STATE OF OKLAHOMA

2nd Session of the 56th Legislature (2018)

SENATE BILL 1248 By: David

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6 AS INTRODUCED

An Act relating to health agency administration; amending 43A O.S. 2011, Section 2-201, which relates to the Commissioner of Mental Health and Substance Abuse Services; removing certain authorities from Board of Mental Health and Substance Abuse Services; providing certain authorities to the Governor; requiring Senate confirmation; amending 63 O.S. 2011, Section 1-104, which relates to the State Board of Health; removing certain power of the Board; authorizing the Governor to appoint and fix the salary of the State Commissioner of Health; requiring Senate confirmation; providing for removal of Commissioner; amending 63 O.S. 2011, Section 1-106, which relates to the powers and duties of the Commissioner; removing certain powers from the Board; stating that the Director shall serve at the pleasure of the Governor; providing certain powers to the Governor; requiring Senate confirmation; amending 63 O.S. 2011, Section 5007, which relates to the Oklahoma Health Care Authority Board; deleting obsolete language; removing certain power and duty of the Board; providing certain power to the Governor; specifying duties of Director; providing criteria for appointment; stating that the Director shall serve at the pleasure of the Governor; providing that appointment is subject to Senate confirmation; stating that the Director's salary shall be set by the Governor; requiring cooperation with certain federal agencies; requiring compilation and presentation of certain annual report; specifying contents of report; providing for codification; providing an effective date; and declaring an emergency.

- 1 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
- 2 | SECTION 1. AMENDATORY 43A O.S. 2011, Section 2-201, is
- 3 | amended to read as follows:
- 4 Section 2-201. A. A Commissioner of Mental Health and
- 5 | Substance Abuse Services shall be appointed by the Board of Mental
- 6 | Health and Substance Abuse Services Governor and subject to
- 7 | confirmation by the Senate. The Commissioner may only be removed by
- 8 | the Board Governor for cause. The Commissioner shall meet at least
- 9 one of the following qualifications:
- 10 1. Possession of a Doctor of Medicine Degree and a license to
- 11 | practice medicine in this state;
- 12 2. Possession of an Osteopathic Medicine Degree and a license
- 13 | to practice medicine in this state;
- 3. Possession of a Doctor of Public Health Degree;
- 15 4. Possession of a Doctoral Degree in Psychology and a license
- 16 | to practice psychology in this state;
- 5. Possession of a Master of Public Health Degree and a minimum
- 18 of five (5) years of supervisory experience in the administration of
- 19 health services; or

- 20 6. Possession of a Master of Arts or Master's Degree in
- 21 Business Administration, Social Science or a related field and a
- 22 | minimum of five (5) years of supervisory experience in the
- 23 administration of health services.

- B. The salary of the Commissioner shall be fixed by the Board

 Governor.
- 3 SECTION 2. AMENDATORY 63 O.S. 2011, Section 1-104, is 4 amended to read as follows:
 - Section 1-104. A. The State Board of Health shall elect annually from its membership a President, Vice President and Secretary. The Board shall adopt rules for its government, and may adopt an official seal for the State Department of Health. It shall hold such meetings as it deems necessary. Each member of the Board shall be paid travel expenses, as provided in the State Travel Reimbursement Act.
 - B. The Board shall have the following powers and duties:
- 13 1. Appoint and fix the compensation of a State Commissioner of
 14 Health;
 - 2. Adopt such rules and standards as it deems necessary to carry out any of the provisions of this Code;
- 3. 2. Accept and disburse grants, allotments, gifts, devises, bequests, funds, appropriations, and other property made or offered to it; and
- 4. 3. Establish such divisions, sections, bureaus, offices, and positions in the State Department of Health as it deems necessary to carry out the provisions of this Code.

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SECTION 3. NEW LAW A new section of law to be codified
in the Oklahoma Statutes as Section 1-104a of Title 63, unless there
is created a duplication in numbering, reads as follows:
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The State Commissioner of Health shall be appointed by the Governor and subject to confirmation by the Senate. The salary of the Commissioner shall be fixed by the Governor. The Commissioner may only be removed by the Governor for cause.

