

AMENDED IN SENATE APRIL 9, 2013

SENATE BILL

No. 534

Introduced by Senator Hernandez

February 21, 2013

An act to amend Sections 1225,~~1242~~, and 1275.3 of,~~and to add Sections 1735.1 and 1755.1 to~~, the Health and Safety Code, relating to health and care facilities.

LEGISLATIVE COUNSEL'S DIGEST

SB 534, as amended, Hernandez. Health and care facilities.

Existing law establishes the State Department of Public Health and sets forth *its* powers and duties, including, but not limited to, the licensure and regulation of primary care clinics, *and* specialty clinics, ~~home health agencies, and hospice providers~~. Violation of these provisions is a crime.

This bill would, until the department adopts regulations relating to the provision of services by a chronic dialysis clinic, a surgical clinic, or a rehabilitation clinic, require those clinics to comply with prescribed federal certification standards in effect immediately preceding January 1, 2013. Because a violation of that requirement would be a crime, the bill would impose a state-mandated local program.

Existing law requires the State Department of Public Health and the State Department of Developmental Services to jointly develop and implement licensing regulations appropriate for intermediate care ~~facilities/developmentally~~ *facility/developmentally* disabled-nursing and intermediate care facility/~~developmentally~~ *developmentally* disabled-continuous nursing.

This bill would, until the departments adopt those regulations, require that the facilities comply with applicable federal certification standards

for intermediate care facilities for individuals with intellectual disabilities in effect immediately preceding January 1, 2013.

~~Existing law authorizes the State Department of Public Health to temporarily suspend the license or special permit of a specialty clinic prior to a hearing if the action is necessary to protect the public health.~~

~~This bill would establish similar authority for temporary suspension of a license for a primary care clinic, home health agency and for a provider of hospice services, and would make technical and conforming changes.~~

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes.
State-mandated local program: yes.

The people of the State of California do enact as follows:

1 SECTION 1. Section 1225 of the Health and Safety Code is
2 amended to read:

3 1225. (a) The state department shall adopt, and may from time
4 to time amend or repeal, in accordance with Chapter 3.5
5 (commencing with Section 11340) of Part 1 of Division 3 of Title
6 2 of the Government Code, reasonable rules and regulations as
7 may be necessary or proper to carry out the purposes and intent
8 of this chapter and to enable the state department to exercise the
9 powers and perform the duties conferred upon it by this chapter,
10 not inconsistent with any of the provisions of any statute of this
11 state.

12 (b) The rules and regulations for primary care clinics shall be
13 separate and distinct from the rules and regulations for specialty
14 clinics.

15 (c) All regulations relating to licensed clinics in effect on
16 December 31, 1977, ~~which~~ *that* were adopted by the state
17 department, shall remain in full force and effect until altered,
18 amended, or repealed by the director.

19 (d) Until the state department adopts regulations relating to the
20 provision of services by a chronic dialysis clinic, a surgical clinic,
21 or a rehabilitation clinic, the following clinics licensed or seeking

1 licensure shall comply with the following federal certification
2 standards in effect immediately preceding January 1, 2013:

3 (1) A chronic dialysis clinic shall comply with applicable federal
4 certification standards for an end stage renal disease clinic.

5 (2) A surgical clinic, *as defined in subdivision (b) of Section*
6 *1204*, shall comply with applicable federal certification standards
7 for an ambulatory surgical clinic.

8 (3) A rehabilitation clinic shall comply with applicable federal
9 certification standards for a comprehensive outpatient rehabilitation
10 facility.

11 ~~SEC. 2. Section 1242 of the Health and Safety Code is amended~~
12 ~~to read:~~

13 ~~1242. (a) The director may temporarily suspend any license~~
14 ~~issued to a clinic, defined in Section 1204, or special permit prior~~
15 ~~to any hearing, when in his or her opinion the action is necessary~~
16 ~~to protect the public welfare. The director shall notify the licensee~~
17 ~~or holder of a special permit of the temporary suspension and the~~
18 ~~effective date thereof, and at the same time shall serve the licensee~~
19 ~~or holder of a special permit with an accusation.~~

20 ~~(b) Upon receipt of a notice of defense by the licensee or holder~~
21 ~~of a special permit, the director shall request that the matter be set~~
22 ~~for hearing within 30 days after receipt of the notice. The temporary~~
23 ~~suspension shall remain in effect until the hearing is completed~~
24 ~~and the director has made a final determination on the merits;~~
25 ~~provided, however, that the temporary suspension shall be deemed~~
26 ~~vacated if the director fails to make a final determination on the~~
27 ~~merits within 60 days after the original hearing has been completed.~~

28 ~~(c) If this chapter or the rules or regulations promulgated by the~~
29 ~~director are violated by a licensed clinic or holder of a special~~
30 ~~permit which is a group, corporation, or other association, the~~
31 ~~director may suspend the license or special permit of that~~
32 ~~organization or may suspend the license or special permit as to~~
33 ~~any individual person within the organization who is responsible~~
34 ~~for the violation.~~

35 ~~SEC. 3.~~

36 ~~SEC. 2. Section 1275.3 of the Health and Safety Code is~~
37 ~~amended to read:~~

38 ~~1275.3. (a) The State Department of Public Health and the~~
39 ~~State Department of Developmental Services shall jointly develop~~
40 ~~and implement licensing regulations appropriate for intermediate~~

1 care—~~facilities/developmentally~~ *facility/developmentally*
2 disabled-nursing and intermediate care facility/developmentally
3 disabled-continuous nursing.

