1 AN ACT relating to operations of the Cabinet for Health and Family Services.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

- 3 → Section 1. KRS 42.545 is amended to read as follows:
- 4 Each agency authorized to issue bonds listed in this section shall make a report according
- 5 to generally accepted accounting principles of all money received and disbursed during
- 6 each fiscal year, on or before the fifteenth of July, showing the receipts, expenditures,
- 7 trustees, depositories, rates of interest paid by depositories, investments, and rates of
- 8 return on investments by each agency to the Office of the Controller. The agencies
- 9 required to report under this section are Eastern Kentucky University; Kentucky State
- 10 University; Morehead State University; Murray State University; Northern Kentucky
- 11 University; University of Kentucky; University of Louisville; Western Kentucky
- 12 University; Kentucky Community and Technical College System; Kentucky Housing
- 13 Corporation; Kentucky Higher Education Student Loan Corporation; Kentucky School
- 14 Building Authority; the Turnpike Authority of Kentucky; the State Property and
- 15 Buildings Commission; Churchill Downs Authority; [Kentucky Health and Geriatric
- 16 Authority; State Fair Board; Department of Fish and Wildlife Resources; Water
- 17 Resources Authority of Kentucky; and any other agency or instrumentality authorized to
- issue bonds.

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- → Section 2. KRS 42.720 is amended to read as follows:
- 20 The General Assembly finds and declares that:
- 21 (1) The establishment of the position of the executive director of the Commonwealth
- Office of Technology, appointed by the secretary of the Finance and Administration
- Cabinet with the approval of the Governor, as the Commonwealth's single point of
- 24 contact and spokesperson for all matters related to information technology and
- 25 resources, including policies, standard setting, deployment, strategic and tactical
- planning, acquisition, management, and operations is necessary and in keeping with
- 27 the industry trends of the private and public sectors;

1	(2)	The appropriate use of information technology by the Commonwealth can improve
2		operational productivity, reduce the cost of government, enhance service to
3		customers, and make government more accessible to the public;

- 4 (3) Government-wide planning, investment, protection, and direction for information resources must be enacted to:
- 6 (a) Ensure the effective application of information technology on state business operations;
- 8 (b) Ensure the quality, security, and integrity of state business operations; and
- 9 (c) Provide privacy to the citizens of the Commonwealth;
- 10 (4) The Commonwealth must provide information technology infrastructure, technical
 11 directions, and a proficient organizational management structure to facilitate the
 12 productive application of information technology and resources to accomplish
 13 programmatic missions and business goals;
- Oversight of large scale and government statewide systems or projects is necessary to protect the Commonwealth's investment and to ensure appropriate integration with existing or planned systems;
- 17 (6) A career development plan and professional development program for information 18 technology staff of the executive branch is needed to provide key competencies and 19 adequate on-going support for the information resources of the Commonwealth and 20 to ensure that the information technology staff will be managed as a 21 Commonwealth resource;
- 22 (7) The Commonwealth is in need of information technology advisory capacities to the 23 Governor and the agencies of the executive cabinet;
- Appropriate public-private partnerships to supplement existing resources must be developed as a strategy for the Commonwealth to comprehensively meet its spectrum of information technology and resource needs;
- 27 (9) Technological and theoretical advances in information use are recent in origin,

immense in scope and complexity, and change at a rapid rate, which presents

Kentucky with the opportunity to provide higher quality, more timely, and more

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3		cost-effective government services to ensure standardization, interoperability, and
4		interconnectivity;
5	(10)	The sharing of information resources and technologies among executive branch
6		state agencies is the most cost-effective method of providing the highest quality and
7		most timely government services that would otherwise be cost-prohibitive;
8	(11)	The ability to identify, develop, and implement changes in a rapidly moving field
9		demands the development of mechanisms to provide for the research and
10		development of technologies that address systems, uses, and applications; and
11	(12)	The exercise by the executive director of the Commonwealth Office of Technology
12		of powers and authority conferred by KRS 42.720 to 42.742, 45.253, 171.420,
13		186A.040, $\underline{\textit{and}}$ 186A.285 $[$, and 194A.146 $]$ shall be deemed and held to be the
14		performance of essential governmental functions.
15		→ Section 3. KRS 42.726 is amended to read as follows:
16	(1)	The Commonwealth Office of Technology shall be the lead organizational entity
17		within the executive branch regarding delivery of information technology services,
18		including application development and delivery, and shall serve as the single
19		information technology authority for the Commonwealth.
20	(2)	The roles and duties of the Commonwealth Office of Technology shall include but
21		not be limited to:
22		(a) Providing technical support and services to all executive agencies of state
23		government in the application of information technology;
24		(b) Assuring compatibility and connectivity of Kentucky's information systems;
25		(c) Developing strategies and policies to support and promote the effective
26		applications of information technology within state government as a means of
27		saving money, increasing employee productivity, and improving state services

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to the public, including electronic public access to information of the

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2		Commonwealth;
3	(d)	Developing, implementing, and managing strategic information technology
4		directions, standards, and enterprise architecture, including implementing
5		necessary management processes to assure full compliance with those
6		directions, standards, and architecture;
7	(e)	Promoting effective and efficient design and operation of all major
8		information resources management processes for executive branch agencies,
9		including improvements to work processes;
10	(f)	Developing, implementing, and maintaining the technology infrastructure of
11		the Commonwealth and all related support staff, planning, administration,
12		asset management, and procurement for all executive branch cabinets and
13		agencies except:
14		1. Agencies led by a statewide elected official;
15		2. The nine (9) public institutions of postsecondary education;
16		3. The Department of Education's services provided to local school
17		districts;
18		4. The Kentucky Retirement Systems and the Teachers' Retirement
19		System;
20		5. The Kentucky Housing Corporation;
21		6. The Kentucky Lottery Corporation;
22		7. The Kentucky Higher Education Student Loan Corporation; and
23		8. The Kentucky Higher Education Assistance Authority;
24	(g)	Facilitating and fostering applied research in emerging technologies that offer
25		the Commonwealth innovative business solutions;
26	(h)	Reviewing and overseeing large or complex information technology projects
27		and systems for compliance with statewide strategies, policies, and standards,

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1		including alignment with the Commonwealth's business goals, investment,
2		and other risk management policies. The executive director is authorized to
3		grant or withhold approval to initiate these projects;
4	(i)	Integrating information technology resources to provide effective and
5		supportable information technology applications in the Commonwealth;
6	(j)	Establishing a central statewide geographic information clearinghouse to
7		maintain map inventories, information on current and planned geographic
8		information systems applications, information on grants available for the
9		acquisition or enhancement of geographic information resources, and a
10		directory of geographic information resources available within the state or
11		from the federal government;
12	(k)	Coordinating multiagency information technology projects, including
13		overseeing the development and maintenance of statewide base maps and
14		geographic information systems;
15	(1)	Providing access to both consulting and technical assistance, and education
16		and training, on the application and use of information technologies to state
17		and local agencies;
18	(m)	In cooperation with other agencies, evaluating, participating in pilot studies,
19		and making recommendations on information technology hardware and
20		software;
21	(n)	Providing staff support and technical assistance to the Geographic Information
22		Advisory Council and the Kentucky Information Technology Advisory
23		Council;
24	(o)	Overseeing the development of a statewide geographic information plan with
25		input from the Geographic Information Advisory Council;
26	(p)	Developing for state executive branch agencies a coordinated security

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framework and model governance structure relating to the privacy and

1			confidentiality of personal information collected and stored by state executive
2			branch agencies, including but not limited to:
3			1. Identification of key infrastructure components and how to secure them;
4			2. Establishment of a common benchmark that measures the effectiveness
5			of security, including continuous monitoring and automation of
6			defenses;
7			3. Implementation of vulnerability scanning and other security
8			assessments;
9			4. Provision of training, orientation programs, and other communications
10			that increase awareness of the importance of security among agency
11			employees responsible for personal information; and
12			5. Development of and making available a cyber security incident response
13			plan and procedure; and
14		(q)	Preparing proposed legislation and funding proposals for the General
15			Assembly that will further solidify coordination and expedite implementation
16			of information technology systems.
17	(3)	The	Commonwealth Office of Technology may:
18		(a)	Provide general consulting services, technical training, and support for generic
19			software applications, upon request from a local government, if the executive
20			director finds that the requested services can be rendered within the
21			established terms of the federally approved cost allocation plan;
22		(b)	Promulgate administrative regulations in accordance with KRS Chapter 13A
23			necessary for the implementation of KRS 42.720 to 42.742, 45.253, 171.420,
24			186A.040, <u>and</u> 186A.285 [, and 194A.146] ;
25		(c)	Solicit, receive, and consider proposals from any state agency, federal agency,
26			local government, university, nonprofit organization, private person, or
27			corporation;

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1	(d)	Solicit and accept money by grant, gift, donation, bequest, legislative
2		appropriation, or other conveyance to be held, used, and applied in accordance
3		with KRS 42.720 to 42.742, 45.253, 171.420, 186A.040, <u>and</u> 186A.285[, and
4		194A.146] ;
5	(e)	Make and enter into memoranda of agreement and contracts necessary or
6		incidental to the performance of duties and execution of its powers, including,

