HLS 17RS-767 ORIGINAL

2017 Regular Session

HOUSE BILL NO. 414

1

BY REPRESENTATIVE LEGER

FEES/LICENSES/PERMITS: Revises license and bed fee amounts for facilities and providers licensed by the La. Department of Health

AN ACT

2 To amend and reenact R.S. 28:35(B) and R.S. 40:1135.4, 1135.8(E)(2), 1135.11, 2006(A)(1) 3 and (2)(introductory paragraph) and (c), (B)(1) and (2)(introductory paragraph), (C), 4 and (E)(1) and (2)(introductory paragraph) and (c), 2120.4(D), 2120.34(F), 2139(A), 5 2166.5(C), and 2198.13, to enact R.S. 40:2006(A)(2)(r) through (x), (B)(2)(i) through (n), (E)(2)(t) through (w), and (F) and 2166.5(D), and to repeal R.S. 6 28:34(C) and 36(B) and R.S. 40:2006(A)(2)(e) and (E)(2)(e) and 2107(A), relative 7 8 to fees assessed on healthcare facilities and providers licensed by the Louisiana 9 Department of Health; to increase license and bed fees for certain facilities and 10 providers; to establish bed fees for certain licensed facilities; and to provide for 11 related matters. 12 Be it enacted by the Legislature of Louisiana: 13 Section 1. R.S. 28:35(B) is hereby amended and reenacted to read as follows: 14 §35. License issuance; application; on-site inspection 15 16 B. Each application for licensure shall be accompanied by a nonrefundable 17 license fee in the amount set by the licensing agency in accordance with R.S. 28:34 18 R.S. 40:2006. 19

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1	Section 2. R.S. 40:1135.4, 1135.8(E)(2), 1135.11, 2006(A)(1) and (2)(introductory
2	paragraph) and (c), (B)(1) and (2)(introductory paragraph), (C), and (E)(1) and
3	(2)(introductory paragraph) and (c), 2120.4(D), 2120.34(F), 2139(A), 2166.5(C), and
4	$2198.13 \ are\ hereby\ amended\ and\ reenacted\ and\ R.S.\ 40:2006(A)(2)(r)\ through\ (x), (B)(2)(i)$
5	through (n), (E)(2)(t) through (w), and (F) and 2166.5(D) are hereby enacted to read as
6	follows:
7	§1135.4. Ambulance services; fees
8	Any person, partnership, corporation, unincorporated association, or other
9	legal entity currently operating or planning to operate an ambulance service shall pay
10	the following fees to the department, as applicable:
11	(1) An initial licensing fee of one hundred fifty three hundred dollars, to be
12	submitted with the initial application for a license.
13	(2) An annual license renewal fee of one hundred three hundred dollars, to
14	be submitted with each annual application for renewal of a license.
15	(3) A delinquent fee of one hundred dollars for failure to timely pay an
16	annual license renewal fee. Such delinquent fee shall be assessed and shall become
17	due and payable at 12:01 a.m. on the thirty-sixth day following the date of the
18	invoice by which the department bills the applicant or licensee for the annual license
19	renewal fee first day following the expiration of the license.
20	(4) A vehicle inspection fee of seventy-five dollars for each ambulance or
21	emergency medical response vehicle, which shall be submitted with the initial
22	application for a license, with each annual application for renewal of a license, and
23	with each application for a permit for a vehicle added to service by the applicant.
24	(5) A delinquent fee of one hundred dollars for each ambulance and
25	emergency medical response vehicle, for failure to timely pay a vehicle inspection
26	fee. Such delinquent fee shall be assessed and shall become due and payable at 12:01
27	a.m. on the thirty-sixth day following the date of the invoice by which the
28	department bills the applicant or licensee for the vehicle inspection fee.
29	(6) (5) A change of address fee of ten dollars for each change of address.