SECTION 4. AMENDATORY 63 O.S. 2011, Section 1-106, is amended to read as follows:

Section 1-106. A. The State Commissioner of Health shall serve at the pleasure of the State Board of Health Governor, and shall have skill and experience in public health duties and sanitary sciences and shall meet at least one of the following qualifications:

- 1. Possession of a Doctor of Medicine Degree and a license to practice medicine in this state;
- 2. Possession of an Osteopathic Medicine Degree and a license to practice medicine in this state;
- 3. Possession of a Doctoral degree in Public Health or Public Health Administration; or
- 4. Possession of a Master of Science Degree and a minimum of five (5) years of supervisory experience in the administration of health services.

B. The Commissioner shall have the following powers and duties, unless otherwise directed by the State Board of Health Governor:

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1. Have general supervision of the health of the citizens of the state; make investigations, inquiries and studies concerning the causes of disease and injury, and especially of epidemics, and the causes of mortality, and the effects of localities, employment, conditions and circumstances on the public health; investigate conditions as to health, sanitation and safety of schools, prisons, public institutions, mines, public conveyances, camps, places of group abode, and all buildings and places of public resort, and recommend, prescribe and enforce such measures of health, sanitation and safety for them as the Commissioner deems advisable; take such measures as deemed necessary by the Commissioner to control or suppress, or to prevent the occurrence or spread of, any communicable, contagious or infectious disease, and provide for the segregation and isolation of persons having or suspected of having any such disease; designate places of quarantine or isolation; advise state and local governments on matters pertaining to health, sanitation and safety; and abate any nuisance affecting injuriously the health of the public or any community. Any health information or data acquired by the Commissioner from any public agency, which information or data is otherwise confidential by state or federal law, shall remain confidential notwithstanding the acquisition of this information by the Commissioner.

2. Be the executive officer and supervise the activities of the State Department of Health, and act for the Department in all matters except as may be otherwise provided in this Code; administer oaths at any hearing or investigation conducted pursuant to this Code; and enforce rules and standards adopted by the State Board of Health. All rules adopted by the State Board of Health are subject to the terms and conditions of the Administrative Procedures Act.

- 3. Appoint an Assistant State Commissioner of Health and fix the qualifications, duties and compensation of the Assistant State Commissioner of Health; and employ, appoint and contract with, and fix the qualifications, duties and compensation of, such other assistants, doctors, engineers, attorneys, sanitarians, nurses, laboratory personnel, administrative, clerical and technical help, investigators, aides and other personnel and help, either on a full-time, part-time, fee or contractual basis, as shall be deemed by the Commissioner necessary, expedient, convenient or appropriate to the performance or carrying out of any of the purposes, objectives or provisions of this Code, or to assist the Commissioner in the performance of official duties and functions.
- 4. Cause investigations, inquiries and inspections to be made, and hold hearings and issue orders pursuant to the provisions of the Administrative Procedures Act, to enforce and make effective the provisions of this Code, and all rules and standards adopted by the State Board of Health pursuant to law and the Commissioner or the

representative of the Commissioner shall have the right of access to any premises for such purpose at any reasonable time, upon presentation of identification.

- 5. Authorize persons in the State Department of Health to conduct investigations, inquiries and hearings, and to perform other acts that the Commissioner is authorized or required to conduct or perform personally.
- 6. Except as otherwise provided by law, all civil and criminal proceedings under this Code shall be initiated and prosecuted by the district attorney where the violation takes place.
- 7. Issue subpoenas for the attendance of witnesses and the production of books and records at any hearing to be conducted by the Commissioner or the State Board of Health; and if a person disobeys any such subpoena, or refuses to give evidence before, or to allow books and records to be examined by, the Commissioner or the Board after such person is directed to do so, the Commissioner may file a contempt proceeding in the district court of the county in which the premises involved are situated, or, if no premises are involved, of the county in which such person resides or has a principal place of business, and a judge of such court, after a trial de novo, may punish the offending person for contempt.
- 8. Unless otherwise required by the terms of a federal grant, sell, exchange or otherwise dispose of personal property that has been acquired by the State Department of Health, or any of its

- components, when such property becomes obsolete or is no longer needed; any money derived therefrom shall be deposited in the Public Health Special Fund.
 - 9. Sell films, educational materials, biological products and other items produced by the State Department of Health; and all proceeds therefrom shall be deposited in the Public Health Special Fund.