- incidental to the performance of duties and execution of its powers, including, but not limited to, agreements or contracts with the United States, other state agencies, and any governmental subdivision of the Commonwealth;

 (f) Accept grants from the United States government and its agencies and
- instrumentalities, and from any source, other than any person, firm, or corporation, or any director, officer, or agent thereof that manufactures or sells information resources technology equipment, goods, or services. To these ends, the Commonwealth Office of Technology shall have the power to comply with those conditions and execute those agreements that are necessary, convenient, or desirable; and
- (g) Purchase interest in contractual services, rentals of all types, supplies, materials, equipment, and other services to be used in the research and development of beneficial applications of information resources technologies. Competitive bids may not be required for:
 - New and emerging technologies as approved by the executive director or her or his designee; or
- 2. Related professional, technical, or scientific services, but contracts shall be submitted in accordance with KRS 45A.690 to 45A.725.
- 24 (4) Nothing in this section shall be construed to alter or diminish the provisions of KRS
 25 171.410 to 171.740 or the authority conveyed by these statutes to the Archives and
 26 Records Commission and the Department for Libraries and Archives.
- 27 (5) The Commonwealth Office of Technology shall, on or before October 1 of each

1	year,	subm	it to the	Legislativ	e Res	earch Con	nmissio	n a report in ac	cordan	ce v	vith
2	KRS	57.39	0 detailin	ıg:							
3	(a)	Any	security	breaches	that	occurred	within	organizational	units	of	the

- executive branch of state government during the prior fiscal year that required notification to the Commonwealth Office of Technology under KRS 61.932;
- 6 (b) Actions taken to resolve the security breach, and to prevent additional security
 7 breaches in the future;
- 8 (c) A general description of what actions are taken as a matter of course to protect 9 personal data from security breaches; and
- 10 (d) Any quantifiable financial impact to the agency reporting a security breach.
- **→** Section 4. KRS 42.728 is amended to read as follows:
- 12 (1) To accomplish the work of the Commonwealth Office of Technology, all
- organizational units and administrative bodies, as defined in KRS 12.010, and all
- members of the state postsecondary education system, as defined in KRS 164.001,
- shall furnish the Commonwealth Office of Technology necessary assistance,
- resources, information, records, and advice as required.
- 17 (2) The provisions of KRS 42.720 to 42.742, 45.253, 171.420, 186A.040, and
- 18 186A.285[, and 194A.146] shall not be construed to grant any authority over the
- 19 judicial or legislative branches of state government, or agencies thereof, to the
- 20 Commonwealth Office of Technology.

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- 21 (3) The information, technology, personnel, agency resources, and confidential records
- of the Kentucky Retirement Systems and the Kentucky Teachers' Retirement
- 23 System shall be excluded from the provisions of KRS 42.720 to 42.742, 45.253,
- 24 171.420, 186A.040, <u>and</u> 186A.285[, and 194A.146] and shall not be under the
- authority of the Commonwealth Office of Technology.
- Section 5. KRS 61.8715 is amended to read as follows:
- 27 The General Assembly finds an essential relationship between the intent of this chapter

and that of KRS 171.410 to 171.740, dealing with the management of public records, and

- 2 of KRS 42.720 to 42.742, 45.253, 171.420, 186A.040, and 186A.285, and 194A.146,
- 3 dealing with the coordination of strategic planning for computerized information systems
- 4 in state government; and that to ensure the efficient administration of government and to
- 5 provide accountability of government activities, public agencies are required to manage
- 6 and maintain their records according to the requirements of these statutes. The General
- 7 Assembly further recognizes that while all government agency records are public records
- 8 for the purpose of their management, not all these records are required to be open to
- 9 public access, as defined in this chapter, some being exempt under KRS 61.878.
- Section 6. KRS 154.20-020 is amended to read as follows:
- 11 (1) The secretary shall be authorized to commit the cabinet to any project or proposal,
- subject to approval of the committee as necessary except that any state incentive
- agreement requiring the participation of other agencies of state government shall
- require the concurrence of the board.
- 15 (2) No project shall be funded in whole or part by the authority unless first approved by
- its committee pursuant to administrative regulations promulgated by the board in
- accordance with KRS Chapter 13A.
- 18 (3) Lending decisions made by the authority shall be based, if possible, feasible, and
- not otherwise precluded by federal or state law, on utilizing state funds to leverage
- 20 private sector investment.
- 21 [(4) The authority shall cooperate with the Cabinet for Health and Family Services in
- 22 <u>facilitation of KRS 194.245(1)(a).1</u>
- → Section 7. KRS 194A.050 (Effective until July 1, 2019) is amended to read as
- 24 follows:
- 25 (1) The secretary shall formulate, promote, establish, and execute policies, plans, and
- programs and shall adopt, administer, and enforce throughout the Commonwealth
- 27 all applicable state laws and all administrative regulations necessary under

applicable state laws to protect, develop, and maintain the health, personal dignity, integrity, and sufficiency of the individual citizens of the Commonwealth and necessary to operate the programs and fulfill the responsibilities vested in the cabinet. The secretary shall promulgate, administer, and enforce those administrative regulations necessary to implement programs mandated by federal law, or to qualify for the receipt of federal funds and necessary to cooperate with other state and federal agencies for the proper administration of the cabinet and its programs.

- (2) [The secretary may utilize the Public Health Services Advisory Council to review and make recommendations on contemplated administrative regulations relating to initiatives of the Department for Public Health. No administrative regulations issued under the authority of the cabinet shall be filed with the Legislative Research Commission unless they are issued under the authority of the secretary, and the secretary shall not delegate that authority.
- (3) Except as otherwise provided by law, the secretary shall have authority to establish by administrative regulation a schedule of reasonable fees, none of which shall exceed one hundred dollars (\$100), to cover the costs of annual inspections of efforts regarding compliance with program standards administered by the cabinet. All fees collected for inspections shall be deposited in the State Treasury and credited to a revolving fund account to be used for administration of those programs of the cabinet. The balance of the account shall lapse to the general fund at the end of each biennium. Fees shall not be charged for investigation of complaints.
- → Section 8. KRS 194A.050 (Effective July 1, 2019) is amended to read as follows:
- 25 (1) The secretary shall formulate, promote, establish, and execute policies, plans, and 26 comprehensive programs and shall adopt, administer, and enforce throughout the 27 Commonwealth all applicable state laws and all administrative regulations

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necessary under applicable state laws to protect, develop, and maintain the health, personal dignity, integrity, and sufficiency of the individual citizens of the Commonwealth and necessary to operate the programs and fulfill the responsibilities vested in the cabinet. The secretary shall promulgate, administer, and enforce those administrative regulations necessary to implement programs mandated by federal law, or to qualify for the receipt of federal funds and necessary to cooperate with other state and federal agencies for the proper administration of the cabinet and its programs.

- (2) The secretary may utilize the Public Health Services Advisory Council to review and make recommendations on contemplated administrative regulations relating to initiatives of the Department for Public Health. No administrative regulations issued under the authority of the cabinet shall be filed with the Legislative Research Commission unless they are issued under the authority of the secretary, and the secretary shall not delegate that authority.
- (3) Except as otherwise provided by law, the secretary shall have authority to establish by administrative regulation a schedule of reasonable fees, but in no event shall the total fees for permitting and inspection increase more than five percent (5%) per year, to cover the costs of annual inspections of efforts regarding compliance with program standards administered by the cabinet. All fees collected for inspections shall be deposited in the State Treasury and credited to a revolving fund account to be used for administration of those programs of the cabinet. The balance of the account shall lapse to the general fund at the end of each biennium. Fees shall not be charged for investigation of complaints.
 - → Section 9. KRS 194A.180 is amended to read as follows:
- All administrative regulations, acts, determinations, and decisions of and by the corporate 26 bodies or instrumentalities of the Commonwealth, advisory committees, interstate compacts, or other statutory bodies, transferred in whole or in part to the [Public Health

1 Services Advisory Council and the Advisory Council for Medical Assistance, shall

- 2 remain in effect as the administrative regulations, acts, determinations, and decisions of
- 3 the cabinet unless duly modified or repealed by the secretary.
- 4 → Section 10. KRS 194A.190 is amended to read as follows:
- 5 The [Public Health Services Advisory Council, the] Advisory Council for Medical
- 6 Assistance, and the Institute for Aging shall be empowered to accept gifts and grants,
- but all of these moneys shall be administered by the cabinet, which shall administer these
- 8 funds through appropriate trust and agency accounts.
- 9 → Section 11. KRS 199.894 is amended to read as follows:
- As used in KRS 199.892 to 199.896, unless the context otherwise requires:
- 11 (1) "Cabinet" means the Cabinet for Health and Family Services;
- 12 (2) "Secretary" means secretary for health and family services;
- 13 (3) "Child-care center" means any child-care center that [which] provides full or part-
- time care, day or night, to <u>four (4) or more</u>[at least seven (7)] children <u>in a</u>
- 15 *nonresidential setting* who are not the children, grandchildren, nieces, nephews, or
- children in legal custody of the operator. "Child-care center" shall not include any
- child-care facility operated by a religious organization while religious services are
- being conducted, or a youth development agency. For the purposes of this section,
- 19 "youth development agency" means a program with tax-exempt status under 26
- 20 U.S.C. sec. 501(c)(3), which operates continuously throughout the year as an
- outside-school-hours center for youth who are six (6) years of age or older, and for
- 22 which there are no fee or scheduled-care arrangements with the parent or guardian
- of the youth served;
- 24 (4) "Department" means the Department for Community Based Services; and
- 25 (5) "Family child-care home" means a private home that <u>is the primary residence of an</u>
- 26 <u>individual who</u> provides full or part-time care day or night for six (6) or fewer
- 27 children who are not the children, siblings, stepchildren, grandchildren, nieces,

