1	AN ACT establishing the Kentucky Rare Disease Advisory Council and making an
2	appropriation therefor.
3	WHEREAS, a rare disease, sometimes called an orphan disease, is defined as a
4	disease that affects fewer than 200,000 people; and
5	WHEREAS, there are 7,000 known rare diseases affecting approximately 30
6	million men, women, and children in the United States; and
7	WHEREAS, while the exact cause for many rare diseases remains unknown, 80
8	percent of rare diseases are genetic in origin and can be linked to mutations in a single
9	gene or in multiple genes which can be passed down from generation to generation; and
10	WHEREAS, challenges to a person who has a rare disease include delays in
11	obtaining a diagnosis, misdiagnosis, shortages of medical specialists who can provide
12	treatment, and lack of access to therapies and medication used to treat rare diseases but
13	not approved by the Federal Food and Drug Administration for that purpose; and
14	WHEREAS, researchers have made considerable progress in developing diagnostic
15	tools and treatment protocols and in discovering methods of prevention, but much more
16	remains to be accomplished in the search and development of new therapeutics; and
17	WHEREAS, an advisory council composed of qualified professionals and persons
18	living with rare diseases could educate medical professionals, government agencies, and
19	the public about rare diseases as an important public health issue and encourage and
20	secure funding for research for the development of new treatments for rare diseases;
21	NOW, THEREFORE,
22	Be it enacted by the General Assembly of the Commonwealth of Kentucky:
23	→SECTION 1. A NEW SECTION OF KRS CHAPTER 211 IS CREATED TO
24	READ AS FOLLOWS:
25	(1) The Kentucky Rare Disease Advisory Council is established to advise the General
26	Assembly and state departments, agencies, commissions, authorities, and private
27	agencies that provide services for individuals diagnosed with a rare disease.

Page 1 of 12
SB000740.100 - 136 - XXXX Senate Committee Substitute

1	(2)	The Kentucky Rare Disease Advisory Council shall be composed of the following
2		members appointed by the Governor:
3		(a) Two (2) physicians licensed to practice in Kentucky who have expertise in
4		treating patients with rare diseases, one (1) of whom shall be a pediatrician;
5		(b) One (1) advanced practice registered nurse licensed to practice in Kentucky
6		who has expertise in providing care to patients with rare diseases;
7		(c) Two (2) representatives of hospitals in Kentucky;
8		(d) One (1) representative of the health care insurance industry in Kentucky;
9		(e) One (1) representative of the biopharmaceutical industry;
10		(f) One (1) representative of the scientific community who is engaged in rare
11		disease research;
12		(g) Two (2) parents whose child or children have been diagnosed with a rare
13		<u>disease;</u>
14		(h) Two (2) persons with a rare disease;
15		(i) Two (2) representatives of Kentucky patient advocacy organizations;
16		(j) The commissioner of the Department for Public Health; and
17		(k) Any additional at-large appointments that may be necessary to carry out the
18		council's duties and may be appointed on an ad hoc basis.
19	<u>(3)</u>	After the initial appointments, members of the Kentucky Rare Disease Advisory
20		Council shall serve terms of four (4) years, beginning on the day of the
21		Governor's appointment. Members shall be eligible to succeed themselves and
22		shall serve until their successors are appointed.
23	<u>(4)</u>	Members of the Kentucky Rare Disease Advisory Council shall not be paid for
24		their service as council members, and shall not be reimbursed for any expenses
25		involved in attending council meetings.
26	<u>(5)</u>	The Kentucky Rare Disease Advisory Council shall elect a chair and a vice chair
27		from its members who shall serve in those capacities until replaced. A majority of

