By: Delisi H.B. No. 2471

Substitute the following for H.B. No. 2471:

issue a single license for multiple hospitals.

By: Jackson C.S.H.B. No. 2471

A BILL TO BE ENTITLED

1	AN ACT

2 relating to authorizing the Department of State Health Services to

- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 241.023, Health and Safety Code, is
- 6 amended by amending Subsection (c) and adding Subsections (c-1)
- 7 through (c-3) to read as follows:
- 8 (c) Except as provided by Subsection (c-1), the [The]
- 9 department may issue a license only for the premises of a hospital
- 10 and person or governmental unit named in the application.
- 11 (c-1) The department may issue one license for multiple
- 12 hospitals if:

3

- 13 (1) all buildings in which inpatients receive hospital
- 14 services and inpatient services of each of the hospitals to be
- included in the license are subject to the control and direction of
- 16 the same governing body;
- 17 (2) all buildings in which inpatients receive hospital
- 18 services are within a 30-mile radius of the main address of the
- 19 <u>applicant;</u>
- 20 <u>(3) there is integration of the organized medical</u>
- 21 staff of each of the hospitals to be included in the license;
- 22 (4) there is a single chief executive officer for all
- of the hospitals who reports directly to the governing body and
- 24 through whom all administrative authority flows and who exercises

- 1 <u>control and surveillance over all administrative activities of the</u>
- 2 hospital;
- 3 (5) there is a single chief medical officer for all of
- 4 the hospitals who reports directly to the governing body and who is
- 5 responsible for all medical staff activities of the hospital;
- 6 (6) each building of a hospital to be included in the
- 7 license that is geographically separate from other buildings of the
- 8 same hospital contains at least one nursing unit for inpatients,
- 9 unless providing only diagnostic or laboratory services, or a
- 10 combination of diagnostic or laboratory services, in the building
- 11 for hospital inpatients; and
- 12 (7) each hospital that is to be included in the license
- 13 complies with the emergency services standards:
- 14 (A) for a general hospital, if the hospital
- provides surgery or obstetrical care or both; or
- 16 (B) for a special hospital, if the hospital does
- 17 not provide surgery or obstetrical care.
- 18 (c-2) The hospital licensing director may recommend a
- 19 waiver of the requirement of Subsection (c-1)(7) for a hospital if
- 20 another hospital that is to be included in the license:
- 21 (1) complies with the emergency services standards for
- 22 a general hospital; and
- 23 (2) is in close geographic proximity to the hospital.
- 24 (c-3) The executive commissioner of the Health and Human
- 25 Services Commission shall adopt rules to implement the waiver
- 26 provision of Subsection (c-2). The rules must provide for a
- 27 determination by the department that the waiver will facilitate the

C.S.H.B. No. 2471

- 1 creation or operation of the hospital seeking the waiver and that
- 2 the waiver is in the best interest of the individuals served or to
- 3 <u>be served by the hospital.</u>
- 4 SECTION 2. Section 241.003(14), Health and Safety Code, is
- 5 repealed.
- 6 SECTION 3. The change in law made by this Act applies only
- 7 to an application for a license submitted on or after the effective
- 8 date of this Act. An application for a license submitted before the
- 9 effective date of this Act is covered by the law in effect on the
- 10 date the application was submitted, and the former law is continued
- in effect for that purpose.
- 12 SECTION 4. This Act takes effect September 1, 2005.