1	nephews.	or children	in legal	custody	of the	provider.
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- Section 12. KRS 199.896 (Effective until July 1, 2019) is amended to read as
- 3 follows:
- 4 (1) No person, association, or organization shall conduct, operate, maintain, or
- 5 advertise any child-care center without obtaining a license as provided in KRS
- 6 199.892 to 199.896.
- 7 (2) The secretary may promulgate administrative regulations pursuant to KRS Chapter
- 8 13A relating to license fees and may establish standards of care and service for a
- 9 child-care center, criteria for the denial of a license if criminal records indicate
- 10 convictions that may impact the safety and security of children in care, and
- procedures for enforcement of penalties.
- 12 (3) Each initial application for a license shall be made to the cabinet and shall be
- accompanied by a fee of not more than fifty dollars (\$50) and shall be renewable
- annually upon expiration and reapplication when accompanied by a fee of twenty-
- 15 five dollars (\$25). Regular licenses and renewals thereof shall expire one (1) year
- 16 from their effective date.
- 17 (4) No child-care center shall be refused a license or have its license revoked for failure
- to meet standards set by the secretary until after the expiration of a period not to
- exceed six (6) months from the date of the first official notice that the standards
- 20 have not been met. If, however, the cabinet has probable cause to believe that an
- 21 immediate threat to the public health, safety, or welfare exists, the cabinet may take
- 22 emergency action pursuant to KRS 13B.125. All administrative hearings conducted
- under authority of KRS 199.892 to 199.896 shall be conducted in accordance with
- 24 KRS Chapter 13B.
- 25 (5) If, upon inspection or investigation, the inspector general finds that a child-care
- 26 center licensed under this section has violated the administrative regulations,
- standards, or requirements of the cabinet, the inspector general shall issue a

1 statement of deficiency to the center containing:

2 (a) A statement of fact;

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- 3 (b) A statement of how an administrative regulation, standard, or requirement of 4 the cabinet was violated; and
- 5 (c) The timeframe, negotiated with the child-care center, within which a violation is to be corrected, except that a violation that poses an immediate threat to the health, safety, or welfare of children in the center shall be corrected in no event later than five (5) working days from the date of the statement of deficiency.
 - (6) The Cabinet for Health and Family Services, in consultation with the Office of the Inspector General, shall establish by administrative regulations promulgated in accordance with KRS Chapter 13A an informal dispute resolution process [containing at least two (2) separate levels of review]through which a child-care provider may dispute licensure deficiencies that have an adverse effect on the child-care provider's license.
 - (7) A child-care center shall have the right to appeal to the Cabinet for Health and Family Services under KRS Chapter 13B any action adverse to its license or the assessment of a civil penalty issued by the inspector general as the result of a violation contained in a statement of deficiency within twenty (20) days of the issuance of the action or assessment of the civil penalty. An appeal shall not act to stay the correction of a violation.
- 22 (8) In assessing the civil penalty to be levied against a child-care center for a violation 23 contained in a statement of deficiency issued under this section, the inspector 24 general or the inspector general's designee shall take into consideration the 25 following factors:
- 26 (a) The gravity of the threat to the health, safety, or welfare of children posed by the violation;

1		(b)	The number and type of previous violations of the child-care center;
2		(c)	The reasonable diligence exercised by the child-care center and efforts to
3			correct the violation; and
4		(d)	The amount of assessment necessary to assure immediate and continued
5			compliance.
6	(9)	Upo	n a child-care center's failure to take action to correct a violation of the
7		admi	inistrative regulations, standards, or requirements of the cabinet contained in a
8		state	ment of deficiency, or at any time when the operation of a child-care center
9		pose	s an immediate threat to the health, safety, or welfare of children in the center
10		and	the child-care center continues to operate after the cabinet has taken emergency
11		actio	on to deny, suspend, or revoke its license, the cabinet or the cabinet's designed
12		shall	take at least one (1) of the following actions against the center:
13		(a)	Institute proceedings to obtain an order compelling compliance with the
14			administrative regulations, standards, and requirements of the cabinet;
15		(b)	Institute injunctive proceedings in Circuit Court to terminate the operation of
16			the center;
17		(c)	Institute action to discontinue payment of child-care subsidies; or
18		(d)	Suspend or revoke the license or impose other penalties provided by law.
19	(10)	Upo	n request of any person, the cabinet shall provide information regarding the
20		denia	al, revocation, suspension, or violation of any type of child-care center license
21		of th	ne operator. Identifying information regarding children and their families shall
22		rema	ain confidential.
23	(11)	The	cabinet shall provide, upon request, public information regarding the
24		inspe	ections of and the plans of correction for the child-care center within the pas-
25		year.	. All information distributed by the cabinet under this subsection shall include a

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statement indicating that the reports as provided under this subsection from the past

five (5) years are available from the child-care center upon the parent's, custodian's,

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- guardian's, or other interested person's request.
- 2 (12) All fees collected under the provisions of KRS 199.892 to 199.896 for license and
- 3 certification applications shall be paid into the State Treasury and credited to a
- 4 special fund for the purpose of administering KRS 199.892 to 199.896 including the
- 5 payment of expenses of and to the participants in child-care workshops. The funds
- 6 collected are hereby appropriated for the use of the cabinet. The balance of the
- 7 special fund shall lapse to the general fund at the end of each biennium.
- 8 (13) Any advertisement for child-care services shall include the address of where the
- 9 service is being provided.

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- 10 (14) All inspections of licensed and unlicensed child-care centers by the Cabinet for
- Health and Family Services shall be unannounced.
- 12 (15) All employees and owners of a child-care center who provide care to children shall
- demonstrate within the first three (3) months of employment completion of at least
- a total of six (6) hours of orientation in the following areas:
- 15 (a) Basic health, safety, and sanitation;
 - (b) Recognizing and reporting child abuse; and
- 17 (c) Developmentally appropriate child-care practice.
- 18 (16) All employees and owners of a child-care center who provide care to children shall
- annually demonstrate to the department completion of at least six (6) hours of
- training in child development. These hours shall include but are not limited to one
- and one-half (1.5) hours one (1) time every five (5) years of continuing education in
- 22 the recognition and prevention of pediatric abusive head trauma, as defined in KRS
- 23 620.020. Training in recognizing pediatric abusive head trauma may be designed in
- 24 collaboration with organizations and agencies that specialize in the prevention and
- recognition of pediatric head trauma approved by the secretary of the Cabinet for
- Health and Family Services The one and one-half (1.5) hours required under this
- section shall be included in the current number of required continuing education

1	hours.

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- 2 (17) The Cabinet for Health and Family Services shall make available either through the 3 development or approval of a model training curriculum and training materials, 4 including video instructional materials, to cover the areas specified in subsection 5 (15) of this section. The cabinet shall develop or approve the model training 6 curriculum and training materials to cover the areas specified in subsection (15) of 7 this section.
- (18) Child-care centers licensed pursuant to this section and family child-care homes certified pursuant to KRS 199.8982 shall not use corporal physical discipline, 10 including the use of spanking, shaking, or paddling, as a means of punishment, discipline, behavior modification, or for any other reason. For the purposes of this 12 section, "corporal physical discipline" means the deliberate infliction of physical 13 pain and does not include spontaneous physical contact that [which] is intended to 14 protect a child from immediate danger.
- 15 (19) Child-care centers that provide instructional and educational programs for 16 preschool-aged children that operate for a maximum of twenty (20) hours per week 17 and *that*[which] a child attends for no more than fifteen (15) hours per week shall:
- 18 Notify the cabinet in writing that the center is operating; (a)
- 19 (b) Meet all child-care center licensure requirements and administrative 20 regulations related to employee background checks;
- 21 (c) Meet all child-care center licensure requirements and administrative 22 regulations related to tuberculosis screenings; and
- 23 Be exempt from all other child-care center licensure requirements and 24 administrative regulations.
- 25 (20) Child-care centers that provide instructional and educational programs for 26 preschool-aged children that operate for a maximum of twenty (20) hours per week 27 and which a child attends for no more than ten (10) hours per week shall be exempt