Page 2 of 12
SB000740.100 - 136 - XXXX Senate Committee Substitute

1		the council members shall constitute a quorum for the purposes of conducting		
2		business. The council shall be subject to the provisions of the Kentucky Open		
3		Records Act, KRS 61.870 to 61.884.		
4	<u>(6)</u>	The Kentucky Rare Disease Advisory Council shall meet at least three (3) times		
5		annually, when any special-called meeting by the chair occurs, and at the request		
6		of the secretary of the Cabinet for Health and Family Services. The council shall		
7		receive assistance in carrying out its administrative functions from the Cabinet		
8		for Health and Family Services and shall be attached to the Cabinet for Health		
9		and Family Services for administrative purposes.		
10	<u>(7)</u>	Prior to the appointment of members to the council, the Cabinet for Health and		
11		Family Services shall research and report to the General Assembly on existing		
12		sources of funding that may be used to finance the formation and operation of		
13		the council.		
14	<u>(8)</u>	After members are appointed to the council, the council shall apply for, and		
15		accept, any grant of money from the federal government, private foundations, or		
16		other sources that may be available for programs related to rare diseases.		
17		→SECTION 2. A NEW SECTION OF KRS CHAPTER 211 IS CREATED TO		
18	REA	AD AS FOLLOWS:		
19	<u>The</u>	Kentucky Rare Disease Advisory Council shall:		
20	<u>(1)</u>	Research and determine the most appropriate methods to collect thorough and		
21		complete information on rare diseases in Kentucky and other information as the		
22		council deems necessary and appropriate to collect;		
23	<u>(2)</u>	Research and identify priorities relating to the quality, cost-effectiveness, and		
24		access to treatment and services provided to persons with rare diseases and		
25		develop related policy recommendations;		
26	<u>(3)</u>	Identify best practices for rare disease care from other states and at the national		
27		level that may improve rare disease care in Kentucky;		

Page 3 of 12 SB000740.100 - 136 - XXXX Senate Committee Substitute

1	<u>(4)</u>	Develop effective strategies to raise public awareness of rare diseases in
2		Kentucky;
3	<u>(5)</u>	Ensure that the duties of the council are carried out in a manner that is
4		coordinated and compatible with similar research being conducted at the state
5		and federal levels; and
6	<u>(6)</u>	Report biennially on its activities, findings, and recommendations relating to the
7		quality, cost-effectiveness, and access to treatment and services for persons with
8		rare diseases in Kentucky to the Cabinet for Health and Family Services and the
9		General Assembly.
10		→ SECTION 3. A NEW SECTION OF KRS CHAPTER 211 IS CREATED TO
11	REA	AD AS FOLLOWS:
12	<u>(1)</u>	There is created a rare disease trust fund, administered by the Cabinet for Health
13		and Family Services.
14	<u>(2)</u>	The rare disease trust fund may receive appropriations, federal funds,
15		contributions, gifts, and donations.
16	<u>(3)</u>	The purpose of the rare disease trust fund shall be to finance the operation of the
17		council and to support rare disease research and treatment for Kentucky patients.
18	<u>(4)</u>	Notwithstanding KRS 45.229, moneys remaining in the fund at the close of a
19		fiscal year shall not lapse but shall carry forward into the succeeding fiscal year.
20		Interest earned on any moneys in the fund shall accrue to the fund. Amounts
21		from the fund shall be disbursed and expended in accordance with this section.
22	<u>(5)</u>	The Cabinet for Health and Family Services shall submit on an annual basis a
23		report detailing all expenditures under this section to the Rare Disease Advisory
24		Council and the General Assembly.
25		→ SECTION 4. A NEW SECTION OF KRS CHAPTER 211 IS CREATED TO
26	REA	AD AS FOLLOWS:
27	(1)	The Kentucky Rare Disease Council shall cease to exist on December 1, 2028,

 $Page\ 4\ of\ 12$ SB000740.100 - 136 - XXXX Senate Committee Substitute

unless otherwise reestablished by the General Assembly.

