The information system shall not include individual patient's case history files. Confidentiality of client information and records shall be maintained as provided in this chapter and in RCW 71.05.390, 71.05.400, 71.05.410, 71.05.420, 71.05.430, and 71.05.440. The design of the system and the data elements to be collected shall be reviewed by the work group appointed by the secretary under section 5(1) of this act and representing the department, regional support networks, service providers, consumers, and advocates. The data elements shall be designed to provide information that is needed to measure performance and achieve the service outcomes identified in section 5 of this act;
  - (h) License service providers who meet state minimum standards;

1 (i) Certify regional support networks that meet state minimum 2 standards;

- (j) Periodically monitor the compliance of certified regional support networks and their network of licensed service providers for compliance with the contract between the department, the regional support network, and federal and state rules at reasonable times and in a reasonable manner;
- (k) Fix fees to be paid by evaluation and treatment centers to the secretary for the required inspections;
- (1) Monitor and audit (( $counties_{\tau}$ )) regional support networks(( $\tau$ )) and licensed service providers as needed to assure compliance with contractual agreements authorized by this chapter; (( $counties_{\tau}$ ))
- (m) Adopt such rules as are necessary to implement the department's responsibilities under this chapter; and
- (n) Assure the availability of an appropriate amount, as determined by the legislature in the operating budget by amounts appropriated for this specific purpose, of community-based, geographically distributed residential services.
- (6) The secretary shall use available resources only for ((regional support networks)) the community mental health service delivery system, consistent with the priorities for both client populations and the services to be provided as defined in this chapter.
- (7) Each certified regional support network and licensed service provider shall file with the secretary, on request, such data, statistics, schedules, and information as the secretary reasonably requires. A certified regional support network or licensed service provider which, without good cause, fails to furnish any data, statistics, schedules, or information as requested, or files fraudulent reports thereof, may have its certification or license revoked or suspended.
- (8) The secretary may suspend, revoke, limit, or restrict a certification or license, or refuse to grant a certification or license for failure to conform to: (a) The law; (b) applicable rules and regulations; (c) applicable standards; or (d) state minimum standards.
- (9) The superior court may restrain any regional support network or service provider from operating without certification or a license or any other violation of this section. The court may also review, pursuant to procedures contained in chapter 34.05 RCW, any denial,

suspension, limitation, restriction, or revocation of certification or license, and grant other relief required to enforce the provisions of this chapter.

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- (10) Upon petition by the secretary, and after hearing held upon reasonable notice to the facility, the superior court may issue a warrant to an officer or employee of the secretary authorizing him or her to enter at reasonable times, and examine the records, books, and accounts of any regional support network or service provider refusing to consent to inspection or examination by the authority.
- (11) Notwithstanding the existence or pursuit of any other remedy, the secretary may file an action for an injunction or other process against any person or governmental unit to restrain or prevent the establishment, conduct, or operation of a regional support network or service provider without certification or a license under this chapter.
- (12) The standards for certification of evaluation and treatment facilities shall include standards relating to maintenance of good physical and mental health and other services to be afforded persons pursuant to this chapter and chapters 71.05 and 71.34 RCW, and shall otherwise assure the effectuation of the purposes of these chapters.
- (13)(a) The department, in consultation with affected parties, shall establish a distribution formula that reflects ((county)) regional needs assessments based on the number of persons who are acutely mentally ill, chronically mentally ill, severely emotionally disturbed children, and seriously disturbed. The formula shall take into consideration the impact on ((counties)) regions of demographic factors ((in counties)) which result in concentrations of priority populations as set forth in subsection (5)(b) of this section. These factors shall include the population concentrations resulting from commitments under chapters 71.05 and 71.34 RCW to state psychiatric hospitals, as well as concentration in urban areas, at border crossings at state boundaries, and other significant demographic and workload factors.
- (b) The formula shall also include a projection of the funding allocations that will result for each ((county)) region, which specifies allocations according to priority populations, including the allocation for services to children and other underserved populations.
- (c) After July 1, 2003, the department may allocate up to two percent of total funds to be distributed to the regional support

networks for incentive payments to reward the achievement of superior outcomes, or significantly improved outcomes, as measured by a statewide performance measurement system consistent with the framework recommended in the joint legislative audit and review committee's performance audit of the mental health system. The department shall annually report to the legislature on its criteria and allocation of the incentives provided under this subsection.