1		from all child-care licensure requirements and administrative regulations.
2	(21)	Instructional programs for school-age children shall be exempt from all child-
3		care licensure administrative regulations if the following criteria are met:
4		(a) The program provides direct instruction in a single skill, talent, ability,
5		expertise, or proficiency;
6		(b) The program does not provide services or offerings that are not directly
7		related to the single talent, ability, expertise, or proficiency;
8		(c) The program operates outside the time period when school is in session,
9		including before or after school hours, holidays, school breaks, teaching
10		planning days, or summer vacation;
11		(d) The program does not advertise or otherwise represent that the program is a
12		licensed child-care center or that the program offers child-care services;
13		(e) The program informs the parent or guardian:
14		1. That the program is not licensed by the cabinet; and
15		2. About the physical risks a child may face while participating in the
16		program; and
17		(f) The program conducts the following background checks for all program
18		employees and volunteers who work with children:
19		1. Check of the child abuse and neglect records maintained by the
20		cabinet; and
21		2. In-state criminal background information check from the Justice and
22		Public Safety Cabinet or Administrative Office of the Courts.
23	(22)	Directors and employees of child-care centers in a position that involves
24		supervisory or disciplinary power over a minor, or direct contact with a minor, shall
25		submit to a criminal record check in accordance with KRS 199.8965.
26	<u>(23)</u>	(22)] A director or employee of a child-care center may be employed on a
27		probationary status pending receipt of the criminal background check. Application

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for the criminal record of a probationary employee shall be made no later than the date probationary employment begins.

- 3 → Section 13. KRS 199.896 (Effective July 1, 2019) is amended to read as 4 follows:
- 5 (1) No person, association, or organization shall conduct, operate, maintain, or advertise any child-care center without obtaining a license as provided in KRS 199.892 to 199.896.
- 8 (2) The cabinet may promulgate administrative regulations pursuant to KRS Chapter
 9 13A relating to license fees and may establish standards of care and service for a
 10 child-care center, criteria for the denial of a license if criminal records indicate
 11 convictions that may impact the safety and security of children in care, and
 12 procedures for enforcement of penalties.
- 13 (3) Each initial application for a license shall be made to the cabinet and shall be
 14 accompanied by a fee that shall not exceed administrative costs of the program to
 15 the cabinet and shall be renewable annually upon expiration and reapplication when
 16 accompanied by a renewal fee that shall not exceed administrative costs of the
 17 program to the cabinet. Regular licenses and renewals thereof shall expire one (1)
 18 year from their effective date.

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- (4) No child-care center shall be refused a license or have its license revoked for failure to meet standards set by the secretary until after the expiration of a period not to exceed six (6) months from the date of the first official notice that the standards have not been met. If, however, the cabinet has probable cause to believe that an immediate threat to the public health, safety, or welfare exists, the cabinet may take emergency action pursuant to KRS 13B.125. All administrative hearings conducted under authority of KRS 199.892 to 199.896 shall be conducted in accordance with KRS Chapter 13B.
- 27 (5) If, upon inspection or investigation, the inspector general finds that a child-care

center licensed under this section has violated the administrative regulations, standards, or requirements of the cabinet, the inspector general shall issue a

- 3 statement of deficiency to the center containing:
- 4 (a) A statement of fact;

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- 5 (b) A statement of how an administrative regulation, standard, or requirement of the cabinet was violated; and
- 7 (c) The timeframe, negotiated with the child-care center, within which a violation 8 is to be corrected, except that a violation that poses an immediate threat to the 9 health, safety, or welfare of children in the center shall be corrected in no event later than five (5) working days from the date of the statement of deficiency.
- 12 (6) The Cabinet for Health and Family Services, in consultation with the Office of the
 13 Inspector General, shall establish by administrative regulations promulgated in
 14 accordance with KRS Chapter 13A an informal dispute resolution process
 15 [containing at least two (2) separate levels of review]through which a child-care
 16 provider may dispute licensure deficiencies that have an adverse effect on the child17 care provider's license.
- 18 (7) A child-care center shall have the right to appeal to the Cabinet for Health and
 19 Family Services under KRS Chapter 13B any action adverse to its license or the
 20 assessment of a civil penalty issued by the inspector general as the result of a
 21 violation contained in a statement of deficiency within twenty (20) days of the
 22 issuance of the action or assessment of the civil penalty. An appeal shall not act to
 23 stay the correction of a violation.
 - (8) In assessing the civil penalty to be levied against a child-care center for a violation contained in a statement of deficiency issued under this section, the inspector general or the inspector general's designee shall take into consideration the following factors:

1		(a)	The gravity of the threat to the health, safety, or welfare of children posed by
2			the violation;
3		(b)	The number and type of previous violations of the child-care center;
4		(c)	The reasonable diligence exercised by the child-care center and efforts to
5			correct the violation; and
6		(d)	The amount of assessment necessary to assure immediate and continued
7			compliance.
8	(9)	Upoi	n a child-care center's failure to take action to correct a violation of the
9		admi	inistrative regulations, standards, or requirements of the cabinet contained in a
10		state	ment of deficiency, or at any time when the operation of a child-care center
11		pose	s an immediate threat to the health, safety, or welfare of children in the center,
12		and t	the child-care center continues to operate after the cabinet has taken emergency
13		actio	on to deny, suspend, or revoke its license, the cabinet or the cabinet's designee
14		shall	take at least one (1) of the following actions against the center:
15		(a)	Institute proceedings to obtain an order compelling compliance with the
16			administrative regulations, standards, and requirements of the cabinet;
17		(b)	Institute injunctive proceedings in Circuit Court to terminate the operation of
18			the center;
19		(c)	Institute action to discontinue payment of child-care subsidies; or
20		(d)	Suspend or revoke the license or impose other penalties provided by law.
21	(10)	Upoi	n request of any person, the cabinet shall provide information regarding the
22		denia	al, revocation, suspension, or violation of any type of child-care center license
23		of th	ne operator. Identifying information regarding children and their families shall
24		rema	in confidential.
25	(11)	The	cabinet shall provide, upon request, public information regarding the
26		inspe	ections of and the plans of correction for the child-care center within the past
27		year.	All information distributed by the cabinet under this subsection shall include a

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1	statement indicating that the reports as provided under this subsection from the past
2	five (5) years are available from the child-care center upon the parent's, custodian's,
3	guardian's, or other interested person's request.

- 4 (12) All fees collected under the provisions of KRS 199.892 to 199.896 for license and certification applications shall be paid into the State Treasury and credited to a special fund for the purpose of administering KRS 199.892 to 199.896 including the payment of expenses of and to the participants in child-care workshops. The funds collected are hereby appropriated for the use of the cabinet. The balance of the special fund shall lapse to the general fund at the end of each biennium.
- 10 (13) Any advertisement for child-care services shall include the address of where the service is being provided.
- 12 (14) All inspections of licensed and unlicensed child-care centers by the Cabinet for 13 Health and Family Services shall be unannounced.
- 14 (15) All employees and owners of a child-care center who provide care to children shall
 15 demonstrate within the first three (3) months of employment completion of at least
 16 a total of six (6) hours of orientation in the following areas:
- 17 (a) Basic health, safety, and sanitation;
- 18 (b) Recognizing and reporting child abuse; and
- 19 (c) Developmentally appropriate child-care practice.
- (16) All employees and owners of a child-care center who provide care to children shall 20 21 annually demonstrate to the department completion of at least six (6) hours of 22 training in child development. These hours shall include but are not limited to one 23 and one-half (1.5) hours one (1) time every five (5) years of continuing education in 24 the recognition and prevention of pediatric abusive head trauma, as defined in KRS 25 620.020. Training in recognizing pediatric abusive head trauma may be designed in 26 collaboration with organizations and agencies that specialize in the prevention and 27 recognition of pediatric head trauma approved by the secretary of the Cabinet for

1		Health and Family Services The one and one-half (1.5) hours required under this
2		section shall be included in the current number of required continuing education
3		hours.
4	(17)	The Cabinet for Health and Family Services shall make available either through the
5		development or approval of a model training curriculum and training materials,
6		including video instructional materials, to cover the areas specified in subsection
7		(15) of this section. The cabinet shall develop or approve the model training
8		curriculum and training materials to cover the areas specified in subsection (15) of
9		this section.
10	(18)	Child-care centers licensed pursuant to this section and family child-care homes
11		certified pursuant to KRS 199.8982 shall not use corporal physical discipline,
12		including the use of spanking, shaking, or paddling, as a means of punishment,
13		discipline, behavior modification, or for any other reason. For the purposes of this
14		section, "corporal physical discipline" means the deliberate infliction of physical
15		pain and does not include spontaneous physical contact that [which] is intended to
16		protect a child from immediate danger.
17	(19)	Child-care centers that provide instructional and educational programs for
18		preschool-aged children that operate for a maximum of twenty (20) hours per week
19		and <u>that</u> [which] a child attends for no more than fifteen (15) hours per week shall:
20		(a) Notify the cabinet in writing that the center is operating;
21		(b) Meet all child-care center licensure requirements and administrative
22		regulations related to employee background checks;
23		(c) Meet all child-care center licensure requirements and administrative
24		regulations related to tuberculosis screenings; and
25		(d) Be exempt from all other child-care center licensure requirements and
26		administrative regulations.

