HOUSE BILL No. 1335

DIGEST OF INTRODUCED BILL

Citations Affected: IC 12-7-2-184; IC 12-21-2-3; IC 12-24-1-3.

Synopsis: State institutions. Includes the Neurodiagnostic Institute and Advanced Treatment Center as a state institution. Allows for the instruction of medical students at all state institutions. (Current law allows for instruction of medical students only at Larue D. Carter Memorial Hospital.) Authorizes the director of the division of mental health and addiction to contract for the management and clinical operation of any state institution. (Current law allows for only Larue D. Carter Memorial Hospital.)

Effective: July 1, 2017.

Kirchhofer

January 12, 2017, read first time and referred to Committee on Public Health.



First Regular Session of the 120th General Assembly (2017)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2016 Regular Session of the General Assembly.

HOUSE BILL No. 1335

A BILL FOR AN ACT to amend the Indiana Code concerning human services.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 12-7-2-184, AS AMENDED BY P.L.188-2013
2	SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3	JULY 1, 2017]: Sec. 184. (a) "State institution" means an institution:
4	(1) owned or operated by the state;
5	(2) for the observation, care, treatment, or detention of an
6	individual; and
7	(3) under the administrative control of a division.
8	(b) The term includes the following:
9	(1) Evansville State Hospital.
0	(2) Evansville State Psychiatric Treatment Center for Children.
1	(3) Larue D. Carter Memorial Hospital.
2	(4) Logansport State Hospital.
3	(5) Madison State Hospital.
4	(6) Richmond State Hospital.
5	(7) The Neurodiagnostic Institute and Advanced Treatment
6	Center.
7	SECTION 2. IC 12-21-2-3, AS AMENDED BY P.L.35-2016



1	SECTION 56, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
2	JULY 1, 2017]: Sec. 3. The secretary or the secretary's designee shall
3	do the following:
4	(1) Organize the division, create the appropriate personnel
5	positions, and employ personnel necessary to discharge the
6	statutory duties and powers of the division or a bureau of the
7	division.
8	(2) Subject to the approval of the state personnel department,
9	establish personnel qualifications for all deputy directors,
10	assistant directors, bureau heads, and superintendents.
11	(3) Subject to the approval of the budget director and the
12	governor, establish the compensation of all deputy directors,
13	assistant directors, bureau heads, and superintendents.
14	(4) Study the entire problem of mental health, mental illness, and
15	addictions existing in Indiana.
16	(5) Adopt rules under IC 4-22-2 for the following:
17	(A) Standards for the operation of private institutions that are
18	licensed under IC 12-25 for the diagnosis, treatment, and care
19	of individuals with psychiatric disorders, addictions, or other
20	abnormal mental conditions.
21	(B) Licensing or certifying community residential programs
22	described in IC 12-22-2-3.5 for individuals with serious
23	mental illness (SMI), serious emotional disturbance (SED), or
24	chronic addiction (CA) with the exception of psychiatric
25	residential treatment facilities.
26	(C) Certifying community mental health centers to operate in
27	Indiana.
28	(D) Establish exclusive geographic primary service areas for
29	community mental health centers. The rules must include the
30	following:
31	(i) Criteria and procedures to justify the change to the
32	boundaries of a community mental health center's primary
33	service area.
34	(ii) Criteria and procedures to justify the change of an
35	assignment of a community mental health center to a
36	primary service area.
37	(iii) A provision specifying that the criteria and procedures
38	determined in items (i) and (ii) must include an option for
39	the county and the community mental health center to
40	initiate a request for a change in primary service area or
41	provider assignment.
42	(iv) A provision specifying the criteria and procedures



1	determined in items (i) and (ii) may not limit an eligible
2	consumer's right to choose or access the services of any
3	provider who is certified by the division of mental health
4	and addiction to provide public supported mental health
5	services.
6	(6) Institute programs, in conjunction with an accredited college
7	or university and with the approval, if required by law, of the
8	commission for higher education, for the instruction of students
9	of mental health and other related occupations. The programs may
10	be designed to meet requirements for undergraduate and
11	postgraduate degrees and to provide continuing education and
12	research.
13	(7) Develop programs to educate the public in regard to the
14	prevention, diagnosis, treatment, and care of all abnormal mental
15	conditions.
16	(8) Make the facilities of the Larue D. Carter Memorial Hospital
17	state institutions available for the instruction of medical
18	students, student nurses, interns, and resident physicians under
19	the supervision of the faculty of the Indiana University School of
20	Medicine for use by the school in connection with research and
21	instruction in psychiatric disorders.
22	(9) Institute a stipend program designed to improve the quality
23	and quantity of staff that state institutions employ.
24	(10) Establish, supervise, and conduct community programs,
25	either directly or by contract, for the diagnosis, treatment, and
26	prevention of psychiatric disorders.
27	(11) Adopt rules under IC 4-22-2 concerning the records and data
28	to be kept concerning individuals admitted to state institutions,
29	community mental health centers, or other providers.
30	(12) Compile information and statistics concerning the ethnicity
31	and gender of a program or service recipient.
32	(13) Establish standards for services described in IC 12-7-2-40.6
33	for community mental health centers and other providers.
34	SECTION 3. IC 12-24-1-3, AS AMENDED BY P.L.229-2011,
35	SECTION 147, IS AMENDED TO READ AS FOLLOWS
36	[EFFECTIVE JULY 1, 2017]: Sec. 3. (a) The director of the division
37	of mental health and addiction has administrative control of and
38	responsibility for the state institution network operating as an
39	integrated mental health system, including the following: state
40	institutions:
41	(1) Evansville State Hospital.
42	(2) Evansville State Psychiatric Treatment Center for Children.



1	(3) Larue D. Carter Memorial Hospital.
2	(4) Logansport State Hospital.
3	(5) Madison State Hospital.
4	(6) Richmond State Hospital.
5	(7) The Neurodiagnostic Institute and Advanced Treatmen
6	Center.
7	(7) (8) Any other state owned or operated mental health
8	institution, including a freestanding facility or satellite facility
9	(b) Subject to the approval of the director of the budget agency and
10	the governor, the director of the division of mental health and addiction
11	may contract for the management and clinical operation of Larue D
12	Carter Memorial Hospital. any state institution, including
13	contracting with a health care facility to allocate patients in ar
14	inpatient setting.
15	(c) Before July 1, 2014, the Evansville State Psychiatric Treatmen
16	Center for Children and the Evansville State Hospital may not be
17	closed, merged into one (1) facility, or merged with another facility
18	unless:
19	(1) authorized by an enactment of the general assembly; or
20	(2) recommended by the council established by section 3.5 of this
21	chapter before January 1, 2014