(14) The secretary shall assume all duties assigned to the nonparticipating ((counties)) regional support networks under chapters 71.05, 71.34, and 71.24 RCW. Such responsibilities shall include those which would have been assigned to the nonparticipating counties ((under)) in regions where there are not participating regional support networks.

The regional support networks, or the secretary's assumption of all responsibilities under chapters 71.05, 71.34, and 71.24 RCW, shall be included in all state and federal plans affecting the state mental health program including at least those required by this chapter, the medicaid program, and P.L. 99-660. Nothing in these plans shall be inconsistent with the intent and requirements of this chapter.

(15) The secretary shall:

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- (a) Disburse funds for the regional support networks within sixty days of approval of the biennial contract. The department must either approve or reject the biennial contract within sixty days of receipt.
- (b) Enter into biennial contracts with regional support networks. The contracts shall be consistent with available resources. No contract shall be approved that does not include progress toward meeting the goals of this chapter by taking responsibility for: (i) Short-term commitments; (ii) residential care; and (iii) emergency response systems.
- (c) ((Allocate one hundred percent of available resources to the regional support networks in accordance with subsection (13) of this section. Incentive payments authorized under subsection (13) of this section may be allocated separately from other available resources.
- (d))) Notify regional support networks of their allocation of available resources at least sixty days prior to the start of a new biennial contract period.
- $((\frac{(e)}{(e)}))$  (d) Deny funding allocations to regional support networks based solely upon formal findings of noncompliance with the terms of

- the regional support network's contract with the department. Written notice and at least thirty days for corrective action must precede any such action. In such cases, regional support networks shall have full rights to appeal under chapter 34.05 RCW.
- 5 (16) The department, in cooperation with the state congressional 6 delegation, shall actively seek waivers of federal requirements and 7 such modifications of federal regulations as are necessary to allow 8 federal medicaid reimbursement for services provided by free-standing 9 evaluation and treatment facilities certified under chapter 71.05 RCW. 10 The department shall periodically report its efforts to the appropriate 11 committees of the senate and the house of representatives.
- NEW SECTION. Sec. 5. A new section is added to chapter 71.24 RCW to read as follows:
- Any regional support network selected pursuant to the pilot procurement process under section 3 of this act shall:

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- (1) Contract as needed with licensed service providers. The regional support network may, in the absence of a licensed service provider entity, become a licensed service provider entity pursuant to minimum standards required for licensing by the department for the purpose of providing services not available from licensed service providers;
- (2) Operate as a licensed service provider if it deems that doing so is more efficient and cost-effective than contracting for services. When doing so, the regional support network shall comply with rules promulgated by the secretary that shall provide measurements to determine when a regional support network provided service is more efficient and cost-effective;
- (3) Monitor and perform biennial fiscal audits of licensed service providers who have contracted with the regional support network to provide services required by this chapter. The monitoring and audits shall be performed by means of a formal process which ensures that the licensed service providers and professionals designated in this subsection meet the terms of their contracts;
- 34 (4) Assure that the special needs of minorities, the elderly, 35 individuals with disabilities, children, and low-income persons are met 36 within the priorities established in this chapter;

1 (5) Maintain patient tracking information in a central location as 2 required for resource management services and the department's 3 information system;

- (6) Work with county authorities to ensure that policies do not result in an adverse shift of mentally ill persons into state and local correctional facilities;
- (7) Work with the department to expedite the enrollment or reenrollment of eligible persons leaving state or local correctional facilities and institutions for mental diseases;
- (8) If a regional support network under the pilot procurement process is not controlled by the county, work closely with the county designated mental health professional or county designated crisis responder to maximize appropriate placement of persons into community services; and
- 15 (9) Coordinate services for individuals who have received services 16 through the community mental health system and who become patients at 17 a state mental hospital.
- **Sec. 6.** RCW 71.24.240 and 1982 c 204 s 13 are each amended to read 19 as follows:

In order to establish eligibility for funding under this chapter, any ((county or counties)) regional support network seeking to obtain federal funds for the support of any aspect of a community mental health program as defined in this chapter shall submit program plans to the secretary for prior review and approval before such plans are submitted to any federal agency.