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(20) Child-care centers that provide instructional and educational programs for

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1		preschool-aged children that operate for a maximum of twenty (20) hours per week
2		and <u>that</u> [which] a child attends for no more than ten (10) hours per week shall be
3		exempt from all child-care licensure requirements and administrative regulations.
4	(21)	Instructional programs for school-age children shall be exempt from all child-
5		care licensure administrative regulations if the following criteria are met:
6		(a) The program provides direct instruction in a single skill, talent, ability,
7		expertise, or proficiency;
8		(b) The program does not provide services or offerings that are not directly
9		related to the single talent, ability, expertise, or proficiency;
10		(c) The program operates outside the time period when school is in session,
11		including before or after school hours, holidays, school breaks, teaching
12		planning days, or summer vacation;
13		(d) The program does not advertise or otherwise represent that the program is a
14		licensed child-care center or that the program offers child-care services;
15		(e) The program informs the parent or guardian:
16		1. That the program is not licensed by the cabinet; and
17		2. About the physical risks a child may face while participating in the
18		program; and
19		(f) The program conducts the following background checks for all program
20		employees and volunteers who work with children:
21		1. Check of the child abuse and neglect records maintained by the
22		cabinet; and
23		2. In-state criminal background information check from the Justice and
24		Public Safety Cabinet or Administrative Office of the Courts.
25	(22)	Directors and employees of child-care centers in a position that involves
26		supervisory or disciplinary power over a minor, or direct contact with a minor, shall
27		submit to a criminal record check in accordance with KRS 199.8965.

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1	<u>(23)</u>	[(22)]	A director or employee of a child-care center may be employed on a
2		prob	nationary status pending receipt of the criminal background check. Application
3		for t	he criminal record of a probationary employee shall be made no later than the
4		date	probationary employment begins.
5		→ S	ection 14. KRS 200.550 is amended to read as follows:
6	(1)	The	Office for Children with Special Health Care Needs shall establish a
7		Hem	nophilia Treatment Program [within the commission] for the detection,
8		diag	nosis and treatment of persons suffering from hemophilia. The Hemophilia
9		Trea	tment Program shall assist those persons who require continuing treatment with
10		bloo	d, blood derivatives, or a manufactured pharmaceutical product to avoid
11		crip	oling, hospitalization, or other effects associated with hemophilia, but who are
12		unab	ple to pay for the entire cost of such services on a continuing basis.
13	(2)	The	office[commission] shall also initiate activities with the advice of the
14		Hem	nophilia Advisory Committee to:
15		(a)	Develop standards for determining eligibility for the care and treatment of
16			persons suffering from hemophilia;
17		(b)	Assist in the development and expansion of programs for the diagnosis and
18			treatment of hemophilia and related diseases including but not limited to home
19			care and medical and dental procedures designed to provide maximum control
20			over bleeding;
21		(c)	Provide financial assistance either directly or indirectly to persons suffering
22			from hemophilia for the purpose of obtaining blood, blood derivatives and
23			concentrates, and other efficacious agents for use in hospital, medical and
24			dental facilities as well as in the home;
25		(d)	Provide for community educational programs for the detection of hemophilia
26			and for the counseling of individuals and families suffering from hemophilia;

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and

(e) Conduct educational programs for physicians, dentists, hospitals, health departments, and the public concerning the methods of detection, diagnosis and treatment of persons who have hemophilia.

→ Section 15. KRS 205.178 is amended to read as follows:

- At a regularly scheduled interval, each enrollment or benefit tracking agency associated with the Medicaid program or the food stamps program of the cabinet shall receive and review information from the Kentucky Lottery Corporation concerning individuals enrolled as recipients in the Medicaid program or the food stamps program that indicates a change in circumstances that may affect eligibility, including but not limited to changes in income or resources.
 - (2) On at least a monthly basis, each enrollment or benefit tracking agency associated with the Medicaid program or the food stamps program of the cabinet shall receive and review information from the Vital Statistics Branch concerning individuals enrolled in the Medicaid program or the food stamps program that indicates a change in circumstances that may affect eligibility.
 - (3) On at least a quarterly basis, each enrollment or benefit tracking agency associated with the Medicaid program or the food stamps program of the cabinet shall receive and review information from the Kentucky Division of Unemployment Insurance concerning individuals enrolled in the Medicaid program or the food stamps program that indicates a change in circumstances that may affect eligibility, including but not limited to changes in employment or wages.
 - (4) On at least a quarterly basis, each enrollment or benefit tracking agency associated with the Medicaid program or the food stamps program of the cabinet shall receive and review information concerning individuals enrolled in the Medicaid program or the food stamps program that indicates a change in circumstances that may affect eligibility, including but not limited to potential changes in residency as identified by out-of-state electronic benefit transfer transactions.

1 (5) (a) Notwithstanding any other provision of law to the contrary, each enrollment or
2 benefit tracking agency associated with the Medicaid program or the food
3 stamps program of the cabinet shall enter into a memorandum of
4 understanding with any department, agency, or division for information
5 detailed in this section.

- (b) Notwithstanding any other provision of law to the contrary, any department, agency, or division for information detailed in this section, including but not limited to the Kentucky Lottery Corporation, the Vital Statistics Branch, the Division of Unemployment Insurance, and the Department for Community Based Services, shall enter into any necessary memoranda of understanding with the enrollment or benefit tracking agency associated with the Medicaid program or the food stamps program requesting an agreement pursuant to paragraph (a) of this subsection.
- (6) Each enrollment or benefit tracking agency associated with the Medicaid program or the food stamps program of the cabinet may contract with one (1) or more independent vendors to provide additional data or information *that*[which] may indicate a change in circumstances that may affect eligibility.
- (7) Each enrollment or benefit tracking agency associated with the Medicaid program or the food stamps program of the cabinet shall explore joining any multistate cooperative to identify individuals who are also enrolled in public assistance programs outside of this state.
- (8) If an enrollment or benefit tracking agency associated with the Medicaid program or the food stamps program of the cabinet receives information concerning an individual enrolled in the Medicaid program or the food stamps program that indicates a change in circumstances that may affect eligibility, the enrollment or benefit tracking agency or other appropriate agency shall review the individual's case.

1	(9)	The food stamps program of the cabinet shall not seek, apply for, accept, or renew
2		any waiver of requirements established under 7 U.S.C. sec. 2015(o) unless there is
3		an economic downturn resulting in an unemployment rate of ten percent (10%) or
4		more or the Cabinet for Health and Family Services determines an increase in the
5		unemployment rate in any particular county is severe enough to necessitate a
6		waiver.
7	(10)	The cabinet shall promulgate all rules and regulations necessary for the purposes of
8		carrying out this section.
9	(11)	On or before December 1, 2019, and upon request each year thereafter of each
10		year], the Cabinet for Health and Family Services shall submit a report relating to
11		the number of individuals discovered utilizing services inappropriately, the number
12		of individuals who were removed from one (1) or more public assistance programs
13		as a result of a review pursuant to this section, and the amount of public funds
14		preserved in total and by public assistance program and aggregated by prior years.
15		This report shall be forwarded to the Interim Joint Committees on Health and
16		Welfare and Family Services and Appropriations and Revenue of the Legislative
17		Research Commission.
18		→ Section 16. KRS 209.032 is amended to read as follows:
19	(1)	As used in this section:
20		(a) "Employee" means a person who:
21		1. Is hired directly or through a contract by a vulnerable adult services
22		provider who has duties that involve or may involve one-on-one contact
23		with a patient, resident, or client; or
24		2. Is a volunteer who has duties that are equivalent to the duties of an
25		employee providing direct services and the duties involve, or may

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involve, one-on-one contact with a patient, resident, or client;

(b) "Validated substantiated finding of adult abuse, neglect, or exploitation"

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1		means that the cabinet has:
2		1. Entered a final order concluding by a preponderance of the evidence that
3		an individual has committed adult abuse, neglect, or exploitation against
4		a different adult for whom the individual was providing care or services
5		as an employee or otherwise with the expectation of compensation;
6		2. The individual has been afforded an opportunity for an administrative
7		hearing under procedures compliant with KRS Chapter 13B, and an
8		appeal to the Circuit Court of the county where the abuse, neglect, or
9		exploitation is alleged to have occurred or, if the individual consents, to
10		the Franklin Circuit Court; and
11		3. That any appeal, including the time allowed for filing an appeal, has
12		concluded or expired; and
13	(c)	"Vulnerable adult service provider" means:
14		1. Adult day health care program centers as defined in KRS 216B.0441;
15		2. Adult day training facilities;
16		3. Assisted-living communities as defined in KRS 194A.700;
17		4. [Boarding homes as defined in KRS 216B.300;
18		5.]Group homes for individuals with an intellectual disability and
19		developmentally disabled (ID/DD);
20		5.[6.] Home health agencies as defined in KRS 216.935;
21		6.[7.] Hospice programs or residential hospice facilities licensed under KRS
22		Chapter 216B;
23		7.[8.]Long-term-care hospitals as defined in 42 U.S.C. sec.
24		1395ww(d)(1)(B)(iv);
25		8.[9.]Long-term-care facilities as defined in KRS 216.510;
26		<u>9.[10.]</u> Personal services agencies as defined in KRS 216.710;
27		10.[11.] Providers of home and community-based services authorized