1	(7) (0) A duplicate ficelise fee of tell dollars for each duplicate ficelise.
2	* * *
3	§1135.8. Air ambulance services; licensure
4	* * *
5	E. In order to renew a license for an air ambulance service, the applicant
6	shall:
7	* * *
8	(2) Submit the appropriate fee <u>license fees</u> as provided herein in Subsection
9	B in this Part.
10	* * *
1	§1135.11. Air ambulance services; fees
12	Any person, partnership, corporation, unincorporated association, or other
13	legal entity, currently operating or planning to operate an air ambulance service shall
14	pay the following fees to the department, as applicable:
15	(1) An initial licensing fee of one hundred fifty three hundred dollars, which
16	shall be submitted with the initial application for a license.
17	(2) An annual license renewal fee of one hundred three hundred dollars,
18	which shall be submitted with each annual application for renewal of a license.
19	(3) A delinquent fee of one hundred dollars for failure to timely pay an
20	annual license renewal fee. Such delinquent fee shall be assessed and shall become
21	due and payable at 12:01 a.m. on the thirty-sixth day following the date of the
22	invoice by which the department bills the applicant or licensee for the annual license
23	renewal fee first day following the expiration of the license.
24	(4) An aircraft inspection fee of seventy-five dollars for each aircraft, which
25	shall be submitted with the initial application for a license, with each annual
26	application for renewal of a license, and with each application for a permit for an
27	aircraft added to the service by the applicant.
28	(5) A delinquent fee of twenty-five dollars for each aircraft for failure to
29	timely pay an aircraft inspection fee. Such delinquent fee shall be assessed and shall

1	become due and payable at 12:01 a.m. on the thirty-sixth day following the date of
2	the invoice by which the department bills the applicant or licensee for the aircraft
3	inspection fee.
4	(6) (5) A change of address fee of ten dollars for each change of address.
5	(7) (6) A duplicate license fee of ten dollars for each duplicate license.
6	* * *
7	§2006. Fees; licenses; penalties
8	A.(1) Any person, partnership, corporation, unincorporated association, or
9	other legal entity, currently operating or planning to operate any of the facilities
10	facility or as any provider listed in this Subsection shall be assessed a fee not to
11	exceed six hundred dollars, payable to the Louisiana Department of Health, at the
12	time an application is made to the department, and once a year thereafter for renewal
13	of the license. This fee is for application and renewal of a license only, and is in
14	addition to any other fees that may be assessed according to the laws, rules,
15	regulations, and standards that are applicable to the individual facilities and
16	providers. The fee is set as follows:
17	(a) For a facility or provider that is licensed by the Louisiana Department of
18	Health as of December 31, 2017, the annual licensing fee shall be as follows:
19	(i) Seven hundred dollars per year for a license issued or renewed on or after
20	January 1, 2018 and before January 1, 2019.
21	(ii) Eight hundred dollars per year for a license issued or renewed on or after
22	January 1, 2019 and before January 1, 2020.
23	(iii) Nine hundred dollars per year for a license issued or renewed on or after
24	January 1, 2020 and before January 1, 2021.
25	(iv) One thousand dollars per year for a license issued or renewed on or after
26	January 1, 2021.
27	(b)(i) For a new facility or provider that is initially licensed after
28	December 31, 2017, the annual license fee shall be one thousand dollars per year.

1	(ii) The license fee requirement provided in this Subparagraph shall apply
2	to each facility, provider, or entity which undergoes a change of ownership after
3	December 31, 2017.
4	(2) This Subsection shall apply to any each of the following licensed
5	facilities and providers:
6	* * *
7	(c) Ambulatory surgical center.
8	* * *
9	(r) Pain management clinic.
10	(s) Therapeutic group home.
1	(t) Crisis receiving center.
12	(u) Adult brain injury facility.
13	(v) Forensic supervised transitional residential and aftercare facility.
14	(w) Home- and community-based service provider.
15	(x) Adult residential care provider.
16	B.(1) Any person, partnership, corporation, unincorporated association, or
17	other legal entity currently operating or planning to operate any of the facilities listed
18	in this Subsection shall be assessed an additional application and renewal fee not to
19	exceed five dollars per unit bed, payable to the Louisiana Department of Health, at
20	the time the application or application for renewal of the license required in
21	Subsection A of this Section is made, where applicable. For purposes of this
22	Subsection, "unit" means a room "bed" means a licensed bed or station.
23	(2) This Subsection shall apply to any each of the following licensed
24	facilities and providers:
25	* * *
26	(i) Therapeutic group home.
27	(j) Crisis receiving center.
28	(k) Adult brain injury facility.
29	(l) Forensic supervised transitional residential and aftercare facility.

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١.	111,	TIOIIIC-	and	Communit	y-vascu	SCIVICC	provider.