2 (2) If the General Assembly does not reestablish the Kentucky Rare Disease Council,

3 any moneys remaining in the trust fund established in Section 3 of this Act on

- December 1, 2028, shall be deposited in the general fund.
- 5 → Section 5. KRS 79.080 is amended to read as follows:

1

4

14

15

16

17

18

19

20

21

22

23

24

25

26

27

(2)

- 6 The term "health maintenance organization" for the purposes of this section, means (1) 7 a health maintenance organization as defined in KRS 304.38-030, which has been licensed by the Cabinet for Health and Family Services [Kentucky Health Facilities 8 9 and Health Services Certificate of Need and Licensure Board and issued a 10 certificate of authority by the Department of Insurance as a health maintenance 11 organization and which is qualified under the requirements of the United States 12 Department of Health, Education and Welfare, except as provided in subsection (4) 13 of this section.
 - Cities of all classes, counties, and urban-county governments and the agencies of cities, counties, charter county, and urban-county governments are authorized to establish and operate plans for the payment of retirement, disability, health maintenance organization coverage, or hospitalization benefits to their employees and elected officers, and health maintenance organization coverage or hospitalization benefits to the immediate families of their employees and elected officers. The plan may require employees to pay a percentage of their salaries into a fund from which coverage or benefits are paid, or the city, county, charter county, urban-county government, or agency may pay out of its own funds the entire cost of the coverage or benefits. A plan may include a combination of contributions by employees and elected officers and by the city, county, charter county, urban-county government, or agency into a fund from which coverage or benefits are paid, or it may take any form desired by the city, county, charter county, urban-county government, or agency. Each city, county, charter county, urban-county

Page 5 of 12
SB000740.100 - 136 - XXXX
Senate Committee Substitute

government, or agency may make rules and regulations and do all other things necessary in the establishment and operation of the plan.

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

- (3) Cities of all classes, counties, charter counties, urban-county governments, the agencies of cities, counties, charter counties, and urban-county governments, and all other political subdivisions of the state may provide disability, hospitalization, or other health or medical care coverage to their officers and employees, including their elected officers, through independent or cooperative self-insurance programs and may cooperatively purchase the coverages.
 - (4) Any city, county, charter county, or urban-county government which is a contributing member to any one (1) of the retirement systems administered by the state may participate in the state health insurance coverage program for state employees as defined in KRS 18A.225 to 18A.229. Should any city, county, charter county, or urban-county government opt at any time to participate in the state health insurance coverage program, it shall do so for a minimum of three (3) consecutive years. If after the three (3) year participation period, the city, county, charter county, or urban-county government chooses to terminate participation in the state health insurance coverage program, it will be excluded from further participation for a period of three (3) consecutive years. If a city, county, charter county, or urbancounty government, or one (1) of its agencies, terminates participation of its active employees in the state health insurance coverage program and there is a state appropriation for the employer's contribution for active employees' health insurance coverage, neither the unit of government, or its agency, nor the employees shall receive the state-funded contribution after termination from the state employee health insurance program. The three (3) year participation and exclusion cycles shall take effect each time a city, county, charter county, or urban-county government changes its participation status.
 - (5) Any city, county, charter county, urban-county government, or other political

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

subdivision of the state which employs more than twenty-five (25) persons and which provides hospitalization benefits or health maintenance organization coverage to its employees and elected officers, shall annually give its employees an option to elect either standard hospitalization benefits or membership in a qualified health maintenance organization which is engaged in providing basic health services in a health maintenance service area in which at least twenty-five (25) of the employees reside; except that if any city, county, charter county, urban-county government, or agencies of any city, county, charter county, urban-county government, or any other political subdivision of the state which does not have a qualified health maintenance organization engaged in providing basic health services in a health maintenance service area in which at least twenty-five (25) of the employees reside, the city, county, charter county, urban-county government, or agencies of the city, county, charter county, urban-county government, or any other political subdivision of the state may annually give its employees an option to elect either standard hospitalization benefits or membership in a health maintenance organization which has been licensed by the Kentucky Health Facilities and Health Services Certificate of Need and Licensure Board and issued a certificate of authority by the Department of Insurance as a health maintenance organization and which is engaged in providing basic health services in a health maintenance service area in which at least twenty-five (25) of the employees reside. Any premium due for health maintenance organization coverage over the amount contributed by the city, county, charter county, urban-county government, or other political subdivision of the state which employs more than twenty-five (25) persons for any other hospitalization benefit shall be paid by the employee.