**Sec. 7.** RCW 71.24.300 and 2001 c 323 s 17 are each amended to read 27 as follows:

A county authority or a group of county authorities whose combined population is no less than forty thousand may enter into a joint operating agreement to form a regional support network. Upon the request of a tribal authority or authorities within a regional support network the joint operating agreement or the county authority shall allow for the inclusion of the tribal authority to be represented as a party to the regional support network. The roles and responsibilities of the county and tribal authorities shall be determined by the terms of that agreement including a determination of membership on the

governing board and advisory committees, the number of tribal representatives to be party to the agreement, and the provisions of law and shall assure the provision of culturally competent services to the tribes served. The state mental health authority may not determine the roles and responsibilities of county authorities as to each other under regional support networks by rule, except to assure that all duties required of regional support networks are assigned and that counties and the regional support network do not duplicate functions and that a single authority has final responsibility for all available resources and performance under the regional support network's contract with the secretary. <u>If a regional support network subject to the procurement</u> process in section 3 of this act is a private entity, the department shall allow for the inclusion of the tribal authority to be represented as a party to the regional support network. The roles and responsibilities of the private entity and the tribal authorities shall be determined by the department, through negotiation with the tribal authority.

(1) Regional support networks shall submit an overall six-year operating and capital plan, timeline, and budget and submit progress reports and an updated two-year plan biennially thereafter, to assume within available resources all of the following duties:

- (a) Administer and provide for the availability of all resource management services, residential services, and community support services.
- (b) Assume the powers and duties of county authorities within its area as described in RCW 71.24.045 (1) through (7).
- (c) Administer and provide for the availability of all investigation, transportation, court-related, and other services provided by the state or counties pursuant to chapter 71.05 RCW.
- (d) Provide within the boundaries of each regional support network evaluation and treatment services for at least eighty-five percent of persons detained or committed for periods up to seventeen days according to chapter 71.05 RCW. Regional support networks with populations of less than one hundred fifty thousand may contract to purchase evaluation and treatment services from other networks. Insofar as the original intent of serving persons in the community is maintained, the secretary is authorized to approve exceptions on a case-by-case basis to the requirement to provide evaluation and

treatment services within the boundaries of each regional support network. Such exceptions are limited to contracts with neighboring or contiguous regions.

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- (e) Administer a portion of funds appropriated by the legislature to house mentally ill persons in state institutions from counties within the boundaries of any regional support network, with the exception of persons currently confined at, or under the supervision of, a state mental hospital pursuant to chapter 10.77 RCW, and provide for the care of all persons needing evaluation and treatment services for periods up to seventeen days according to chapter 71.05 RCW in appropriate residential services, which may include state institutions. The regional support networks shall reimburse the state for use of state institutions at a rate equal to that assumed by the legislature when appropriating funds for such care at state institutions during the biennium when reimbursement occurs. The secretary shall submit a report to the appropriate committees of the senate and house of representatives on the efforts to implement this section by October 1, The duty of a state hospital to accept persons for evaluation treatment 71.05 and under chapter RCW is limited the responsibilities assigned to regional support networks under this section.
- (f) Administer and provide for the availability of all other mental health services, which shall include patient counseling, day treatment, consultation, education services, employment services as defined in RCW 71.24.035, and mental health services to children as provided in this chapter designed to achieve the outcomes specified in section 5 of this act.
  - (g) Establish standards and procedures for reviewing individual service plans and determining when that person may be discharged from resource management services.
  - (2) Regional support networks shall assume all duties assigned to county authorities by this chapter and chapter 71.05 RCW.
  - (3) A regional support network may request that any state-owned land, building, facility, or other capital asset which was ever purchased, deeded, given, or placed in trust for the care of the mentally ill and which is within the boundaries of a regional support network be made available to support the operations of the regional

support network. State agencies managing such capital assets shall give first priority to requests for their use pursuant to this chapter.

