## STATE OF NEW YORK

9492

## IN ASSEMBLY

March 7, 2022

Introduced by M. of A. ABINANTI -- read once and referred to the Committee on People with Disabilities

AN ACT to amend the mental hygiene law, in relation to the creation of an innovative supportive housing program for persons with a developmental disability who wish and are able to safely reside in such a setting; and to amend the general business law, in relation to creating an exemption from certain filing requirements for residential environments that are formed as cooperative interests in realty for persons receiving services under the innovative supportive housing program

## The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Legislative purpose and findings. The legislature hereby finds and declares as follows:

(a) New York state is currently facing a severe housing crisis for people with developmental disabilities. Staffing shortages for certified housing, commonly referred to as group homes, has put additional pressure on the state to provide homes for people forced out of their group homes. There is an acute need to create alternative and innovative hous-8 ing models, especially for those persons who are able to live more independently and wish to do so.

5

9

- (b) Many persons with developmental disabilities live with a parent or 10 11 parents, a family member, or other similar direct support personnel. 12 However, many such persons wish to live more independently, and would do so if an option existed that included certain basic supports. 13
- (c) Further, although family caregiving is appropriate in many 14 15 instances, a system that relies exclusively on parents and similar 16 direct support personnel to provide a non-institutional living setting is not sustainable. The parent or direct support personnel eventually 18 becomes unable to continue supporting the person who has a developmental 19 disability, due to the direct support personnel's infirmity, death, or 20 other concerns.
- 21 (d) When that happens, the person with a developmental disability has 22 no option but to move to a group home, which is a more restrictive envi-

EXPLANATION -- Matter in italics (underscored) is new; matter in brackets [-] is old law to be omitted.

LBD14727-02-2

A. 9492 2

5

7

8

9

10

11

12

13 14

15

16

17

18

19

20

21

22

23

24 25

26

27

28

29 30

31 32

33

34

35

36

37

39

40

41 42

43

44

45

46 47

48

49 50

51

52

53

55 56

ronment than an innovative supportive housing program. Often, available group homes are located far from the communities in which people have lived their entire lives. Although group homes may be appropriate for some persons with developmental disabilities, they are not appropriate for those persons with disabilities who wish and are able to live more independently. Currently, group homes, even for those who choose to live in that setting, do not number nearly enough to meet the need.

- (e) A system that results in the unnecessary institutionalization of persons with developmental disabilities directly contravenes the spirit of federal law that requires state and local governments to provide people with developmental disabilities opportunities to live in the most integrated setting that is available and appropriate for their needs. It also works a double trauma upon the person with developmental disability, who has no option but to move from their long-time home while, at the same time, grieving the loss of a parent or direct support personnel. At this time, the state of New York offers no practical solution to this crisis.
- (f) Accordingly, there is a need to create new and innovative housing models that maximize independence for persons with developmental disabilities. The state must remain vigilant in its efforts to reduce institutionalization of persons with disabilities. However, the state should not avoid opportunities to provide independent housing options to persons with developmental disabilities, where such persons wish and are able to take advantage of such opportunities, out of concern that a certain number of persons with developmental disabilities living in close proximity automatically qualifies as an "institution."
- (q) Guidance from the federal Centers for Medicare and Medicaid Services ("CMS") has emphasized that there is no cap or percentage that is used to determine whether housing for people with developmental disabilities satisfies the federal standards for what constitutes an institution. Rather, CMS clarified that state and local governments should focus on the experience of the individual with developmental disabilities in that setting.
- (h) Persons with developmental disabilities can in fact live in close proximity in a safe and healthy residential environment integrated into the community, especially when that environment is chosen by the person and augmented with supports that maximize the person's independence and that are less intensive than the services provided in an institutional setting.
- (i) Thus, to maximize the availability of innovative housing settings, this legislation directs the office for people with developmental disabilities ("OPWDD") to create an Innovative Supportive Housing Program that enables persons with developmental disabilities to live more independently, including housing that is owned or leased in their name, or by someone else on behalf of such person or that of a trust established for their benefit, with supports provided through OPWDD, such as availability of shared direct support personnel. In this way, the program will ensure that persons with developmental disabilities are afforded settings that are the most integrated and appropriate for their needs.
- § 2. The mental hygiene law is amended by adding a new section 16.38 to read as follows:

## § 16.38 Innovative supportive housing program.

(a) The office shall develop an innovative supportive housing program 54 that enables persons with a developmental disability to live independently and safely, with support services, including but not limited to staffing support, shared staffing support, and opportunities for social A. 9492

engagement and recreation, in a residential environment. Eligibility for the program shall be determined solely by the person with a developmental disability in collaboration with their service provider and care coordination agencies, and shall be based on the person's ability to live independently and safely, with support services, in their chosen residential environment.

