GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1995

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SENATE BILL 864 Second Edition Engrossed 5/9/95

Short Title: Adult Care Home Req./Rules/AB. Sponsors: Senators Cochrane, Parnell, Speed, and Carpenter.	(Public)

April 26, 1995

A BILL TO BE ENTITLED

AN ACT TO REQUIRE ADULT CARE HOMES TO SUBMIT ANNUAL AUDITED
REPORTS OF ACTUAL COSTS AND TO REQUIRE THE DEPARTMENT OF
HUMAN RESOURCES TO ADOPT RULES TO ENSURE QUALITY OF CARE IN
ADULT CARE HOMES.
The General Assembly of North Carolina enacts:

Section 1. (a) G.S. 131D-3 and G.S. 131D-4 are repealed.

(b) Article 1 of Chapter 131D is amended by inserting a new section to read:

"§ 131D-4.1. Adult care homes; annual audited reports of actual costs.

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Adult care homes, other than family care homes, licensed pursuant to this Chapter, to Chapter 122C of the General Statutes, and to Chapter 131E of the General Statutes shall submit annual audited reports of actual costs to the Department of Human Resources, in accordance with rules adopted by the Department. Facilities that do not receive State/County Special Assistance or Medicaid personal care are exempt from the reporting requirements of this section. Family care homes shall submit annual cost reports to the Department of Human Resources, in accordance with rules adopted by the Department.

Effective March 1, 1996, the first audited cost report for the period from January 1, 1995, through September 30, 1995, shall be due. Thereafter, the annual reporting period

shall be October 1 through September 30, with the annual report due by the following March 1.

The report documentation shall be used to adjust the adult care home rate annually, an adjustment that is in addition to the annual standard adjustment for inflation as determined by the Office of State Budget and Management.

"§ 131D-4.2. Adult care home rules.

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The Department of Human Resources shall adopt rules for the rate-setting methodology and audited cost reports in accordance with G.S. 143B-10. Rules for standard set of services, client assessment, monitoring, enforcement, staff training, standard case management, and other rules necessary to ensure that quality care is provided all residents in adult care homes shall be adopted in accordance with G.S. 143B-153. All implementing rules shall be adopted as emergency rules in accordance with Chapter 150B of the General Statutes. These rules shall be in effect no later than January 1, 1996. Rules adopted for domiciliary care facilities prior to this date that are not in conflict with rules adopted for adult care homes and that are not amended or repealed, remain in effect for adult care homes."

- Sec. 2. G.S. 143B-153(3) reads as rewritten:
- "(3) The Social Services Commission shall have the power and duty to establish and adopt standards:
 - a. For the inspection and licensing of maternity homes as provided by G.S. 131D-1;
 - b. For the inspection and licensing of domiciliary adult care homes for aged or disabled persons as provided by G.S. 131D-2(b) and for personnel requirements of staff employed in domiciliary adult care homes. Any proposed personnel requirements that would impose additional costs on owners of domiciliary adult care homes shall be reviewed by the Joint Legislative Commission on Governmental Operations before they are adopted; adopted and for the eligibility criteria for persons currently and prospectively residing in adult care homes;
 - c. For the inspection and licensing of child-care institutions as provided by G.S. 131D-10.5;
 - d. For the inspection and operation of jails or local confinement facilities as provided by G.S. 153A-220 and Article 2 of Chapter 131D of the General Statutes of the State of North Carolina;
 - e. Repealed by Session Laws 1981, c. 562, s. 7.
 - f. For the regulation and licensing of charitable organizations, professional fund-raising counsel and professional solicitors as provided by Chapter 131D of the General Statutes of the State of North Carolina."
- Sec. 3. Prior to June 30, 1999, the Department shall evaluate the effects of this act and shall report to the Joint Legislative Commission on Governmental Operations on the feasibility of continuing the requirements established in this act.

1 Sec. 4. This act is effective upon ratification.