By: Williams S.B. No. 1768

A BILL TO BE ENTITLED

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- 2 relating to recovery of uncompensated hospital care costs.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Sections 241.003 and 241.025, Health and Safety
- 5 Code, are amended to read as follows:
- 6 Sec. 241.003. DEFINITIONS. In this chapter:
- 7 (1) "Advanced practice nurse" means a registered nurse
- 8 recognized as an advanced practice nurse by the Texas Board of
- 9 Nursing.
- 10 (2) "Board" means the Texas Board of Health.
- 11 (3) "Commission" means the Health and Human Services
- 12 Commission.
- 13 (4) "Commissioner" means the executive commissioner
- 14 of the Health and Human Services Commission.
- 15 (5) "Comprehensive medical rehabilitation hospital"
- 16 means a general hospital that specializes in providing
- 17 comprehensive medical rehabilitation services, including surgery
- 18 and related ancillary services.
- 19 $\underline{(6)}[\frac{(4)}{(4)}]$ "Department" means the Texas Department of
- 20 Health.
- (7) $[\frac{5}{}]$ "General hospital" means an establishment
- 22 that:
- 23 (A) offers services, facilities, and beds for use
- 24 for more than 24 hours for two or more unrelated individuals

- 1 requiring diagnosis, treatment, or care for illness, injury,
- 2 deformity, abnormality, or pregnancy; and
- 3 (B) regularly maintains, at a minimum, clinical
- 4 laboratory services, diagnostic X-ray services, treatment
- 5 facilities including surgery or obstetrical care or both, and other
- 6 definitive medical or surgical treatment of similar extent.
- 7 (8) [(6)] "Governmental unit" means a political
- 8 subdivision of the state, including a hospital district, county, or
- 9 municipality, and any department, division, board, or other agency
- 10 of a political subdivision.
- 11 (9)[(7)] "Hospital" includes a general hospital and a
- 12 special hospital.
- 13 (10)[(8)] "Medical staff" means a physician or group
- 14 of physicians and a podiatrist or a group of podiatrists who by
- 15 action of the governing body of a hospital are privileged to work in
- 16 and use the facilities of a hospital for or in connection with the
- 17 observation, care, diagnosis, or treatment of an individual who is,
- 18 or may be, suffering from a mental or physical disease or disorder
- 19 or a physical deformity or injury.
- 20 (11)[(9)] "Pediatric and adolescent hospital" means a
- 21 general hospital that specializes in providing services to children
- 22 and adolescents, including surgery and related ancillary services.
- 23 $\underline{(12)}[\frac{(10)}{}]$ "Person" means an individual, firm,
- 24 partnership, corporation, association, or joint stock company, and
- 25 includes a receiver, trustee, assignee, or other similar
- 26 representative of those entities.
- 27 (13) $[\frac{(11)}{(11)}]$ "Physician" means a physician licensed by

- 1 the Texas State Board of Medical Examiners.
- 2 $\underline{(14)}[\frac{(12)}{}]$ "Physician assistant" means a physician
- 3 assistant licensed by the Texas State Board of Physician Assistant
- 4 Examiners.
- 5 (15)[(13)] "Podiatrist" means a podiatrist licensed
- 6 by the Texas State Board of Podiatric Medical Examiners.
- 7 (16)[(14)] Repealed by Acts 2005, 79th Leg., Ch. 1286,
- 8 Sec. 2, eff. September 1, 2005.
- 9 $\underline{(17)}[\frac{(15)}{}]$ "Special hospital" means an establishment
- 10 that:
- 11 (A) offers services, facilities, and beds for use
- 12 for more than 24 hours for two or more unrelated individuals who are
- 13 regularly admitted, treated, and discharged and who require
- 14 services more intensive than room, board, personal services, and
- 15 general nursing care;
- 16 (B) has clinical laboratory facilities,
- 17 diagnostic X-ray facilities, treatment facilities, or other
- 18 definitive medical treatment;
- 19 (C) has a medical staff in regular attendance;
- 20 and
- (D) maintains records of the clinical work
- 22 performed for each patient.
- Sec. 241.025. LICENSE FEES AND COST RECOVERY.
- 24 (a) (1) The department shall charge each hospital an annual
- 25 license fee for an initial license or a license renewal.
- 26 <u>(2)</u>[(b)] The board by rule shall adopt the <u>license</u> fees
- 27 authorized by Subsection (a) according to a schedule under which

- 1 the number of beds in the hospital determines the amount of the fee.
- 2 The <u>licensing</u> fee may not exceed \$15 a bed. A minimum license fee
- 3 may be established. The minimum fee may not exceed \$1,000.
- 4 (3)[(c)] A licensing fee adopted under this chapter must be
- 5 based on the estimated cost to and level of effort expended by the
- 6 department to conduct the activity for which the fee is imposed.
- 7 (b)(1) The commission must annually collect an amount that,
- 8 <u>in combination with any available federal funds, is sufficient to</u>
- 9 reimburse:
- 10 (A) the estimated cost of administering public
- 11 duties related to hospitals licensed under this chapter that are
- 12 imposed on the department or another state agency pursuant to other
- 13 law; and
- 14 (B) the estimated cost of uncompensated care,
- 15 <u>including</u>, but not limited to, uncompensated care provided to
- 16 <u>noncitizen unauthorized immigrants.</u>
- 17 (2) The commissioner by rule shall require each hospital to
- 18 report fiscal year the following information relating to noncitizen
- 19 unauthorized immigrant patients:
- 20 (A) the total cost of inpatient care and outpatient
- 21 care provided to such patients;
- 22 (B) the total number of inpatient paid cases and
- 23 <u>outpatient paid cases;</u>
- (C) the total amount of payments received for
- 25 inpatient care and outpatient care provided to such patients; and
- (D) the total amount of payments received by the
- 27 hospital for such care as a percentage of the hospital's total cost.

- 1 (d) All license fees collected shall be deposited in the
- 2 state treasury to the credit of the department to administer and
- 3 enforce this chapter. These fees are hereby appropriated to the
- 4 department.
- 5 (e) All costs recovered under subsection (c), including all
- 6 federal receipts, shall be deposited in accordance with the general
- 7 appropriations act or other state law.
- 8 <u>(f)</u> Notwithstanding Subsection (d) or subsection (e), to
- 9 the extent that money received from the fees collected under this
- 10 chapter exceeds the costs to the department or the commission to
- 11 conduct the activity for which the fee is imposed, the department
- 12 may use the money to administer Chapter 324 and similar laws that
- 13 require the department to provide information related to hospital
- 14 care to the public. The department may not consider the costs of
- 15 administering Chapter 324 or similar laws in adopting a fee imposed
- 16 under this section.
- 17 SECTION 2. This Act takes effect immediately if it receives
- 18 a vote of two-thirds of all the members elected to each house, as
- 19 provided by Section 39, Article III, Texas Constitution. If this
- 20 Act does not receive the vote necessary for immediate effect, this
- 21 Act takes effect September 1, 2011.