- (4) Each regional support network shall appoint a mental health advisory board which shall review and provide comments on plans and policies developed under this chapter, provide local oversight regarding the activities of the regional support network, and work with the regional support network to resolve significant concerns regarding service delivery and outcomes. The department shall establish procedures for the operation of regional advisory committees including mechanisms for advisory board feedback to the department regarding regional support network performance. The composition of the board shall be established by the department and be broadly representative of the demographic character of the region and the mentally ill persons served therein. The membership shall include, but not be limited to representatives of consumers, families, county-elected officials, and law enforcement. Length of terms of board members shall be determined by the regional support network.
  - (5) Regional support networks shall assume all duties specified in their plans and joint operating agreements through biennial contractual agreements with the secretary.
  - (6) Counties or groups of counties participating in a regional support network are not subject to RCW 71.24.045(6).
  - (7) Regional support networks may receive technical assistance from the housing trust fund and may identify and submit projects for housing and housing support services to the housing trust fund established under chapter 43.185 RCW. Projects identified or submitted under this subsection must be fully integrated with the regional support network six-year operating and capital plan, timeline, and budget required by subsection (1) of this section.
- **Sec. 8.** RCW 74.09.010 and 1990 c 296 s 6 are each amended to read 31 as follows:
- 32 As used in this chapter:

33 (1) "Children's health program" means the health care services 34 program provided to children under eighteen years of age and in 35 households with incomes at or below the federal poverty level as 36 annually defined by the federal department of health and human services as adjusted for family size, and who are not otherwise eligible for medical assistance or the limited casualty program for the medically needy.

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- (2) (("Committee" means the children's health services committee created in section 3 of this act.
- 6 (3)) "Community services office" means the county or local office defined in RCW 74.04.005.
- 8 (3) "Confined" or "confinement" means incarcerated in a
  9 correctional institution or admitted to an institution for mental
  10 diseases.
- 11 <u>(4) "Correctional institution" means a correctional institution</u> 12 defined in RCW 9.94.049.
  - (5) "County" means the board of county commissioners, county council, county executive, or tribal jurisdiction, or its designee. A combination of two or more county authorities or tribal jurisdictions may enter into joint agreements to fulfill the requirements of RCW 74.09.415 through 74.09.435.
- 18  $((\frac{4}{}))$  (6) "Department" means the department of social and health services.
- 20  $((\frac{5}{}))$  <u>(7)</u> "Department of health" means the Washington state department of health created pursuant to RCW 43.70.020.
- 22 ((<del>(6)</del>)) (8) "Institution for mental diseases" has the meaning 23 defined in 42 C.F.R., part 435, Sec. 1009.
  - (9) "Internal management" means the administration of medical assistance, medical care services, the children's health program, and the limited casualty program.
    - $((\frac{7}{1}))$  (10) "Likely to be eligible" means that a person:
- 28 <u>(a) Was enrolled in medicaid or supplemental security income or</u>
  29 <u>general assistance immediately before he or she was confined and his or</u>
  30 her enrollment was terminated during his or her confinement; or
  - (b) Was enrolled in medicaid or supplemental security income or general assistance at any time during the five years before his or her confinement, and medical or psychiatric examinations during the person's confinement indicate that the person continues to be disabled and the disability is likely to last at least twelve months following release.
- 37 (11) "Limited casualty program" means the medical care program
  38 provided to medically needy persons as defined under Title XIX of the