4 (b) The regulations adopted pursuant to subdivision (a) shall
5 ensure that residents of intermediate care ~~facilities/developmentally~~
6 *facility/developmentally* disabled-nursing and intermediate care
7 facility/developmentally disabled-continuous nursing receive
8 appropriate medical and nursing services, and developmental
9 program services in a normalized, least restrictive physical and
10 programmatic environment appropriate to individual resident need.

11 In addition, the regulations shall do all of the following:

12 (1) Include provisions for the completion of a clinical and
13 developmental assessment of placement needs, including medical
14 and other needs, and the degree to which they are being met, of
15 clients placed in an intermediate care facility/developmentally
16 disabled-nursing and intermediate care facility/developmentally
17 disabled-continuous nursing and for the monitoring of these needs
18 at regular intervals.

19 (2) Provide for maximum utilization of generic community
20 resources by clients residing in a facility.

21 (3) Require the State Department of Developmental Services
22 to review and approve an applicant's facility program plan as a
23 prerequisite to the licensing and certification process.

24 (4) Require that the physician providing the certification that
25 placement in the intermediate care facility/developmentally
26 disabled-nursing or intermediate care facility/developmentally
27 disabled-continuous nursing is needed, consult with the physician
28 who was the physician of record at the time the person's proposed
29 placement is being considered by the interdisciplinary team.

30 (c) Until the departments adopt regulations pursuant to this
31 section, relating to services by intermediate care
32 facilities/developmentally disabled-nursing, licensed intermediate
33 care facilities/developmentally disabled-nursing shall comply with
34 applicable federal certification standards for intermediate care
35 facilities for individuals with intellectual disabilities in effect
36 immediately preceding January 1, 2013.

37 (d) Nothing in this section supersedes the authority of the State
38 Fire Marshal pursuant to Sections 13113, 13113.5, 13143, and
39 13143.6 to the extent that these sections are applicable to
40 community care facilities.

1 ~~SEC. 4.— Section 1735.1 is added to the Health and Safety Code,~~
2 ~~to read:~~

3 ~~1735.1.— (a) The director may temporarily suspend any license~~
4 ~~prior to any hearing when, in his or her opinion, the action is~~
5 ~~necessary to protect the public welfare. The director shall notify~~
6 ~~the licensee of the temporary suspension and the effective date~~
7 ~~thereof and, at the same time, shall serve the licensee with an~~
8 ~~accusation.~~

9 ~~(b) Upon receipt of a notice of defense by the licensee the~~
10 ~~director shall, within 15 days, request that the matter be set for~~
11 ~~hearing, which shall be held as soon as possible but not later than~~
12 ~~30 days after receipt of the notice. The temporary suspension shall~~
13 ~~remain in effect until the hearing is completed and the director has~~
14 ~~made a final determination on the merits. However, the temporary~~
15 ~~suspension shall be deemed vacated if the director fails to make a~~
16 ~~final determination on the merits within 60 days after the original~~
17 ~~hearing has been completed.~~

18 ~~(c) If this chapter, or regulations adopted pursuant to this~~
19 ~~chapter, are violated by a licensee that is a group, corporation, or~~
20 ~~other association, the director may suspend the license of that~~
21 ~~organization or may suspend the license as to any individual or~~
22 ~~person within the organization who is responsible for the violation.~~

23 ~~SEC. 5.— Section 1755.1 is added to the Health and Safety Code,~~
24 ~~to read:~~

25 ~~1755.1.— (a) The director may temporarily suspend any license~~
26 ~~prior to any hearing when, in his or her opinion, the action is~~
27 ~~necessary to protect the public welfare. The director shall notify~~
28 ~~the licensee of the temporary suspension and the effective date~~
29 ~~thereof and, at the same time, shall serve the licensee with an~~
30 ~~accusation.~~

31 ~~(b) Upon receipt of a notice of defense by the licensee the~~
32 ~~director shall, within 15 days, request that the matter be set for~~
33 ~~hearing, which shall be held as soon as possible but not later than~~
34 ~~30 days after receipt of the notice. The temporary suspension shall~~
35 ~~remain in effect until the hearing is completed and the director has~~
36 ~~made a final determination on the merits. However, the temporary~~
37 ~~suspension shall be deemed vacated if the director fails to make a~~
38 ~~final determination on the merits within 60 days after the original~~
39 ~~hearing has been completed.~~

1 (e) ~~If this chapter, or regulations adopted pursuant to this~~
2 ~~chapter, are violated by a licensee that is a group, corporation, or~~
3 ~~other association, the director may suspend the license of that~~
4 ~~organization or may suspend the license as to any individual or~~
5 ~~person within the organization who is responsible for the violation.~~

6 ~~SEC. 6.~~

7 *SEC. 3.* No reimbursement is required by this act pursuant to
8 Section 6 of Article XIII B of the California Constitution because
9 the only costs that may be incurred by a local agency or school
10 district will be incurred because this act creates a new crime or
11 infraction, eliminates a crime or infraction, or changes the penalty
12 for a crime or infraction, within the meaning of Section 17556 of
13 the Government Code, or changes the definition of a crime within
14 the meaning of Section 6 of Article XIII B of the California
15 Constitution.