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2	2011 GENERAL SESSION				
3	STATE OF UTAH				
4	Chief Sponsor: J. Stuart Adams				
5	House Sponsor:				
6					
7	LONG TITLE				
8	General Description:				
9	This bill amends provisions of the Utah Human Services Code by requiring the				
10	Division of Substance Abuse and Mental Health to issue a request for proposals for a				
11	private entity to operate the state hospital.				
12	Highlighted Provisions:				
13	This bill:				
14	requires the Division of Substance Abuse and Mental Health (division) to report to				
15	Health and Human Services Interim Committee when the division determines				
16	that it is feasible for the state hospital to be decentralized and administered at the				
17	local level by being integrated with, and becoming a part of, community mental				
18	health services;				
19	requires that, on or before August 1, 2011, the division shall, in consultation with				
20	the Privatization Policy Board, issue a request for proposals for a private entity to $\$ \rightarrow$ , under the				
20a	direction and control of the division:				
21	$\bullet$ $\bullet$ administer the state hospital $\bullet$ $\bullet$ [, under the direction and control of the division]; or				
21a	<ul> <li>administer the state hospital in partnership with the division  ;</li> </ul>				
22	<ul> <li>describes requirements relating to the request for proposals;</li> </ul>				
23	requires the division to award a contract to operate the state hospital to an entity that				
24	complies with the criteria described in this bill; and				
25	<ul><li>makes technical changes.</li></ul>				

STATE HOSPITAL AMENDMENTS



None

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**Money Appropriated in this Bill:** 

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28	Other Special Clauses:
29	None
30	<b>Utah Code Sections Affected:</b>
31	AMENDS:
32	62A-15-603, as renumbered and amended by Laws of Utah 2002, Fifth Special Session,
33	Chapter 8
34	
35	Be it enacted by the Legislature of the state of Utah:
36	Section 1. Section <b>62A-15-603</b> is amended to read:
37	62A-15-603. Administration of state hospital Division Authority.
38	(1) The administration of the state hospital is vested in the division where it shall
39	function and be administered as a part of the state's comprehensive mental health program and,
40	to the fullest extent possible, shall be coordinated with local mental health authority programs.
41	[When it becomes feasible the board may direct that the] The division shall report to the Health
42	and Human Services Interim Committee when the division determines that it is feasible for the
43	state hospital to be decentralized and administered at the local level by being integrated with,
44	and becoming a part of, the community mental health services.
45	(2) The division shall succeed to all the powers, discharge all the duties, and perform
46	all the functions, duties, rights, and responsibilities pertaining to the state hospital which by
47	law are conferred upon it or required to be discharged or performed. However, the functions,
48	powers, duties, rights, and responsibilities of the division and of the board otherwise provided
49	by law and by this part apply.
50	(3) Supervision and administration of security responsibilities for the state hospital is
51	vested in the division. The executive director shall designate, as special function officers,
52	individuals to perform special security functions for the state hospital that require peace officer
53	authority. These special function officers may not become or be designated as members of the
54	Public Safety Retirement System.
55	(4) Directors of mental health facilities that house involuntary detainees or detainees
56	committed pursuant to judicial order may establish secure areas, as prescribed in Section

(5) The division shall, on or before August 1, 2011, in consultation with the

76-8-311.1, within the mental health facility for the detainees.

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59 Privatization Policy Board, created in Section 63I-4-201, issue a request for proposals for a 60 private entity to administer the state hospital, under the direction and control of the division. (6) The request for proposals shall: 61 62 (a) allow for options of operating the state hospital at: 63 (i) a state owned facility; or 64 (ii) a facility owned, built, or leased by the private entity that administers the state hospital; 65 65a \$→ (b) allow for options of operating the state hospital through a partnership between a 65b private entity and the division;  $[(b)](c) \leftarrow \hat{S}$  ensure that the successful responder will operate the state hospital: 66

(i) at a cost that is at or below the cost to the state of operating the state hospital; and

(1) at a cost that is at or below the cost to the state of operating the state hospital; and

(ii) in a manner that is in compliance with federal and state law and regulations; and

 $\hat{S} \rightarrow [\underline{(c)}]$  (d)  $\leftarrow \hat{S}$  ensure that the division will have complete access to, at any time:

(i) inspect the facility at which the state hospital will be operated;

71 (ii) interview patients at the state hospital; and

(iii) inspect records of the entity that operates the facility that relate to the facility.

(7) The division shall award a contract to operate the state hospital to an entity that

74 <u>complies with the criteria described in this section.</u>

Legislative Review Note as of 2-14-11 1:03 PM

02-15-11 6:12 AM

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Office of Legislative Research and General Counsel

S.B. 253

S.B. 253

SHORT TITLE: State Hospital Amendments

SPONSOR: Adams, J. S.

2011 GENERAL SESSION, STATE OF UTAH

## STATE GOVERNMENT (UCA 36-12-13(2)(b))

Enactment of this bill will cost the Division of Substance Abuse and Mental Health \$123,800 one-time General Fund in FY 2011 for issuing and analyzing a request for proposals for a private entity to administer the state hospital under the direction and control of the division. Enactment of this bill will also cost the division \$41,300 one-time General Fund for the same purpose in FY 2012. Any additional costs or savings associated with enactment of this bill will only result from a successful award due to a entity that complies with the criteria described in the bill, including ensuring that the entity operate the state hospital at a cost that is at or below the cost to the state of operating the state hospital.

STATE BUDGET DETAIL TABLE	FY 2011	FY 2012	FY 2013
Revenue	\$0	\$0	\$0
Expenditure:			
General Fund, One-Time	\$123,800	\$41,200	\$0
Total Expenditure	\$123,800	\$41,200	\$0
Net Impact, All Funds (RevExp.)	(\$123,800)	(\$41,200)	\$C
Net Impact, General/Education Funds	(\$123,800)	(\$41,200)	\$C

## LOCAL GOVERNMENTS (UCA 36-12-13(2)(c))

Enactment of this bill likely will not result in direct, measurable costs for local governments.

DIRECT EXPENDITURES BY UTAH RESIDENTS AND BUSINESSES (UCA 36-12-13(2)(d)) Enactment of this bill likely will not result in direct, measurable expenditures by Utah residents or businesses.

2/22/2011, 11:53 AM, Lead Analyst: Jardine, S./Attorney: TRV

Office of the Legislative Fiscal Analyst