

## 96TH GENERAL ASSEMBLY State of Illinois 2009 and 2010 SB0326

Introduced 2/6/2009, by Sen. William Delgado

## SYNOPSIS AS INTRODUCED:

320 ILCS 42/25

Amends the Older Adult Services Act. In provisions concerning the development of a plan to restructure the State's service delivery system for older adults, provides that the Department on Aging and the Departments of Public Health and Healthcare and Family Services shall develop the plan no later than September 30, 2010. Provides that the plan shall protect the rights of all older Illinoisans to services based on their health circumstances and functioning level, regardless of whether they receive their care in their homes, in a community setting, or in a residential facility. Provides that financing for older adult services shall take into account individual preference but shall not jeopardize the health, safety, or level of care of nursing home residents. Effective immediately.

LRB096 03655 DRJ 13683 b

FISCAL NOTE ACT MAY APPLY

1 AN ACT concerning aging.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Older Adult Services Act is amended by changing Section 25 as follows:
- 6 (320 ILCS 42/25)
- Sec. 25. Older adult services restructuring. No later than January 1, 2005, the Department shall commence the process of
- 9 restructuring the older adult services delivery system.
- 10 Priority shall be given to both the expansion of services and
- 11 the development of new services in priority service areas.
- 12 Subject to the availability of funding, the restructuring shall
- include, but not be limited to, the following:
- 14 (1) Planning. The Department on Aging and the Departments
- of Public Health and Healthcare and Family Services shall
- 16 develop a plan to restructure the State's service delivery
- 17 system for older adults <u>pursuant to this Act no later than</u>
- 18 <u>September 30, 2010</u>. The plan shall include a schedule for the
- implementation of the initiatives outlined in this Act and all
- other initiatives identified by the participating agencies to
- 21 fulfill the purposes of this Act <u>and shall protect the rights</u>
- of all older Illinoisans to services based on their health
- 23 <u>circumstances and functioning level</u>, regardless of whether

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- they receive their care in their homes, in a community setting, or in a residential facility. Financing for older adult services shall be based on the principle that "money follows the individual" taking into account individual preference, but shall not jeopardize the health, safety, or level of care of nursing home residents. The plan shall also identify potential impediments to delivery system restructuring and include any known regulatory or statutory barriers.
- (2) Comprehensive case management. The Department shall implement a statewide system of holistic comprehensive case management. The system shall include the identification and implementation of a universal, comprehensive assessment tool to be used statewide to determine the level of functional, cognitive, socialization, and financial needs of older adults. This tool shall be supported by an electronic intake, assessment, and care planning system linked to a central location. "Comprehensive case management" includes services and coordination such as (i) comprehensive assessment of the older adult (including the physical, functional, cognitive, psycho-social, and social needs of the individual); (ii) development and implementation of a service plan with the older adult to mobilize the formal and family resources and services identified in the assessment to meet the needs of the older adult, including coordination of the resources and services with any other plans that exist for various formal services, such as hospital discharge plans, and with the information and

- assistance services; (iii) coordination and monitoring of formal and family service delivery, including coordination and monitoring to ensure that services specified in the plan are being provided; (iv) periodic reassessment and revision of the status of the older adult with the older adult or, if necessary, the older adult's designated representative; and (v) in accordance with the wishes of the older adult, advocacy on behalf of the older adult for needed services or resources.
  - (3) Coordinated point of entry. The Department shall implement and publicize a statewide coordinated point of entry using a uniform name, identity, logo, and toll-free number.
  - (4) Public web site. The Department shall develop a public web site that provides links to available services, resources, and reference materials concerning caregiving, diseases, and best practices for use by professionals, older adults, and family caregivers.
  - (5) Expansion of older adult services. The Department shall expand older adult services that promote independence and permit older adults to remain in their own homes and communities.
  - (6) Consumer-directed home and community-based services. The Department shall expand the range of service options available to permit older adults to exercise maximum choice and control over their care.
- 25 (7) Comprehensive delivery system. The Department shall expand opportunities for older adults to receive services in

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- 1 systems that integrate acute and chronic care.
- 2 Enhanced transition and follow-up services. (8) The 3 Department shall implement a program of transition from one residential setting to another and follow-up services, 4 5 regardless of residential setting, pursuant to rules with 6 respect to (i) resident eligibility, (ii) assessment of the resident's health, cognitive, social, and financial needs, 7 (iii) development of transition plans, and (iv) the level of 8 9 services that must be available before transitioning a resident 10 from one setting to another.
  - (9) Family caregiver support. The Department shall develop strategies for public and private financing of services that supplement and support family caregivers.
  - (10) Quality standards and quality improvement. The Department shall establish a core set of uniform quality standards for all providers that focus on outcomes and take into consideration consumer choice and satisfaction, and the Department shall require each provider to implement a continuous quality improvement process to address consumer issues. The continuous quality improvement process must benchmark performance, be person-centered and data-driven, and focus on consumer satisfaction.
  - (11) Workforce. The Department shall develop strategies to attract and retain a qualified and stable worker pool, provide living wages and benefits, and create a work environment that is conducive to long-term employment and career development.