(n)	Adult residential care	provider.
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C. Any person, partnership, corporation, unincorporated association, or other legal entity currently operating or planning to operate a satellite, branch, or offsite office, as permitted in the laws, rules, regulations, and standards that are applicable to the individual facilities and are licensed or registered by the Louisiana Department of Health shall be assessed a fee not to exceed three four hundred dollars per subsidiary license or registration, payable to the Louisiana Department of Health. This fee shall be assessed at the time application is made for the satellite, branch, or offsite office, and once a year thereafter for renewal of the subsidiary license or registration. This fee is for application and renewal of a subsidiary license or registration only, and is in addition to any other fees that may be assessed according to the laws, rules, regulations, and standards that are applicable to the individual facilities.

* * *

E.(1) Any person, partnership, corporation, unincorporated association, or other legal entity, currently operating or planning to operate any of the facilities listed in this Subsection, and who is licensed by the Louisiana Department of Health shall be assessed a delinquent fee of one hundred dollars for failure to timely renew its license and/or or any subsidiary license or registration. This fee shall be in addition to any renewal or other fee applicable according to the laws, rules, regulations, and standards that are applicable to the individual facilities. The delinquent fee described in this Subsection shall be assessed and shall become due and payable to the Louisiana Department of Health at 12:01 a.m. on the first day following the expiration date of the license or subsidiary license or registration.

(2) This Subsection shall apply to any each of the following licensed facilities and providers:

28 * * *

1	(c) Ambulatory surgical center.
2	* * *
3	(t) Crisis receiving center.
4	(u) Therapeutic group home.
5	(v) Forensic supervised transitional residential and aftercare facility.
6	(w) Adult residential care provider.
7	F. Each state-owned facility shall be exempt from fees for application for
8	and renewal of a license.
9	* * *
10	§2120.4. Rules and regulations; licensing standards
1	* * *
12	D. The secretary of the department is further authorized to set and collect
13	fees for the licensure of home- and community-based service providers <u>pursuant to</u>
14	the provisions of R.S. 40:2006; however, no fees shall be collected from any council
15	on aging pursuant to this Section. The license fees shall not exceed the cost of
16	licensure and shall not exceed the following:
17	(1) Six hundred dollars per year for the base license for home- and
18	community-based service providers who provide in-home services.
19	(2) An additional two hundred dollars per year for home- and
20	community-based service providers who provide adult day care services.
21	(3) An additional two hundred dollars per year for home- and
22	community-based service providers who provide out-of-home respite care.
23	* * *
24	§2120.34. Licensing; applications; provisional licenses; fees
25	* * *
26	F. There shall be an annual license fee to be set by the department not to
27	exceed two hundred fifty dollars for any license issued in accordance with the
28	provisions of this Part. The secretary of the department may collect fees for the
29	licensure of adult brain injury facilities in accordance with the provisions of

1	R.S. 40:2006. Monies collected for annual fees shall be used for the investigation
2	and enforcement of the provisions of this Part.
3	* * *
4	§2139. Fees and limitations
5	A. The application by any person for a license or renewal of a license to
6	operate an ambulatory surgical center shall be accompanied by a fee of five hundred
7	dollars the applicable fee authorized in R.S. 40:2006, which is hereby levied as the
8	license fee for operation of an ambulatory surgical center for a period of one year;
9	provided ambulatory surgical centers subject to the licensing requirements of this
10	Part which are owned and operated by the state of Louisiana shall be exempt from
11	payment of the fees stipulated in this Section. The fees herein levied and collected
12	shall be paid into the general fund.
13	* * *
14	§2166.5. Rules and regulations; licensing standards; <u>license and survey</u> fees
15	* * *
16	C. The secretary of the department is further authorized to set and collect
17	fees and fines for the licensure of adult residential care providers as follows: in
18	accordance with the provisions of R.S. 40:2006.
19	(1) Each adult residential care provider shall be assessed a fee not to exceed
20	six hundred dollars, payable to the department, at the time an application is made to
21	the department, and once a year thereafter for renewal of license. This fee is for
22	application and renewal of a license only.
23	(2) Each adult residential care provider shall be assessed an additional
24	application and renewal fee not to exceed five dollars per unit, payable to the
25	department, at the time the application or application for renewal of the license is
26	made. For purposes of Subsection C of this Section, "unit" means room or station.
27	(3) An adult residential care provider shall be assessed a delinquent fee of
28	one hundred dollars for failure to timely renew its license. This delinquent fee shall