(6) If an employee moves his place of residence or employment out of the service area of a health maintenance organization, under which he has elected coverage, into either the service area of another health maintenance organization or into an area of

the state not within a health maintenance organization service area, the employee shall be given an option, at the time of the move or transfer, to elect coverage either by the health maintenance organization into which service area he moves or is transferred or to elect standard hospitalization coverage offered by the employer.

- (7) Any plan adopted shall provide that any officer or member of a paid fire or police department who has completed five (5) years or more as a member of the department, but who is unable to perform his duties by reason of heart disease or any disease of the lungs or respiratory tract, is presumed to have contracted his disease while on active duty as a result of strain or the inhalation of noxious fumes, poison or gases, and shall be retired by the pension board under terms of the pension system of which he is a member, if the member passed an entrance physical examination and was found to be in good health as required.
- 13 (8) The term "agency" as used herein shall include boards appointed to operate 14 waterworks, electric plants, hospitals, airports, housing projects, golf courses, parks, 15 health departments, or any other public project.
 - (9) After August 1, 1988, except as permitted by KRS 65.156, no new retirement plan shall be created pursuant to this section, and cities which were covered by this section on or prior to August 1, 1988, shall participate in the County Employees Retirement System effective August 1, 1988. Any city, county, charter county, urban-county, or agency thereof which provided a retirement plan for its employees, pursuant to this section, on or prior to August 1, 1988, shall place employees hired after August 1, 1988, in the County Employees Retirement System. The city, county, charter county, urban-county, or agency thereof shall offer employees hired on or prior to August 1, 1988, membership in the County Employees Retirement System under the alternate participation plan as described in KRS 78.530(3), but such employees may elect to retain coverage under this section.
- → Section 6. KRS 200.480 is amended to read as follows:

1 The Commission for Children with Special Health Care Needs shall [make a biennial

- 2 | report[to the Governor showing] the amount of money received and expended and a
- detailed statement of its activities upon request to the Governor and the General
- 4 Assembly [for such period. A copy of such report shall be furnished each member of the
- 5 General Assembly at its first session following the filing of such report with the
- 6 Governor].
- 7 → Section 7. KRS 216.577 is amended to read as follows:
- 8 Upon a finding that conditions in a long-term care facility constitute a Type A violation,
- 9 and the licensee fails to correct the violation within the time specified for correction by
- 10 the cabinet, the secretary shall take at least one (1) of the following actions with respect to
- the facility in addition to the issuance of a citation, or the assessment of a civil penalty
- 12 therefor:
- 13 (1) Institute proceedings to obtain an order compelling compliance with the regulations,
- standards, or requirements as set forth by the *Cabinet for Health and Family*
- 15 Services Kentucky Health Facilities and Health Services Certificate of Need and
- 16 <u>Licensure Board</u>, the provisions of KRS 216.510 to 216.525, or applicable federal
- laws and regulations governing the certification of a long-term care facility under
- Title 18 or 19 of the Social Security Act;
- 19 (2) Institute injunctive proceedings in Circuit Court to terminate the operation of the
- 20 facility; or
- 21 (3) Selectively transfer residents whose care needs are not being adequately met by the
- long-term care facility.
- → Section 8. KRS 216.935 is amended to read as follows:
- As used in KRS 216.935 to 216.939, unless the context requires otherwise:
- 25 (1) "Home health aide" means an individual who is hired to perform home health aide
- services.
- 27 (2) "Home health agency" means a public agency or private organization, or a