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- Resources such as grants, education, and promotion of career opportunities may be used.
- 3 (12) Coordination of services. The Department shall 4 identify methods to better coordinate service networks to 5 maximize resources and minimize duplication of services and 6 ease of application.
- 7 (13) Barriers to services. The Department shall identify 8 barriers to the provision, availability, and accessibility of 9 services and shall implement a plan to address those barriers. 10 The plan shall: (i) identify barriers, including but not 11 limited to, statutory and regulatory complexity, reimbursement 12 issues, payment issues, and labor force issues; (ii) recommend 13 changes to State or federal laws or administrative rules or regulations; (iii) recommend application for federal waivers 14 15 to improve efficiency and reduce cost and paperwork; (iv) 16 develop innovative service delivery models; and (v) recommend 17 application for federal or private service grants.
  - (14) Reimbursement and funding. The Department shall investigate and evaluate costs and payments by defining costs to implement a uniform, audited provider cost reporting system to be considered by all Departments in establishing payments. To the extent possible, multiple cost reporting mandates shall not be imposed.
- 24 (15) Medicaid nursing home cost containment and Medicare 25 utilization. The Department of Healthcare and Family Services 26 (formerly Department of Public Aid), in collaboration with the

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Department on Aging and the Department of Public Health and in consultation with the Advisory Committee, shall propose a plan to contain Medicaid nursing home costs and maximize Medicare utilization. The plan must not impair the ability of an older adult to choose among available services. The plan shall include, but not be limited to, (i) techniques to maximize the use of the most cost-effective services without sacrificing quality and (ii) methods to identify and serve older adults in need of minimal services to remain independent, but who are likely to develop a need for more extensive services in the absence of those minimal services.

- (16) Bed reduction. The Department of Public Health shall implement a nursing home conversion program to reduce the number of Medicaid-certified nursing home beds in areas with excess beds. The Department of Healthcare and Family Services shall investigate changes to the Medicaid nursing facility reimbursement system in order to reduce beds. Such changes may include, but are not limited to, incentive payments that will enable facilities to adjust to the restructuring and expansion of services required by the Older Adult Services Act, including adjustments for the voluntary closure or layaway of nursing home beds certified under Title XIX of the federal Social Security Act. Any savings shall be reallocated to fund home-based or community-based older adult services pursuant to Section 20.
- (17) Financing. The Department shall investigate and

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- 1 evaluate financing options for older adult services and shall
- 2 make recommendations in the report required by Section 15
- 3 concerning the feasibility of these financing arrangements.
- 4 These arrangements shall include, but are not limited to:
- 5 (A) private long-term care insurance coverage for older adult services;
- 7 (B) enhancement of federal long-term care financing 8 initiatives;
  - (C) employer benefit programs such as medical savings accounts for long-term care;
    - (D) individual and family cost-sharing options;
- 12 (E) strategies to reduce reliance on government 13 programs;
- 14 (F) fraudulent asset divestiture and financial planning prevention; and
- 16 (G) methods to supplement and support family and community caregiving.
- 18 (18) Older Adult Services Demonstration Grants. The
  19 Department shall implement a program of demonstration grants
  20 that will assist in the restructuring of the older adult
  21 services delivery system, and shall provide funding for
  22 innovative service delivery models and system change and
  23 integration initiatives pursuant to subsection (g) of Section
  24 20.
- 25 (19) Bed need methodology update. For the purposes of determining areas with excess beds, the Departments shall

- 1 provide information and assistance to the Health Facilities
- 2 Planning Board to update the Bed Need Methodology for Long-Term
- 3 Care to update the assumptions used to establish the
- 4 methodology to make them consistent with modern older adult
- 5 services.
- 6 (20) Affordable housing. The Departments shall utilize the
- 7 recommendations of Illinois' Annual Comprehensive Housing
- 8 Plan, as developed by the Affordable Housing Task Force through
- 9 the Governor's Executive Order 2003-18, in their efforts to
- address the affordable housing needs of older adults.
- 11 The Older Adult Services Advisory Committee shall
- 12 investigate innovative and promising practices operating as
- 13 demonstration or pilot projects in Illinois and in other
- 14 states. The Department on Aging shall provide the Older Adult
- 15 Services Advisory Committee with a list of all demonstration or
- 16 pilot projects funded by the Department on Aging, including
- 17 those specified by rule, law, policy memorandum, or funding
- 18 arrangement. The Committee shall work with the Department on
- 19 Aging to evaluate the viability of expanding these programs
- into other areas of the State.
- 21 (Source: P.A. 93-1031, eff. 8-27-04; 94-236, eff. 7-14-05;
- 22 94-766, eff. 1-1-07.)
- 23 Section 99. Effective date. This Act takes effect upon
- 24 becoming law.