- federal social security act, and to medically indigent persons who are without income or resources sufficient to secure necessary medical services.
- 4 ((\(\frac{(\(\frac{8}{}\)\)}{\)}) (12) "Medicaid eligibility category" refers to all existing
  5 eligibility categories established in the state medicaid plan,
  6 including enrollment in medicaid by virtue of eligibility to receive
  7 cash payments under the supplemental security income program of the
  8 social security administration.
- 9 (13) "Medical assistance" means the federal aid medical care 10 program provided to categorically needy persons as defined under Title 11 XIX of the federal social security act.
- $((\frac{(9)}{)})$  (14) "Medical care services" means the limited scope of care financed by state funds and provided to general assistance recipients, and recipients of alcohol and drug addiction services provided under chapter 74.50 RCW.
- 16  $((\frac{10}{10}))$  (15) "Nursing home" means nursing home as defined in RCW 18.51.010.
- 18  $((\frac{(11)}{)})$  <u>(16) "Parent" means a parent, guardian, or legal</u> 19 custodian.
- 20 <u>(17)</u> "Poverty" means the federal poverty level determined annually 21 by the United States department of health and human services, or 22 successor agency.
- 23  $((\frac{12}{12}))$  (18) "Secretary" means the secretary of social and health services.
- NEW SECTION. Sec. 9. A new section is added to chapter 74.09 RCW to read as follows:

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- (1) The economic services administration shall adopt standardized statewide screening and application practices and forms. These practices and forms shall be implemented in every local office not later than January 1, 2006.
- (2) The forms shall be structured to facilitate completion by persons with disabilities, including those with mental disorders.
- 33 (3) Neither the department nor any local office may exclude a 34 person from application or screen that person as ineligible for 35 medicaid based solely on a determination that the person is using or 36 addicted to alcohol or other psychoactive substances, as defined in 37 chapter 70.96A RCW.

- 1 (4) Neither the department nor any local office may remove a 2 confined person from an active medicaid caseload sooner than required 3 by federal law.
- 4 (5) Subject to available funds, the department shall provide 5 persons with assistance in preparing applications and maintaining 6 eligibility for medicaid.

NEW SECTION. **Sec. 10.** A new section is added to chapter 74.09 RCW to read as follows:

9 The secretary shall negotiate with the social security administration in good faith to establish a prerelease agreement or 10 11 agreements under which the department will work collaboratively with 12 social security administration, correctional institutions, the institutions for mental diseases, and the department of corrections to 13 ensure that applications on behalf of confined persons who are likely 14 15 to be eligible for supplemental security income or social security 16 disability income are accepted, whenever possible, at the earliest 17 possible date prior to release from confinement and are speedily handled by the social security administration to maximize the 18 opportunity for confined persons to have an eligibility determination 19 20 and enrollment in place on the day of release from confinement.

NEW SECTION. **Sec. 11.** A new section is added to chapter 74.09 RCW to read as follows:

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- (1) The department and each of its community services offices shall enter interlocal agreements with correctional institutions, the regional support networks, the department of corrections, and institutions for mental diseases to expedite medical assistance eligibility determinations for persons likely to be eligible for services under this chapter, upon release from confinement.
- (2) The interlocal agreements shall establish procedures to facilitate eligibility determinations, and enrollment on the day of release from confinement whenever possible.
- (3) The interlocal agreements shall define the responsibilities of each party, and the procedures through which those responsibilities will be fulfilled. At a minimum, the agreements shall provide that:
- 35 (a) If a person is likely to be eligible, as defined in this 36 chapter, the correctional institution, department of corrections, or

- institution for mental diseases shall notify the designated community services office of the person's anticipated release date at the earliest practicable time prior to release from confinement. If a correctional institution does not know the anticipated release date, or a person is ordered to be immediately released, the correctional institution shall notify the community services office at the earliest opportunity;
  - (b) The community services office shall find the person presumptively eligible for medical assistance under this chapter, to the maximum extent allowable under federal law, and shall facilitate prompt completion of a final eligibility determination;

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to read as follows:

- (c) Where medical or psychiatric examinations during a person's confinement indicate that the person is disabled, the correctional institution, department of corrections, or institution for mental diseases shall provide that information to the department and the department shall, to the maximum extent permitted by federal law, use the examination in making its determination whether the person is disabled and eligible for medical assistance.
- 19 <u>NEW SECTION.</u> **Sec. 12.** A new section is added to chapter 71.24 RCW 20 to read as follows:
- The secretary shall require the regional support networks to develop interlocal agreements pursuant to section 11 of this act. To this end, the regional support networks shall accept referrals for enrollment on behalf of a confined person, prior to the person's release.
- NEW SECTION. Sec. 13. A new section is added to chapter 72.09 RCW
- The secretary shall negotiate with the department of social and health services and the regional support networks to reach an agreement under section 11 of this act.
- NEW SECTION. Sec. 14. A new section is added to chapter 43.20A RCW to read as follows:
- The department shall report to the appropriate committees of the legislature by September 30, 2005, and annually thereafter:

1 (1) The number of agreements developed under sections 10 through 13 of this act;

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- (2) The number of persons with mental disorders and co-occurring mental and chemical dependency disorders leaving confinement with established or restored medical assistance enrollment;
- 6 (3) The number of persons enrolled in the regional support networks 7 upon release; and
  - (4) The number of persons denied eligibility or enrollment.
- 9 NEW SECTION. Sec. 15. (1) A joint legislative and executive task force on mental health services delivery and financing is created. 10 11 joint task force shall consist of eight members, as follows: 12 secretary of the department of social and health services or his or her designee; the president of the Washington state association of counties 13 or his or her designee; a representative from the governor's office; 14 15 two members of the senate appointed by the president of the senate, one 16 of whom shall be a member of the majority caucus and one of whom shall 17 be a member of the minority caucus; two members of the house of appointed 18 representatives by the speaker of the house of representatives, one of whom shall be a member of the majority caucus 19 20 and one of whom shall be a member of the minority caucus; and the chair 21 of the joint legislative audit and review committee or his or her designee. Staff support for the joint task force shall be provided by 22 23 the office of financial management, the house of representatives office 24 of program research, and senate committee services.
  - (2) The joint task force may create advisory committees to assist the joint task force in its work.
  - (3) Joint task force members may be reimbursed for travel expenses as authorized under RCW 43.03.050 and 43.03.060 and chapter 44.04 RCW, as appropriate. Advisory committee members, if appointed, shall not receive compensation or reimbursement for travel or expenses.
  - (4) The joint task force shall oversee and make recommendations related to:
  - (a) The reorganization of the mental health administrative structure within the department of social and health services;
- 35 (b) The pilot procurement process established by section 3 of this 36 act, including a preprocurement request for information to identify

- organizations qualified to be designated a regional support network and regional support networks that are currently meeting or exceeding the contract requirements;
  - (c) The establishment of regional support networks in counties with a population greater than one million through the pilot procurement process;
- 7 (d) Serving the needs of nonmedicaid consumers for the priority 8 populations under chapter 71.24 RCW; and
- 9 (e) The types, numbers, and locations of inpatient psychiatric 10 hospital and community residential beds needed to serve persons with a 11 mental illness.
- 12 (5) The joint task force shall report its initial findings and 13 recommendations to the governor and appropriate committees of the 14 legislature by January 1, 2006, and its final findings and 15 recommendations by June 30, 2007.
- 16 (6) This section expires June 30, 2007.

- NEW SECTION. Sec. 16. This act does not affect any existing right acquired or liability or obligation incurred under the sections amended or repealed in this act or under any rule or order adopted under those sections, nor does it affect any proceeding instituted under those sections.
- NEW SECTION. Sec. 17. If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected.
- NEW SECTION. Sec. 18. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect July 1, 2005."

## **E2SHB 1290** - S COMM AMD

By Committee on Human Services & Corrections

## NOT ADOPTED 04/14/2005

On page 1, line 1 of the title, after "services;" strike the 1 2 remainder of the title and insert "amending RCW 71.24.025, 71.24.240, 3 71.24.300, and 74.09.010; reenacting and amending RCW 71.24.015 and 4 71.24.035; adding new sections to chapter 71.24 RCW; adding new sections to chapter 74.09 RCW; adding a new section to chapter 72.09 5 RCW; adding a new section to chapter 43.20A RCW; creating new sections; 6 7 providing an effective date; providing an expiration date; and declaring an emergency." 8

EFFECT: Creates a pilot procurement process to determine whether competitive bidding for regional support networks is an effective process; uses the Senate language on the expedited establishment and re-establishment of medical assistance eligibility and RSN enrollment; adds definitions of research-based, consensus-based, and promising or emerging best practices and adds them to the requirements.

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