1		subdivision of such an agency or organization which is licensed as a home health				
2		agency by the Cabinet for Health and Family Services [Kentucky Health Facilities				
3		and	and Health Services Certificate of Need and Licensure Board] and is certified to			
4		participate as a home health agency under Title XVIII of the Social Security Act.				
5	(3)	"Home health aide services" means those services provided by a home health aide				
6		and supervised by a registered nurse which are directed towards the personal care of				
7		the p	the patient. Such services shall include, but not be limited to, the following:			
8		(a)	Helping the patient with bath and care of mouth, skin, and hair;			
9		(b)	Helping the patient to the bathroom or in using a bedpan;			
10		(c)	Helping the patient in and out of bed and assisting with ambulation;			
11		(d)	Helping the patient with prescribed exercises which the patient and home			
12			health aide have been taught by appropriate professional personnel;			
13		(e)	Assisting with medication ordinarily self-administered that has been			
14			specifically ordered by a physician or advanced practice registered nurse;			
15		(f)	Performing incidental household services as are essential to the patient's			
16			health care at home, if these services would have been performed if the patient			
17			was in a hospital or skilled nursing facility; and			
18		(g)	Reporting changes in the patient's condition or family situation to the			
19			professional nurse supervisor.			
20	(4)	"Nurse aide" means an individual, including a nursing student, medication aide, a				
21		a pe	a person employed through a nursing pool, who provides nursing or nursing related			
22		services to a resident in a nursing facility or home health agency, excluding:				
23		(a)	An individual who is a licensed health professional;			
24		(b)	A volunteer who provides the nursing or nursing-related services without			
25			monetary compensation; and			
26		(c)	A person who is hired by the resident or family to sit with the resident and			
27			who does not perform nursing or nursing-related services.			

Page 10 of 12 SB000740.100 - 136 - XXXX Senate Committee Substitute

- Section 9. KRS 211.670 is amended to read as follows:
- All lists and medical records maintained by hospitals and medical laboratories pursuant to KRS 211.660 shall be confidential. All information collected and analyzed pursuant to KRS 211.660 and 211.665 shall be held confidential as to the identity of the individual patient. Staff of the cabinet, the department, or its designee may use the information to notify parents of available medical care and other services available for the child and family. Further disclosure shall be made only pursuant to the written consent of the child's parent or legal guardian.
- 9 (2) Access to information assembled by the Kentucky birth surveillance registry shall
 10 be limited to the cabinet, the department, or its designee and to qualified persons or
 11 organizations engaged in demographic, epidemiological or other similar studies
 12 related to health and health care provision. A written agreement to maintain
 13 confidentiality shall be required if access is approved for persons other than
 14 representatives of the cabinet.
- 15 (3) The department shall maintain a record of all persons given access to the
 16 information in the Kentucky birth surveillance registry. The record shall include: the
 17 name of the person authorizing access; name, title, and organizational affiliation of
 18 person given access; dates of access; and the specific purpose for which information
 19 is to be used. This record of access shall be open to public inspection during normal
 20 operating hours of the department.
- 21 (4) Information assembled by the Kentucky birth surveillance registry may be disclosed 22 in summary, statistical, or other form which does not identify particular individuals 23 or individual sources of information.
- 24 (5) Any person who, in violation of a written agreement to maintain confidentiality, 25 discloses any information provided under KRS 211.660[and 211.665] may be 26 denied further access to confidential information maintained by the department.
- → Section 10. The following KRS sections are repealed:

Page 11 of 12
SB000740.100 - 136 - XXXX Senate Committee Substitute

1 194A.090 Citizen advisory bodies -- Public Health Services Advisory Council --

- 2 Institute for Aging.
- 3 211.665 Advisory committee -- Duties.
- 4 211.674 Perinatal Advisory Committee -- Membership -- Meetings -- Report.