By: Kolkhorst H.B. No. 3556

Substitute the following for H.B. No. 3556:

By: Naishtat C.S.H.B. No. 3556

A BILL TO BE ENTITLED

AN ACT

- 2 relating to the licensing and regulation of emergency medical
- 3 services providers and a moratorium on the issuance of emergency
- 4 medical services provider licenses.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Subchapter C, Chapter 773, Health and Safety
- 7 Code, is amended by adding Sections 773.05711, 773.05712, and
- 8 773.05713 to read as follows:
- 9 Sec. 773.05711. ADDITIONAL EMERGENCY MEDICAL SERVICES
- 10 PROVIDER LICENSE REQUIREMENTS. (a) In addition to the
- 11 requirements for obtaining or renewing an emergency medical
- 12 services provider license under this subchapter, a person who
- 13 applies for a license or for a renewal of a license must:
- 14 (1) provide the department with a letter of credit
- 15 <u>issued by a federally insured bank or savings institution in the</u>
- 16 amount of:

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- 17 (A) \$100,000 for the initial license and for
- 18 renewal of the license on the second anniversary of the date the
- 19 <u>initial license is issued;</u>
- 20 (B) \$75,000 for renewal of the license on the
- 21 fourth anniversary of the date the initial license is issued;
- (C) \$50,000 for renewal of the license on the
- 23 sixth anniversary of the date the initial license is issued; and
- (D) \$25,000 for renewal of the license on the

- 1 eighth anniversary of the date the initial license is issued and
- 2 each subsequent renewal;
- 3 (2) provide the department with a surety bond in the
- 4 amount of:
- 5 (A) \$50,000 for the initial license and for
- 6 renewal of the license on the second anniversary of the date the
- 7 initial license is issued;
- 8 (B) \$25,000 for renewal of the license on the
- 9 fourth anniversary of the date the initial license is issued; and
- (C) \$10,000 for renewal of the license on the
- 11 sixth anniversary of the date the initial license is issued and each
- 12 subsequent renewal; and
- 13 (3) submit for approval by the department the name and
- 14 contact information of the provider's administrator of record who
- 15 <u>satisfies the requirements under Section 773.05712.</u>
- 16 (b) An emergency medical services provider that is directly
- 17 operated by a governmental entity is exempt from this section.
- 18 Sec. 773.05712. ADMINISTRATOR OF RECORD. (a) The
- 19 administrator of record for an emergency medical services provider
- 20 licensed under this subchapter:
- (1) may not be employed or otherwise compensated by
- 22 <u>another private for-profit emergency medical services provider;</u>
- 23 (2) must meet the qualifications required for an
- 24 emergency medical technician or other health care professional
- 25 license or certification issued by this state; and
- 26 (3) must submit to a criminal history record check at
- 27 the applicant's expense.

- 1 (b) Section 773.0415 does not apply to information an
- 2 administrator of record is required to provide under this section.
- 3 (c) An administrator of record initially approved by the
- 4 department may be required to complete an education course for new
- 5 administrators of record. The executive commissioner shall
- 6 recognize, prepare, or administer the education course for new
- 7 <u>administrators of record, which must include information about the</u>
- 8 laws and department rules that affect emergency medical services
- 9 providers.
- 10 (d) An administrator of record approved by the department
- 11 under Section 773.05711(a) annually must complete at least eight
- 12 hours of continuing education following initial approval. The
- 13 executive commissioner shall recognize, prepare, or administer
- 14 continuing education programs for administrators of record, which
- 15 <u>must include information about changes in law and department rules</u>
- 16 that affect emergency medical services providers.
- 17 (e) An emergency medical services provider that is directly
- 18 operated by a governmental entity is exempt from this section.
- 19 Sec. 773.05713. REPORT TO LEGISLATURE. Not later than
- 20 December 1 of each even-numbered year, the department shall
- 21 <u>electronically submit a report to the lieutenant governor, the</u>
- 22 speaker of the house of representatives, and the standing
- 23 committees of the house and senate with jurisdiction over the
- 24 department on the effect of Sections 773.05711 and 773.05712 that
- 25 includes:
- 26 (1) the total number of applications for emergency
- 27 medical services provider licenses submitted to the department and

- 1 the number of applications for which licenses were issued or
- 2 licenses were denied by the department;
- 3 (2) the number of emergency medical services provider
- 4 licenses that were suspended or revoked by the department for
- 5 violations of those sections and a description of the types of
- 6 violations that led to the license suspension or revocation;
- 7 (3) the number of occurrences and types of fraud
- 8 committed by licensed emergency medical services providers related
- 9 to those sections;
- 10 (4) the number of complaints made against licensed
- 11 emergency medical services providers for violations of those
- 12 sections and a description of the types of complaints; and
- 13 (5) the status of any coordination efforts of the
- 14 department and the Texas Medical Board related to those sections.
- 15 SECTION 2. Subchapter C, Chapter 773, Health and Safety
- 16 Code, is amended by adding Section 773.06141 to read as follows:
- 17 Sec. 773.06141. SUSPENSION, REVOCATION, OR DENIAL OF
- 18 EMERGENCY MEDICAL SERVICES PROVIDER LICENSE. The commissioner may
- 19 suspend, revoke, or deny an emergency medical services provider
- 20 license on the grounds that the provider's administrator of record,
- 21 employee, or other representative:
- 22 (1) has been convicted of, or placed on deferred
- 23 adjudication community supervision or deferred disposition for, an
- 24 offense that directly relates to the duties and responsibilities of
- 25 the administrator, employee, or representative, other than an
- 26 offense for which points are assigned under Section 708.052,
- 27 Transportation Code;

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- 1 (2) has been convicted of or placed on deferred
- 2 adjudication community supervision or deferred disposition for an
- 3 offense, including:
- 4 (A) an offense listed in Sections 3g(a)(1)(A)
- 5 through (H), Article 42.12, Code of Criminal Procedure; or
- 6 (B) an offense, other than an offense described
- 7 by Subdivision (1), for which the person is subject to registration
- 8 under Chapter 62, Code of Criminal Procedure; or
- 9 (3) has been convicted of Medicare or Medicaid fraud,
- 10 has been excluded from participation in the state Medicaid program,
- or has a hold on payment for reimbursement under the state Medicaid
- 12 program under Subchapter C, Chapter 531, Government Code.
- 13 SECTION 3. Notwithstanding Chapter 773, Health and Safety
- 14 Code, as amended by this Act, the Department of State Health
- 15 Services may not issue any new emergency medical services provider
- 16 licenses for the period beginning on September 1, 2013, and ending
- 17 on February 28, 2015. The moratorium does not apply to the issuance
- 18 of an emergency medical services provider license to a
- 19 municipality, county, emergency services district, hospital, or
- 20 emergency medical services volunteer provider organization in this
- 21 state, or to an emergency medical services provider applicant who
- 22 is applying to provide services in response to 9-1-1 calls and is
- 23 located in a rural area, as that term is defined in Section
- 24 773.0045, Health and Safety Code.
- 25 SECTION 4. The change in law made by this Act applies only
- 26 to an application for approval or renewal of an emergency medical
- 27 services provider license submitted to the Department of State

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- 1 Health Services on or after the effective date of this Act. An
- 2 application submitted before the effective date of this Act is
- 3 governed by the law in effect immediately before the effective date
- 4 of this Act, and that law is continued in effect for that purpose.
- 5 SECTION 5. This Act takes effect September 1, 2013.