1	be assessed and shall become due and payable to the department at 12:01 a.m. on the
2	first day following the expiration date of the license.
3	(4) Effective July 1, 2010, an adult residential care provider which had
4	previously been licensed by the Department of Children and Family Services as an
5	adult residential care home as of June 30, 2010, shall continue to pay the existing fee
6	of two hundred fifty dollars for license renewal. The license fee shall be due once
7	a year for renewal of license.
8	(5) Effective July 1, 2010, an adult residential care provider which had
9	previously been licensed by the Department of Children and Family Services as an
10	adult residential care home as of June 30, 2010, which operates without a valid
11	license or which operates in violation of state law or department regulations shall be
12	fined by the department in accordance with the existing schedule of fines and
13	enforcement procedures promulgated by rules of the department, not to exceed two
14	hundred fifty dollars for each day of such offense.
15	D.(1) The department shall assess upon each adult residential care provider
16	a survey fee not to exceed one thousand dollars for any complaint survey conducted
17	by the department through which deficiencies are substantiated. This survey fee
18	shall be imposed only after the adult residential care provider has completed the
19	administrative appeals process which has upheld the deficiencies, or the time for
20	filing such administrative appeal has expired.
21	(2) The amount of the survey fee provided for in this Subsection shall not
22	exceed the cost of performing the survey, and shall be in addition to any other fines,
23	fees, penalties, or other sanctions to which the adult residential care provider may be
24	subject.
25	* * *
26	§2198.13. Annual fee; use of proceeds
27	There shall be an annual license fee to be set by the department not to exceed
28	one thousand dollars for any license issued in accordance with the provisions of this
29	Part. The secretary of the department may collect fees for the licensure of pain

- 1 management clinics in accordance with the provisions of R.S. 40:2006. Monies
- 2 collected for annual fees shall be used for the investigation and enforcement of the
- 3 provisions of this Part.
- 4 Section 3. R.S. 28:34(C) and 36(B) and R.S. 40:2006(A)(2)(e) and (E)(2)(e) and
- 5 2107(A) are hereby repealed in their entirety.
- 6 Section 4. This Act shall become effective on January 1, 2018.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 414 Original

2017 Regular Session

Leger

Abstract: Increases license fees assessed by the La. Dept. of Health (LDH) on healthcare facilities and providers and establishes additional bed fees for certain licensed facilities.

<u>Proposed law</u> makes the following revisions to <u>present law</u> relative to licensing fees for ambulance services and air ambulance services:

- (1) Increases the initial licensing fee from \$150 to \$300.
- (2) Increases the annual license renewal fee from \$150 to \$300.
- (3) Deletes a requirement that a delinquent fee of \$100 for failure to timely pay an annual license renewal fee be assessed and become due and payable at 12:01 a.m. on the 36th day following the date of the invoice by which the department bills the applicant or licensee for the annual license renewal fee. Inserts in lieu thereof a requirement that this \$100 fee be assessed and become due and payable at 12:01 a.m. on the first day following the expiration of the license.
- (4) Deletes a requirement that ambulance services pay a delinquent fee of \$100 per ambulance and emergency medical response vehicle for failure to timely pay a vehicle inspection fee.
- (5) Deletes a requirement that air ambulance services pay a delinquent fee of \$25 per aircraft for failure to timely pay an aircraft inspection fee

<u>Present law</u> authorizes initial licensure and annual license renewal fees not to exceed \$600, payable to LDH, for the following facilities and providers: Adult day health care facilities; behavioral health services providers; ambulatory surgical centers; case management providers; urine drug screening providers; home health agencies; hospices; hospitals; nursing homes; rural health clinics; intermediate care facilities for people with developmental disabilities (ICF/DD); end stage renal disease facilities; outpatient abortion facilities; psychiatric residential treatment facilities; children's respite care centers; pediatric day healthcare facilities.