- 10. Revoke or cancel, or suspend for any period up to one (1) year, any license or permit issued under or pursuant to this Code, or by the Commissioner, when the Commissioner determines that ground therefor as prescribed by this Code exists, or that the holder of such license or permit has violated any law, or any of the provisions of this Code, or any rules or standards of the State Board of Health filed with the Secretary of State, but the Commissioner shall first afford the holder an opportunity to show cause why the license or permit should not be revoked, canceled or suspended, notice of such opportunity to be given by certified United States Mail to the holder of the license or permit at the last-known address of such holder.
- 11. Accept, use, disburse and administer grants, allotments, gifts, devises, bequests, appropriations and other monies and property offered or given to the State Department of Health, or any component or agency thereof, by any agency of the federal government, or any corporation or individual.

matters relating to public health which require or authorize cooperation of the State of Oklahoma with the federal government or any agency thereof; coordinate the activities of the State Department of Health with those of the federal government or any department or agency thereof, and with other states, on matters pertaining to public health, and enter into agreements for such purpose, and may accept, use, disburse and administer, for the office of the Commissioner or for the State Department of Health, for any purpose designated and on the terms and conditions thereof, grants of money, personnel and property from the federal government or any department or agency thereof, or from any state or state agency, or from any other source, to promote and carry on in this state any program relating to the public health or the control of disease, and enter into agreements for such purposes.

- 13. The State Commissioner of Health may appoint commissioned peace officers, certified by the Council on Law Enforcement Education and Training, to investigate violations of the Public Health Code and to provide security to Department facilities.
- 20 SECTION 5. AMENDATORY 63 O.S. 2011, Section 5007, is 21 amended to read as follows:

Section 5007. A. There is hereby created the Oklahoma Health
Care Authority Board. On and after July 1, 1994, as the terms of
the initially appointed members expire, the Board shall be composed

of seven appointed members who shall serve for terms of four (4)
years and shall be appointed as follows:

- 1. Two members shall be appointed by the President Pro Tempore of the Senate;
- 2. Two members shall be appointed by the Speaker of the House of Representatives; and
- 3. Three members shall be appointed by the Governor. Two of the members appointed by the Governor shall be consumers.
- B. Members appointed pursuant to this paragraph, with the exception of the consumer members, shall include persons having experience in medical care, health care services, health care delivery, health care finance, health insurance and managed health care. Consumer members shall have no financial or professional interest in medical care, health care services, health care delivery, health finance, health insurance or managed care. In making the appointments, the appointing authority shall also give consideration to urban, rural, gender and minority representation.
- C. 1. As the terms of office of members appointed before July 1, 1995, expire, appointments made on or after July 1, 1995, shall be subject to the following requirements:
 - a. One member appointed by the Governor shall be a resident of the First Congressional District. The term of office of the member appointed by the Governor

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and serving as of the effective date of this act shall expire on September 1, 2003;

- b. One member appointed by the President Pro Tempore of
 the Senate shall be a resident of the Second

 Congressional District and a consumer. The term of
 office of the member appointed by the President Pro
 Tempore of the Senate and serving as of the effective
 date of this act shall expire on September 1, 1999;
- the Senate shall be a resident of the Third

 Congressional District. The term of office of the member appointed by the President Pro Tempore of the Senate and serving as of the effective date of this act shall expire on September 1, 2004;
- d. One member appointed by the Speaker of the House of
 Representatives shall be a resident of the Fourth

 Congressional District. The term of office of the
 member appointed by the Speaker of the House of
 Representatives and serving as of the effective date
 of this act shall expire on September 1, 2001;
- e. One member appointed by the Speaker of the House of

 Representatives shall be a resident of the Fifth

 Congressional District and a consumer. The term of

 office of the member appointed by the Speaker of the

House of Representatives and serving as of the

effective date of this act shall expire on September

1, 1998;

- f. One member appointed by the Governor shall be a resident of the Sixth Congressional District and a consumer. The term of office of the member appointed by the Governor and serving as of the effective date of this act shall expire on September 1, 2000; and g. The second consumer member appointed by the Governor shall be appointed at large. The term of office of
- shall be appointed at large. The term of office of the member appointed by the Governor and serving as of the effective date of this act shall expire on September 1, 2002.
- 2. Appointments made subsequent to the effective date of this act shall not be restricted to any particular congressional district. Appointments made after July 1 of the year in which a redrawing of a congressional district becomes effective shall be from the state at large. However, no appointments may be made after July 1 of the year in which such modification becomes effective if such appointment would result in more than two members serving from the same modified district.