- (b) The innovative supportive housing program established by this section shall enable eligible persons with developmental disabilities to reside in a residential environment, including but not limited to housing that qualifies as a cooperative interest in realty under section three hundred fifty-two-e of the general business law, where an interest in a residence is owned or leased by a person with a developmental disability, or an entity on behalf of such person, including but not limited to a trust established for such person's benefit.
- (c) When establishing the innovative supportive housing program described by this section, in recognition of the right of persons with developmental disabilities to choose the residential environment in which they wish to live and the persons with whom they wish to live, and the requirement that government agencies focus on an individual's expe-rience when determining whether a residential environment is the most integrated and appropriate for their needs, the office shall not estab-lish a maximum number of persons with developmental disabilities who may live in a residential environment when viewed as a whole.
  - (d) The office shall coordinate with the department of health to determine whether an amendment to the state plan authorized by section three hundred sixty-three-a of the social services law or a waiver is required from the federal Centers for Medicare and Medicaid Services ("CMS") to maximize federal financial participation for the program described in this section. If an amendment to the state plan or a waiver is required or desirable, the department of health shall submit such amendment or apply to CMS for such waiver no more than ninety days from the date that this section becomes effective.
  - (e) The office shall coordinate with the department of health to ensure that any state transition plan submitted to CMS that relates to federal regulations governing home and community-based services is written, amended or supplemented to include recognition of the innovative supportive housing program established by this section.
  - (f) The office may conduct public hearings to receive public comment on how residential environments that include innovative supportive housing authorized by this section can best be integrated with the broader community.
  - (g) A residential environment in which persons with developmental disabilities receive services pursuant to the innovative supportive housing program established by this section shall not be considered a community residence, community residential facility for the disabled, supervised living facility, supportive living facility, or any other provider of service requiring an operating certificate under section 16.03 of this article. Nothing in this section shall be interpreted as authorizing an increase in the number of beds approved for a community residence, community residential facility for the disabled, supervised living facility, supportive living facility, or any other provider of service requiring an operating certificate under section 16.03 of this article.
- 54 (h) Residential environments in which persons with developmental disa-55 bilities receive services pursuant to the innovative supportive housing 56 program established by this section shall not discriminate against any

A. 9492 4

12

13 14

15

16 17

18 19

20

21

25

26

27

28

29

35

resident or potential resident based on race, creed, age other than being at least eighteen years of age, color, national origin, sex, disability, marital status, military status, family status, sexual orientation, gender identity or expression, or any other protected character-5 istic under the New York state human rights law; provided, however, that the autism spectrum disorders advisory board established pursuant to 7 section 13.42 of this title may issue guidance with respect to resident selection, including admissions criteria, to ensure such residential 9 environments are predominantly available to persons with developmental 10 disabilities, and provided further that residential environments may 11 adhere to such quidance.

- § 3. Section 352-q of the general business law, as added by chapter 987 of the laws of 1960, is amended to read as follows:
- 352-g. Exemptions. (a) The attorney general, upon application, may exempt from the provisions of sections three hundred fifty-two-e, three hundred fifty-two-f and three hundred fifty-two-h any offerings of securities (1) made to persons not exceeding forty in number or (2) which securities have been fully registered with the securities and exchange commission of the United States of America or have received an exemption therefrom for reasons other than said offering is an intrastate offering to residents of the state of New York only.
- 22 (b) Residential environments that are formed as cooperative interests 23 in realty for persons receiving services under the innovative supportive 24 housing program established by section 16.38 of the mental hygiene law shall be under the sole jurisdiction of the autism spectrum disorders advisory board established pursuant to section 13.42 of the mental hygiene law, and shall be exempt from any filing requirements of section three hundred fifty-two-e of this article for the investment in any residential environments and the conversion of any building, group of 30 buildings or development which are converted to a cooperative interest 31 in realty. The autism spectrum disorders advisory board shall be charged 32 with the exclusive jurisdiction over any disclosure requirements involv-33 ing the initial investment in and initial purchase of an interest in 34 such residential environments.
  - § 4. This act shall take effect immediately.