<u>Proposed law</u> repeals <u>present law</u> authorizing assessment of initial licensure and annual license renewal fees for urine drug screening providers. For all other facilities and providers,

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CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

<u>proposed law</u> revises <u>present law</u> to provide that initial licensure and annual license renewal fees shall be set as follows:

- (1) For a facility or provider that is licensed as of Dec. 31, 2017, the annual licensing fee shall be as follows:
 - (a) \$700 per year for a license issued or renewed on or after Jan. 1, 2018 and before Jan. 1, 2019.
 - (b) \$800 per year for a license issued or renewed on or after Jan. 1, 2019 and before Jan. 1, 2020.
 - (c) \$900 per year for a license issued or renewed on or after Jan. 1, 2020 and before Jan. 1, 2021.
 - (d) \$1,000 per year for a license issued or renewed on or after Jan. 1, 2021.
- (2) For a new facility or provider that is initially licensed after Dec. 31, 2017, the annual license fee shall be \$1,000 per year. Provides that this fee shall apply to each facility, provider, or entity which undergoes a change of ownership after Dec. 31, 2017.

<u>Proposed law</u> provides that the fee schedule above for initial licensure and annual license renewal shall also apply to the following facilities and providers:

- (1) Pain management clinics.
- (2) Therapeutic group homes.
- (3) Crisis receiving centers.
- (4) Adult brain injury facilities.
- (5) Forensic supervised transitional residential and aftercare facilities.
- (6) Home- and community-based service providers.
- (7) Adult residential care providers.

<u>Present law</u> provides that at the time of initial licensure or annual license renewal, any entity currently operating or planning to operate any one of the following healthcare facilities shall be assessed an additional application and renewal fee not to exceed \$5 per unit (defined as a room or station), payable to LDH: Hospices; hospitals; nursing homes; intermediate care facilities for people with developmental disabilities; behavioral health services providers; psychiatric residential treatment facilities; children's respite care centers; end stage renal disease facilities.

<u>Proposed law</u> revises <u>present law</u> to provide that the additional fee shall be per bed. Provides that for purposes of <u>proposed law</u>, "bed" means a licensed bed or station. Extends applicability of the additional fee per bed to the following facilities:

- (1) Therapeutic group homes.
- (2) Crisis receiving centers.
- (3) Adult brain injury facilities.
- (4) Forensic supervised transitional residential and aftercare facilities.

CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

- (5) Home- and community-based service providers.
- (6) Adult residential care providers.

<u>Present law</u> provides that any entity currently operating or planning to operate a satellite, branch, or offsite office of a healthcare facility licensed by LDH shall be assessed a fee not to exceed \$300 per subsidiary license or registration, payable to LDH. <u>Proposed law</u> increases this fee to \$400.

<u>Present law</u> provides that any entity currently operating or planning to operate any one of the following licensed facilities or providers shall be assessed a delinquent fee of \$100 for failure to timely renew its license or any subsidiary license: Adult day health care facility; behavioral health services provider; ambulatory surgical center; case management provider; urine drug screening provider; home health agency; hospice; hospital; nursing home; intermediate care facility for people with developmental disabilities; end stage renal disease facility; outpatient abortion facility; rural health clinic; psychiatric residential treatment facility; children's respite care center; pediatric day health care facility; home- and community-based service provider; adult brain injury facility; pain management clinic.

<u>Proposed law</u> repeals <u>present law</u> authorizing assessment of the delinquent fee on urine drug screening providers, and extends applicability of the delinquent fee to the following facilities:

- (1) Therapeutic group homes.
- (2) Crisis receiving centers.
- (3) Forensic supervised transitional residential and aftercare facilities.
- (4) Adult residential care providers.

<u>Proposed law</u> exempts state-owned health facilities from fees for applications for and renewal of licenses.

<u>Proposed law</u> makes technical and conforming changes in <u>present law</u> to reflect the fee amounts provided in <u>proposed law</u>.

Effective Jan. 1, 2018.

(Amends R.S. 28:35(B) and R.S. 40:1135.4, 1135.8(E)(2), 1135.11, 2006(A)(1) and (2)(intro. para.) and (c), (B)(1) and (2)(intro. para.), (C), and (E)(1) and (2)(intro. para.) and (c), 2120.4(D), 2120.34(F), 2139(A), 2166.5(C), and 2198.13; Adds R.S. 40:2006(A)(2)(r)-(x), (B)(2)(i)-(n), (E)(2)(t)-(w), and (F) and 2166.5(D); Repeals R.S. 28:34(C) and 36(B) and R.S. 40:2006(A)(2)(e) and (E)(2)(e) and 2107(A))