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1		under KRS Chapter 205, including home and community based waiver
2		services and supports for community living services; and
3		<u>11.[12.]</u> State-owned and operated psychiatric hospitals.
4	(2)	A vulnerable adult services provider shall query the cabinet as to whether a
5		validated substantiated finding of adult abuse, neglect, or exploitation has been
6		entered against an individual who is a bona fide prospective employee of the
7		provider. The provider may periodically submit similar queries as to its current
8		employees and volunteers. The cabinet shall reply to either type of query only that it
9		has or has not entered such a finding against the named individual.
10	(3)	An individual may query the cabinet as to whether the cabinet's records indicate that
11		a validated substantiated finding of adult abuse, neglect, or exploitation has been
12		entered against him or her. The cabinet shall reply only that it has or has not entered
13		such a finding against the named individual, although this limitation shall not be
14		construed to prevent the individual who is the subject of the investigation from
15		obtaining cabinet records under other law, including the Kentucky Open Records
16		Act. An individual making a query under this subsection may direct that the results
17		of the query be provided to an alternative recipient seeking to utilize the care or
18		services of the querying individual.
19	(4)	Every cabinet investigation of adult abuse, neglect, or exploitation committed by an
20		employee or a person otherwise acting with the expectation of compensation shall
21		be conducted in a manner affording the individual being investigated the level of
22		due process required to qualify any substantiated finding as a validated
23		substantiated finding of adult abuse, neglect, or exploitation.
24	(5)	The cabinet shall promulgate administrative regulations to implement the provisions
25		of this section. Included in these administrative regulations shall be:
26		(a) An error resolution process allowing an individual whose name is erroneously
27		reported to have been the subject of a validated substantiated finding of adult

1		abuse, neglect, or exploitation to request the correction of the cabinet's
2		records; and
3		(b) A designation of the process by which queries may be submitted in
4		accordance with this section, which shall require that the queries be made
5		using a secure methodology and only by providers and persons authorized to
6		submit a query under this section.
7	(6)	If the cabinet does not respond to a query under subsection (2) of this section within
8		twenty-four (24) hours and a vulnerable adult services provider hires or utilizes an
9		employee provisionally, the provider shall not be subject to liability solely on the
10		basis of hiring or utilizing the employee before having received the cabinet's
11		response.
12	(7)	This section shall only apply to instances of abuse, neglect, or exploitation
13		substantiated on or after July 15, 2014, which shall be compiled into a central
14		registry for the purpose of queries submitted under this section.
15		→ Section 17. KRS 209.552 is amended to read as follows:
16	(1)	Every long-term care facility shall require residents to be immunized against
17		pneumococcal disease and influenza. Upon admission, the long-term care facility
18		shall:
19		(a) Notify the resident of the requirements of this section and request that the
20		resident agree to be immunized against pneumococcal disease and influenza
21		virus;
22		(b) Assess the resident's immunization status for influenza virus and
23		pneumococcal disease;
24		(c) Counsel each resident on the risks of influenza and pneumococcal disease; the
25		efficacy, side effects, and contraindications of these immunizations; and the
26		recommendations of the Centers for Disease Control prior to administration of
27		the vaccines; and

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(d)	Provide or arrange for immunizations against pneumococcal and influenza in
	accordance with the recommendations of the Advisory Committee on
	Immunization Practices of the Centers for Disease Control, unless medically
	contraindicated, if the resident or long-term care facility does not have
	documentation of the immunization.
 _	

- 6 Every long-term care facility shall document prior to the start of flu season or (2) upon admission, whichever comes later, the annual immunization against influenza virus and pneumococcal immunization for each resident. Upon finding that a resident lacks either of these immunizations, the facility shall provide or arrange for 10 the immunization in accordance with the recommendations of the Advisory Committee on Immunization Practices of the Centers for Disease Control, unless 12 medically contraindicated.
- 13 Every long-term care facility shall require each employee, regardless of 14 employment status, to be immunized against pneumococcal and influenza virus. 15 Upon employment, the long-term care facility shall:
 - (a) Notify the employee of the requirements of this section and request that the employee agree to be immunized against pneumococcal disease and influenza virus;
 - (b) Assess the employee's immunization status for influenza virus and pneumococcal disease;
 - Counsel each employee on the risks of influenza and pneumococcal disease; the efficacy, side effects, and contraindications of these immunizations; and the recommendations of the Centers for Disease Control prior to administration of the vaccines; and
- 25 (d) Provide or arrange for immunizations against pneumococcal and influenza in 26 accordance with the recommendations of the Advisory Committee on 27 Immunization Practices of the Centers for Disease Control, unless medically

1		contraindicated, if the employee or the long-term care facility does not have
2		documentation of the appropriate immunizations.
3	(4)	Every long-term care facility shall document prior to the start of flu season or
4		upon employment, whichever comes later, the annual immunization against
5		influenza virus and pneumococcal immunization for each employee. Upon finding
6		that an employee lacks either of these immunizations, the facility shall provide or
7		arrange for immunization in accordance with the recommendations of the Advisory
8		Committee on Immunization Practices of the Centers for Disease Control, unless
9		medically contraindicated.
10	(5)	The provisions of this section shall not apply if:
11		(a) The vaccine is medically contraindicated;
12		(b) The employee, resident, or resident's legal guardian objects to the
13		immunizations due to religious beliefs; or
14		(c) The employee or resident refuses the vaccine after being fully informed of the
15		health risks.
16		→ Section 18. KRS 209.554 is amended to read as follows:
17	(1)	The commissioner of the department shall implement the provisions of KRS
18		209.550 to 209.554 through the promulgation of administrative regulations under
19		KRS Chapter 13A.
20	(2)	The department shall make educational literature that describes the risks of
21		influenza and pneumococcal disease; the efficacy, side effects, and
22		contraindications of these immunizations; and the recommendations from the
23		Centers for Disease Control available to every long-term care facility.
24	(3)	[The department, on behalf of long-term care facilities, shall negotiate with any
25		appropriate manufacturer of the vaccines for adult pneumococcal disease and
26		influenza for a purchase price of the vaccines. Long-term care facilities shall be
27		entitled to purchase the vaccines at the negotiated price for the purposes specified

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1		under KRS 209.552.
2	(4)	
3		of outbreaks in long-term care facilities for each year due to influenza virus and
4		pneumococcal disease and the number of hospitalizations of long-term care facility
5		residents due to influenza virus, pneumococcal disease, and associated
6		complications.
7		→ Section 19. KRS 211.1752 is amended to read as follows:
8	(1)	The Local Health Department Employment Personnel Council is hereby created.
9		The council shall be composed of five (5) members appointed by the secretary for
10		health and family services.
11	(2)	Members of the council shall serve for a term of three (3) years or until successors
12		are appointed, except that for members of the initially appointed council, two (2)
13		members shall be appointed for one (1) year, two (2) members shall be appointed
14		for two (2) years, and one (1) member shall be appointed for three (3) years. A
15		member appointed to fill a vacancy occurring prior to the expiration of the term
16		shall be appointed for the remainder of the term.
17	(3)	The council shall elect a chairperson from its membership. Regular meetings of the
18		council shall be held at least semiannually. Special meetings of the council may be
19		held upon call of the chairperson or the department.
20	(4)	The council shall be attached to the department for administrative purposes.
21	(5)	The council shall:
22		(a) Advise the cabinet on administration of the local health department personnel
23		program pursuant to KRS Chapter 212;
24		(b) [Hear appeals from:
25		1. Applicants for positions for which examinations are being or have been

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2. Eligible applicants on examination registers; and

conducted;

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1		3. Classified employees who have been dismissed, demoted, or suspended
2		for cause;
3		(c) Hear appeals regarding discrimination in a personnel action involving an
4		agency employee or an applicant for employment;
5		(d)]Make an annual report to the department and agency; and
6		$\underline{(c)}$ [(e)] Consider and act upon matters that may be referred to the council by the
7		department.
8		→ Section 20. KRS 211.990 is amended to read as follows:
9	(1)	Any owner or occupant who fails to comply with an order made under the
10		provisions of KRS 211.210 shall be guilty of a violation, and each day's continuance
11		of the nuisance, source of filth, or cause of sickness, after the owner or occupant has
12		been notified to remove it, shall be a separate offense.
13	(2)	Except as otherwise provided by law, anyone who fails to comply with the
14		provisions of the rules and regulations adopted pursuant to this chapter or who fails
15		to comply with an order of the cabinet issued pursuant thereto shall be guilty of a
16		violation. Each day of such violation or noncompliance shall constitute a separate
17		offense.
18	(3)	Any person who violates any provision of KRS 211.182 shall, upon first offense, be
19		guilty of a Class A misdemeanor. Each subsequent violation of any provision of
20		KRS 211.182 shall constitute a Class D felony.
21	(4)	Any person who violates any provision of KRS 211.842 to 211.852 or any
22		administrative regulation adopted hereunder or any order issued by the Cabinet for
23		Health and Family Services, or any term, condition, or limitation of any license or
24		certification issued [to comply with any provision of KRS 211.842 to 211.852 or
25		the regulations adopted]thereunder shall be assessed a civil penalty of not more
26		than one hundred thousand dollars (\$100,000) or be found guilty of a Class D
27		felony or both[guilty of a Class A misdemeanor]. Each day of violation or