D. The terms of the members serving on the Board as of the effective date of this act July 1, 1998, shall expire on September 1 of the year in which the respective terms expire. Thereafter, as

new terms begin, members shall be appointed to four-year staggered terms which shall expire on September 1. Should a member serve less than a four-year term, the term of office of the member subsequently appointed shall be for the remainder of the four-year term.

E. On and after July 1, 1994, any subsequently appointed administrator of the Authority shall be appointed by the Board. The administrator shall have the training and experience necessary for the administration of the Authority, as determined by the Board, including, but not limited to, prior experience in the administration of managed health care. The administrator shall serve at the pleasure of the Board.

- F. D. The Board shall have the power and duty to:
- Establish the policies of the Oklahoma Health Care
 Authority;
 - 2. Appoint the Administrator of the Authority;
- 3. Adopt and promulgate rules as necessary and appropriate to carry out the duties and responsibilities of the Authority. The Board shall be the rulemaking body for the Authority; and
- 4. 3. Adopt, publish and submit by January 1 of each year to the Governor, the President Pro Tempore of the Senate, and the Speaker of the House of Representatives appropriate administrative policies and the business plan for that year. All actions governed by said administrative policies and annual business plan shall be examined annually in an independent audit.

G. E. 1. A vacancy in a position shall be filled in the same manner as provided in subsection A of this section.

- 2. A majority of the members of the Board shall constitute a quorum for the transaction of business and for taking any official action. Official action of the Board must have a favorable vote by a majority of the members present.
- 3. Members appointed pursuant to subsection A of this section shall serve without compensation but shall be reimbursed for expenses incurred in the performance of their duties in accordance with the State Travel Reimbursement Act.
- $H. \ F.$ The Board and the Authority shall act in accordance with the provisions of the Oklahoma Open Meeting Act, the Oklahoma Open Records Act and the Administrative Procedures Act.
- SECTION 6. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 5031 of Title 63, unless there is created a duplication in numbering, reads as follows:
- A. The Governor shall have the power and duty to appoint a Director who shall serve as executive and administrative officer of the Oklahoma Health Care Authority. The Director shall be appointed wholly on the basis of ability, training and experience qualifying him or her for health care administration. The Director shall serve, subject to the confirmation of the Senate, at the pleasure of the Governor. The salary of the Director shall be fixed by the Governor.

B. The Director shall cooperate with the federal Department of Health and Human Services, or other similar agencies created by Congress, in any reasonable manner as may be necessary to qualify for federal aid to states in providing assistance to needy persons in conformity with the provisions of the laws of this state, including the making of reports in the form and containing information as a federal agency may from time to time require, and shall comply with any other similar federal agency requirements necessary to ensure the correctness and verification of the reports.

- C. The Director shall compile an annual report, not later than four (4) months after the close of each fiscal year. The report shall be presented to the Governor, the President Pro Tempore of the Senate and the Speaker of the House of Representatives. Annual reports shall provide information about the operations and programs administered by the Authority and shall include, but shall not be limited to:
- 1. Statistical information regarding services provided and the number of persons served by Authority programs;
- 2. Financial data, including a reasonable amount of detailed information regarding revenues and expenditures, and a breakdown and comparison of the Authority budget with actual expenditures;
 - 3. Status of the workforce and productivity of the Authority;
- 4. Information about Authority efforts to ensure program accountability and service delivery quality and integrity;

5. Demographic data and trends and their anticipated impact on demand for services; and 6. Information regarding public and private institution-based services. SECTION 7. This act shall become effective July 1, 2018. SECTION 8. It being immediately necessary for the preservation of the public peace, health or safety, an emergency is hereby declared to exist, by reason whereof this act shall take effect and be in full force from and after its passage and approval. 56-2-2503 LB 1/18/2018 10:36:15 AM

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