2017 Regular Session

HOUSE BILL NO. 414

BY REPRESENTATIVE LEGER

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

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

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

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

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

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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 surgery surgical center.		
8	* * *		
9	(r) Pain management clinic.		
10	(s) Therapeutic group home.		
11	(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	B.(1) Any person, partnership, corporation, unincorporated association, or		
16	other legal entity currently operating or planning to operate any of the facilities listed		
17	in this Subsection shall be assessed an additional application and renewal fee not to		
18	exceed five dollars per unit bed, payable to the Louisiana Department of Health, at		
19	the time the application or application for renewal of the license required in		
20	Subsection A of this Section is made, where applicable. For purposes of this		
21	Subsection, "unit" means a room "bed" means a licensed bed or station.		
22	(2) This Subsection shall apply to any each of the following licensed		
23	facilities and providers:		
24	* * *		
25	(i) Therapeutic group home.		
26	(j) Crisis receiving center.		
27	(k) Adult brain injury facility.		
28	(1) Forensic supervised transitional residential and aftercare facility.		
29	(m) Home- and community-based service provider.		

1	C. Any person, partnership, corporation, unincorporated association, or other		
2	legal entity currently operating or planning to operate a satellite, branch, or offsite		
3	office, as permitted in the laws, rules, regulations, and standards that are applicable		
4	to the individual facilities and are licensed or registered by the Louisiana Departmen		
5	of Health shall be assessed a fee not to exceed three four hundred dollars per		
6	subsidiary license or registration, payable to the Louisiana Department of Health.		
7	This fee shall be assessed at the time application is made for the satellite, branch, or		
8	offsite office, and once a year thereafter for renewal of the subsidiary license or		
9	registration. This fee is for application and renewal of a subsidiary license or		
10	registration only, and is in addition to any other fees that may be assessed according		
11	to the laws, rules, regulations, and standards that are applicable to the individual		
12	facilities.		
13	* * *		
14	E.(1) Any person, partnership, corporation, unincorporated association, or		
15	other legal entity, currently operating or planning to operate any of the facilities		
16	listed in this Subsection, and who is licensed by the Louisiana Department of Health		
17	shall be assessed a delinquent fee of one hundred dollars for failure to timely renew		
18	its license and/or or any subsidiary license or registration. This fee shall be in		
19	addition to any renewal or other fee applicable according to the laws, rules,		
20	regulations, and standards that are applicable to the individual facilities. The		
21	delinquent fee described in this Subsection shall be assessed and shall become due		
22	and payable to the Louisiana Department of Health at 12:01 a.m. on the first day		
23	following the expiration date of the license or subsidiary license or registration.		
24	(2) This Subsection shall apply to any each of the following licensed		
25	facilities and providers:		
26	* * *		
27	(c) Ambulatory surgery surgical center.		
28	* * *		
29	(t) Crisis receiving center.		

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

1	§2139. Fees and limitations		
2	A. The application by any person for a license or renewal of a license to		
3	operate an ambulatory surgical center shall be accompanied by a fee of five hundred		
4	dollars the applicable fee authorized in R.S. 40:2006, which is hereby levied as the		
5	license fee for operation of an ambulatory surgical center for a period of one year;		
6	provided ambulatory surgical centers subject to the licensing requirements of this		
7	Part which are owned and operated by the state of Louisiana shall be exempt from		
8	payment of the fees stipulated in this Section. The fees herein levied and collected		
9	shall be paid into the general fund.		
10	* * *		
11	§2166.5. Rules and regulations; licensing standards; license and survey fees		
12	* * *		
13	C. The secretary of the department is further authorized to set and collect		
14	fees and fines for the licensure of adult residential care providers as follows:		
15	(1) Each adult residential care provider shall be assessed a fee not to exceed		
16	six hundred five hundred dollars, payable to the department, at the time an		
17	application is made to the department, and once a year thereafter for renewal of		
18	license. This fee is for application and renewal of a license only.		
19	(2) Each adult residential care provider shall be assessed an additional		
20	application and renewal fee not to exceed five dollars per unit, payable to the		
21	department, at the time the application or application for renewal of the license is		
22	made. For purposes of this Subsection C of this Section, "unit" means room or		
23	station the licensed capacity for the adult residential care provider.		
24	(3) An adult residential care provider shall be assessed a delinquent fee of		
25	one hundred dollars for failure to timely renew its license. This delinquent fee shall		
26	be assessed and shall become due and payable to the department at 12:01 a.m. on the		
27	first day following the expiration date of the license.		
28	(4) Effective July 1, 2010, an adult residential care provider which had		
29	previously been licensed by the Department of Children and Family Services as an		