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1		noncompliance shall constitute a separate offense. The Cabinet for Health and
2		Family Services may compromise, mitigate, or remit penalties in this subsection.
3	(5)	A person who performs or offers to perform lead-hazard detection or lead-hazard
4		abatement services in target housing or child-occupied facilities who is not certified
5		as required by KRS 211.9063 or 211.9069 shall be guilty of a Class A
6		misdemeanor.
7	(6)	Any person who performs lead-hazard detection or lead-hazard abatement services
8		in target housing or child-occupied facilities, who willfully violates the standards
9		for performing lead-hazard detection or lead-hazard abatement procedures included
10		in the administrative regulations promulgated pursuant to KRS 211.9075 shall be
11		guilty of a Class D felony.
12	(7)	The penalties provided in subsections (5) and (6) of this section are cumulative and
13		are in addition to any other penalties, claims, damages, or remedies available at law
14		or in equity.
15	(8)	Any person who violates any provisions of KRS 211.760 shall be fined not less than
16		ten dollars (\$10) nor more than one hundred dollars (\$100). Each day of violation or
17		noncompliance shall constitute a separate offense.
18		→ Section 21. KRS 216.2920 is amended to read as follows:
19	As t	used in KRS 216.2920 to 216.2929, unless the context requires otherwise:
20	(1)	"Ambulatory facility" means an outpatient[a] facility, including an ambulatory
21		surgical facility, <u>freestanding</u> [ambulatory care clinic, alternative] birth center,
22		<u>freestanding or</u> mobile <u>technology unit</u> [health service], or <u>an urgent treatment</u>
23		<u>center</u> [a specialized medical technology service], which is not part of a hospital[,]
24		and which [is licensed pursuant to KRS Chapter 216B, and which] provides one (1)
25		or more [major] ambulatory procedures to patients not requiring hospitalization;
26	(2)	"Cabinet" means the Cabinet for Health and Family Services;

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27

(3)

"Charge" means all amounts billed by a hospital or ambulatory facility, including

1		charges for all ancillary and support services or procedures, prior to any adjustment
2		for bad debts, charity contractual allowances, administrative or courtesy discounts,
3		or similar deductions from revenue. However, if necessary to achieve comparability
4		of information between providers, charges for the professional services of hospital-
5		based or ambulatory-facility-based physicians shall be excluded from the
6		calculation of charge;
7	(4)	"Facility" means any hospital, health-care service, or other health care facility,
8		whether operated for profit or not[, required to be licensed pursuant to KRS Chapter
9		216B] ;
10	(5)	"Health-care provider" or "provider" means any [facility and service required to be
11		licensed pursuant to KRS Chapter 216B,]pharmacist as defined pursuant to KRS
12		Chapter 315, and any of the following independent practicing practitioners:
13		(a) Physicians, osteopaths, and podiatrists licensed pursuant to KRS Chapter 311;
14		(b) Chiropractors licensed pursuant to KRS Chapter 312;
15		(c) Dentists licensed pursuant to KRS Chapter 313;
16		(d) Optometrists licensed pursuant to KRS Chapter 320;
17		(e) Physician assistants regulated pursuant to KRS Chapter 311;
18		(f) Nurse practitioners licensed pursuant to KRS Chapter 314; and
19		(g) Other health-care practitioners as determined by the Cabinet for Health and
20		Family Services by administrative regulation promulgated pursuant to KRS
21		Chapter 13A;
22	(6)	"Hospital" means a facility licensed pursuant to KRS Chapter 216B as either an
23		acute-care hospital, psychiatric hospital, rehabilitation hospital, or chemical
24		dependency treatment facility;
25	(7)	"Procedures" means those surgical, medical, radiological, diagnostic, or therapeutic
26		procedures performed by a provider, as periodically determined by the cabinet in
27		administrative regulations promulgated pursuant to KRS Chapter 13A as those for

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which reports to the cabinet shall be required. "Procedures" also includes procedures that are provided in hospitals or other [licensed] ambulatory facilities, or those <code>that[which]</code> require the use of special equipment, including fluoroscopic equipment, computer tomographic scanners, magnetic resonance imagers, mammography, ultrasound equipment, or any other new technology as periodically determined by the cabinet;

- 7 (8) "Quality" means the extent to which a provider renders care <u>that</u>[which] obtains for patients optimal health outcomes; and
- 9 (9) "Secretary" means the secretary of the Cabinet for Health and Family Services.
- → Section 22. KRS 216.2925 is amended to read as follows:

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(1)

The Cabinet for Health and Family Services shall establish by promulgation of administrative regulations pursuant to KRS Chapter 13Af, no later than January 1, 1995, those data elements required to be submitted to the cabinet by all flicensed thospitals and ambulatory facilities, including a timetable for submission and acceptable data forms. Each [Thereafter, every] hospital or [and] ambulatory facility shall be required to report on a quarterly basis information regarding the charge for and quality of the procedures and health-care services performed therein, and as stipulated by administrative regulations promulgated pursuant to KRS Chapter 13A. The cabinet shall accept data <u>that</u>[which], at the option of the provider, is submitted through a third party, including but not limited to organizations involved in the processing of claims for payment, so long as the data elements conform to the requirements established by the cabinet. The cabinet may conduct statistical surveys of a sample of hospitals, ambulatory facilities, or other providers in lieu of requiring the submission of information by all hospitals, ambulatory facilities, or providers. On at least a biennial basis, the cabinet shall conduct a statistical survey that addresses the status of women's health, specifically including data on patient age, ethnicity, geographic region, and payor sources. The cabinet shall rely on data from

1	readily	available	reports	and	statistics	whenever	possible.

- The cabinet shall require for submission to the cabinet by any group of providers, (2) except for physicians providing services or dispensaries, first aid stations, or clinics located within business or industrial establishments maintained solely for the use of their employees, including those categories within the definition of provider 6 contained in KRS 216.2920 and any further categories determined by the cabinet, at the beginning of each fiscal year after January 1, 1995, and within the limits of the 8 state, federal, and other funds made available to the cabinet for that year, and as provided by cabinet promulgation of administrative regulations pursuant to KRS 10 Chapter 13A, the following:
 - A list of medical conditions, health services, and procedures for which data on charge, quality, and outcome shall be collected and published;
 - A timetable for filing information provided for under paragraph (a) of this subsection on a quarterly basis;
 - (c) A list of data elements that are necessary to enable the cabinet to analyze and disseminate risk-adjusted charge, quality, and outcome information, including mortality and morbidity data;
 - An acceptable format for data submission that which shall include use of the (d) uniform:
 - 1. Health claim form pursuant to KRS 304.14-135 or any other universal health claim form to be determined by the cabinet if in the form of hard copy; or
 - 2. Electronic submission formats as required under the federal Health Insurance Portability and Accountability Act of 1996, 42 U.S.C. sec. 300gg et seq., in the form of magnetic computer tape, computer diskettes, or other electronic media through an electronic network;
- 27 Procedures to allow health-care providers at least thirty (30) days to review (e)

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1	information generated from any data required to be submitted by them, with
2	any reports generated by the cabinet to reflect valid corrections by the provider
3	before the information is released to the public; and

- 4 (f) Procedures pertaining to the confidentiality of data collected.
- 5 (3) The cabinet shall coordinate but not duplicate its data-gathering activities with other 6 data-collection activities conducted by the Department of Insurance, as well as other 7 state and national agencies *that*[which] collect health-related service, utilization, 8 quality, outcome, financial, and health-care personnel data, and shall review all 9 administrative regulations promulgated pursuant to KRS 216.2920 to 216.2929 to 10 prevent duplicate filing requirements. The cabinet shall periodically review the use 11 of all data collected under KRS 216.2920 to 216.2929 to assure its use is consistent 12 with legislative intent.
- 13 (4) The cabinet shall conduct outcome analyses and effectiveness studies and prepare 14 other reports pertaining to issues involving health-care charges and quality.
- 15 (5) The cabinet may independently audit any data required to be submitted by providers
 16 as needed to corroborate the accuracy of the submitted data. Any audit may be at the
 17 expense of the cabinet and shall, to the extent practicable, be coordinated with other
 18 audits performed by state agencies.
- 19 (6) The cabinet may initiate activities set forth in subsection (1) or (2) of this section at 20 any time after July 15, 1996.
- The Cabinet for Health and Family Services shall collect all data elements under this section using only the uniform health insurance claim form pursuant to KRS 304.14-135, the Professional 837 (ASC X12N 837) format, the Institutional 837 (ASC X12N 837) format, or its successor as adopted by the Centers for Medicare and Medicaid Services.
- Section 23. KRS 216.2980 is amended to read as follows:
- 27 (1) Any provider of hospice, palliative care, or end-of-life services shall have written

policies and procedures for the deactivation or sequestration and disposal of Schedule II, III, IV, or V controlled substances prescribed to a patient when a prescription is discontinued or upon the patient's death by the entity or person pronouncing the death.

- (2) Any provider of hospice, palliative care, or end-of-life services shall provide a copy of the written policy and procedures for the management and the deactivation or sequestration and disposal of Schedule II, III, IV, or V controlled substances prescribed to a patient when a prescription is discontinued or upon the patient's death, to the patient or the patient's legal representative, and the provider shall discuss the policy and procedures with the patient or the patient's legal representative. The patient or the patient's legal representative shall be requested to sign an agreement to this policy.
- (3) In an effort to reduce illegal diversion of Schedule II, III, IV, or V controlled substances, the agreement to the written policy and procedures required under subsection (2) of this section shall inform the patient or the patient's legal representative that if the patient or the patient's legal representative refuses to agree to the deactivation or sequestration and disposal when a prescription is discontinued or upon the death of the patient, local law enforcement [or the Department for Public Health]shall be notified of the refusal by the hospice, palliative care, or end-of-life services provider or the entity or person pronouncing death.
- 21 (4) The deactivation or sequestration and disposal of Schedule II, III, IV, or V
 22 controlled substances prescribed to a patient when a prescription is discontinued or
 23 upon the patient's death shall be completed by the entity or person pronouncing
 24 death and witnessed by an adult. The witness shall sign a statement that he or she
 25 witnessed the deactivation or sequestration and disposal.
- 26 (5) The deactivation or sequestration and disposal methods of Schedule II, III, IV, or V 27 controlled substances used by the entity or person pronouncing death shall comply

1	with the United States Food and Drug Administration's recommendations for the
2	safe disposal of unused medicines or shall be another safe deactivation or
3	sequestration and disposal method.

- 4 → Section 24. KRS 216B.990 is amended to read as follows:
- Any person who, in willful violation of this chapter, operates a health facility or abortion facility without first obtaining a license or continues to operate a health facility or abortion facility after a final decision suspending or revoking a license shall be fined not less than five hundred dollars (\$500) nor more than ten thousand dollars (\$10,000) for each violation.
- 10 (2) Any person who, in willful violation of this chapter, acquires major medical equipment, establishes a health facility, or obligates a capital expenditure without first obtaining a certificate of need, or after the applicable certificate of need has been withdrawn, shall be fined one percent (1%) of the capital expenditure involved but not less than five hundred dollars (\$500) for each violation.
- 15 (3) Any hospital acting by or through its agents or employees *that*[which] violates any provision of KRS 216B.400 shall be punished by a fine of not less than one hundred dollars (\$100) nor more than five hundred dollars (\$500).
- 18 (4) Any health facility *that*[which] willfully violates KRS 216B.250 shall be fined one 19 hundred dollars (\$100) per day for failure to post required notices and one hundred 20 dollars (\$100) per instance for willfully failing to provide an itemized statement 21 within the required time frames.
- 22 (5) [In addition to the civil penalties established under KRS 216B.306(1) and (4), any
 23 person who advertises, solicits boarders, or operates a boarding home without first
 24 obtaining a registration as required by KRS 216B.305 and any person who aids or
 25 abets the operation of a boarding home that is not registered shall be imprisoned for
 26 no more than twelve (12) months.
- 27 (6) Any person or entity establishing, managing, or operating an abortion facility or

conducting the business of an abortion facility *that*[which] otherwise violates any provision of this chapter or any administrative regulation promulgated thereunder regarding abortion facilities shall be subject to revocation or suspension of the license of the abortion facility. In addition, any violation of any provision of this chapter regarding abortion facilities or any administrative regulation related thereto by intent, fraud, deceit, unlawful design, willful and deliberate misrepresentation, or by careless, negligent, or incautious disregard for the statute or administrative regulation, either by persons acting individually or in concert with others, shall constitute a violation and shall be punishable by a fine not to exceed one thousand dollars (\$1,000) for each offense. Each day of continuing violation shall be considered a separate offense. The venue for prosecution of the violation shall be in any county of the state in which the violation, or any portion thereof, occurred.

(6)[(7)] Any hospital acting by or through its agents or employees that violates any provision of KRS 216B.150 shall be punished by a fine of not less than one hundred dollars (\$100) nor more than five hundred dollars (\$500) for each violation.

→ Section 25. KRS 342.375 is amended to read as follows:

Every policy or contract of workers' compensation insurance under this chapter, issued or delivered in this state, shall cover the entire liability of the employer for compensation to each employee subject to this chapter, except as otherwise provided in KRS [216.2960,]342.020, 342.345, or 342.352. However, if specifically authorized by the commissioner, a separate insurance policy may be issued for a specified plant or work location if the liability of the employer under this chapter to each employee subject to this chapter is otherwise secured and provided that no employee transferred from one plant or work location to another within the employment of the same employer shall thereby lose any benefit rights accumulated under the average weekly wage concept.

→ Section 26. The following KRS sections are repealed:

27 194.245 Construction and operation of new facilities, beginning August 1, 1990 --

- 1 Transfer of ownership and administration.
- 2 194A.140 Special subcommittees of the Public Health Services Advisory Council or of
- 3 the Institute for Aging.
- 4 194A.145 Legislative findings and declarations.
- 5 194A.146 Statewide Strategic Planning Committee for Children in Placement --
- 6 Membership -- Plans -- Review -- Information Systems -- Study of changes in child
- 7 welfare delivery -- Annual report.
- 8 194A.200 Compensation and expenses of members of the Public Health Services
- 9 Advisory Council and the Institute for Aging -- Members of citizens' councils not
- public officers.
- 11 199.8992 Development of statewide network of community-based child-care resource
- and referral services -- Awarding of contracts.
- 13 200.662 District early intervention committee -- Membership -- Duties.
- 14 205.179 Annual review of sites where residents receive state supplemental benefits to
- determine registration status of boarding home.
- 16 210.271 State hospital patients to be discharged to registered boarding homes only --
- 17 Quarterly follow-up visits by cabinet.
- 18 211.215 Program for decontamination of bird roosts.
- 19 216.2960 Pilot projects for twenty-four hour health coverage -- Authority for
- administrative regulations.
- 21 216.750 Definitions for KRS 216.750 to 216.780.
- 22 216.760 Functions of cabinet.
- 23 216.770 Nursing home and personal care home loan fund.
- 24 216.780 Regulations.
- 25 216.800 Definitions for KRS 216.800 to 216.853.
- 26 216.803 Kentucky Health and Geriatric Authority.
- 27 216.805 Powers of authority.

- 1 216.807 Agreements by authority for financing of projects.
- 2 216.810 Leases by authority, contents.
- 3 216.813 Revenue bonds -- Issuance by authority -- Sale -- Use of proceeds -- Temporary
- 4 bonds.
- 5 216.815 Bonds not debt of Commonwealth.
- 6 216.817 Bonds may be secured by trust indenture.
- 7 216.820 Enforcement of rights under bonds.
- 8 216.823 Bonds as legal investments.
- 9 216.825 Revenue refunding bonds, issuance.
- 10 216.827 Proceeds of bonds are trust funds.
- 11 216.830 Property, income and bonds exempt from taxation.
- 12 216.833 Acquisition of property by purchase or eminent domain -- Title -- Possession,
- how obtained.
- 14 216.835 Lessee to maintain project.
- 15 216.837 Political subdivisions may lease or convey to authority without formality.
- 16 216.840 Conveyance of project to lessee, when authorized.
- 17 216.843 Compensation for damage to private property.
- 18 216.845 Kentucky Health and Geriatric Authority revenue bond guarantee fund -- How
- made up -- Use of -- Payments on default.
- 20 216.847 Annual report of authority.
- 21 216.850 Officers or agents of authority not to have conflicting interest -- Penalty.
- 22 216.853 Applicability of other laws.
- 23 216B.300 Definitions for KRS 216B.300 to 216B.320 and KRS 216B.990(5).
- 24 216B.303 Rights of residents of boarding homes.
- 25 216B.305 Registration of boarding home -- Standards for operation -- Unannounced
- 26 inspection -- Denial of registration -- Access by cabinet employees and agents -- No
- 27 preemption of local authority for stricter requirements.

1 216B.306 Procedures, remedies, and penalties for operation of boarding home without

- 2 registration.
- 3 216B.310 Listing of boarding homes to be maintained.
- 4 216B.315 Student housing not included in KRS 216B.300 to 216B.320.
- 5 216B.320 KRS 216B.300 to 216B.320 not applicable to boarding home regulated by
- 6 federal government.
- 7 216B.459 Medicaid reimbursement.