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1	adult residential care home as of June 30, 2010, shall continue to pay the existing fee	
2	of two hundred fifty dollars for license renewal. The license fee shall be due once	
3	a year for renewal of license.	
4	(5) Effective July 1, 2010, an adult residential care provider which had	
5	previously been licensed by the Department of Children and Family Services as an	
6	adult residential care home as of June 30, 2010, which operates without a valid	
7	license or which operates in violation of state law or department regulations shall be	
8	fined by the department in accordance with the existing schedule of fines and	
9	enforcement procedures promulgated by rules of the department, not to exceed two	
10	hundred fifty dollars for each day of such offense.	
11	D.(1) The department shall assess upon each adult residential care provider	
12	a survey fee not to exceed one thousand dollars for any complaint survey conducted	
13	by the department through which deficiencies are substantiated. This survey fee	
14	shall be imposed only after the adult residential care provider has completed the	
15	administrative appeals process which has upheld the deficiencies, or the time for	
16	filing such administrative appeal has expired.	
17	(2) The amount of the survey fee provided for in this Subsection shall not	
18	exceed the cost of performing the survey, and shall be in addition to any other fines,	
19	fees, penalties, or other sanctions to which the adult residential care provider may be	
20	subject.	
21	* * *	
22	§2198.13. Annual fee; use of proceeds	
23	There shall be an annual license fee to be set by the department not to exceed	
24	one thousand dollars for any license issued in accordance with the provisions of this	
25	Part. The secretary of the department may collect fees for the licensure of pain	
26	management clinics in accordance with the provisions of R.S. 40:2006. Monies	
27	collected for annual fees shall be used for the investigation and enforcement of the	
28	provisions of this Part.	

3

1 Section 3. R.S. 28:34(C) and 36(B) and R.S. 40:2006(A)(2)(e) and (E)(2)(e) and

- 2 2107(A) are hereby repealed in their entirety.
 - 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 Engrossed	2017 Regular Session	Leger

Abstract: Increases license fees assessed by the La. Dept. of Health (LDH) on health facilities and providers; subjects additional types of providers to initial license, license renewal, and bed fees.

<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 $\underline{\text{from}}$ \$150 $\underline{\text{to}}$ \$300.
- (2) Increases the annual license renewal fee $\underline{\text{from }}$ \$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, <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.

<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.
- (5) Home- and community-based service 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.

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<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.

<u>Present law</u> requires adult residential care providers to pay an initial license application fee and an annual license renewal fee, both in the amount of \$600. <u>Proposed law</u> decreases this fee amount to \$500.

<u>Present law</u> requires assessment of an additional application and renewal fee not to exceed \$5 per unit on adult residential care providers. <u>Proposed law</u> retains <u>present law</u> and changes the definition of "unit" from "room or station" to "the licensed capacity of the adult residential care provider".

<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)-(w), (B)(2)(i)-(m), (E)(2)(t)-(v), 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))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by <u>House Committee on Health and Welfare</u> to the <u>original</u> bill:

- 1. Remove adult residential care providers from the listing of facilities to which the license fee increases provided in <u>proposed law</u> would apply.
- 2. Restore and amend <u>present law</u> relative to adult residential care provider license application and renewal fees to decrease the amount of such fees from \$600 to \$500.
- 3. In provisions requiring assessment of an additional application and renewal fee not to exceed \$5 per unit on adult residential care providers, change the

definition of "unit" $\underline{\text{from}}$ "room or station" $\underline{\text{to}}$ "the licensed capacity of the adult residential care provider".

4. Make technical changes.