By: Williams, et al.

S.B. No. 911

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the certification and regulation of pain management
3	clinics.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subtitle B, Title 3, Occupations Code, is
6	amended by adding Chapter 167 to read as follows:
7	CHAPTER 167. REGULATION OF PAIN MANAGEMENT CLINICS
8	SUBCHAPTER A. GENERAL PROVISIONS
9	Sec. 167.001. DEFINITION. In this chapter, "pair
10	management clinic" means a publicly or privately owned facility for
11	which a majority of patients are issued on a monthly basis a
12	prescription for opioids, benzodiazepines, barbiturates, or
13	carisoprodol, but not including suboxone.
14	Sec. 167.002. EXEMPTIONS. This chapter does not apply to:
15	(1) a medical or dental school or an outpatient clinic
16	associated with a medical or dental school;
17	(2) a hospital, including any outpatient facility or
18	<pre>clinic of a hospital;</pre>
19	(3) a hospice established under 40 T.A.C. Section
20	97.403 or defined by 42 C.F.R. Section 418.3;
21	(4) a facility maintained or operated by this state;
22	(5) a clinic maintained or operated by the United
23	States;
24	(6) a health organization certified by the board under

Section 162.001; or 1 (7) a clinic owned or operated by a physician who 2 3 treats patients within the physician's area of specialty and who uses other forms of treatment, including surgery, with the issuance 4 of a prescription for a majority of the patients. 5 [Sections 167.003-167.050 reserved for expansion] 6 7 SUBCHAPTER B. POWERS AND DUTIES OF BOARD Sec. 167.051. ADOPTION OF RULES. The board shall adopt 8 9 rules necessary to implement this chapter, including rules to address, for a pain management clinic: 10 11 (1) the operation of the clinic; (2) personnel requirements for the clinic, including 12 13 requirements for a physician who practices at a clinic; (3) standards to ensure quality of patient care; 14 15 (4) certificate application and renewal procedures 16 and requirements; 17 (5) inspections and complaint investigations; and 18 (6) patient billing procedures. Sec. 167.052. INSPECTIONS. The board may inspect a pain 19 management clinic, including the documents of a physician 20 practicing at the clinic, as necessary to ensure compliance with 21 this chapter. 22 Sec. 167.053. COMPLAINTS. The board shall investigate a 23 complaint alleging a violation of this chapter or a rule adopted

under this chapter by a pain management clinic certified under this

chapter or a physician who owns or operates a clinic in the same

manner as other complaints under this subtitle.

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1	[Sections 167.054-167.100 reserved for expansion]
2	SUBCHAPTER C. CERTIFICATION OF CLINIC
3	Sec. 167.101. CERTIFICATE REQUIRED. (a) A pain management
4	clinic may not operate in this state unless the clinic is certified
5	under this chapter.
6	(b) A certificate issued under this chapter is not
7	transferable or assignable.
8	Sec. 167.102. CERTIFICATE APPLICATION AND ISSUANCE. (a) A
9	physician who owns or operates a pain management clinic shall apply
10	for a certificate for the clinic under this chapter. A pain
11	management clinic must be owned and operated by a medical director
12	who is a physician who practices in this state under an unrestricted
13	license.
14	(b) An applicant for a certificate under this chapter must
15	submit an application to the board on a form prescribed by the
16	board.
17	(c) The board shall issue a certificate if the board finds
18	that the pain management clinic meets the requirements of this
19	chapter and the standards adopted by the board under this chapter.
20	[Sections 167.103-167.150 reserved for expansion]
21	SUBCHAPTER D. CERTIFICATE RENEWAL
22	Sec. 167.151. EXPIRATION OF CERTIFICATE. (a) A
23	certificate issued under this chapter expires on the second
24	anniversary of the date it is issued.
25	(b) The board shall grant a 180-day grace period from the
26	expiration date of a certificate to renew the certificate.
27	(c) The owner or operator of a pain management clinic for

- 1 which a certificate has expired may not continue to operate the
- 2 <u>clinic until the clinic's certificate is renewed.</u>
- 3 Sec. 167.152. REQUIREMENTS FOR RENEWAL. (a) The owner or
- 4 operator of a pain management clinic may apply to renew a
- 5 certificate issued to the clinic under this chapter by:
- 6 (1) submitting a renewal application to the board on
- 7 the form prescribed by the board before the expiration of the grace
- 8 period under Section 167.151; and
- 9 (2) complying with any other requirements adopted by
- 10 board rule.
- 11 (b) If a certificate is not renewed before the expiration of
- 12 the grace period under Section 167.151, the pain management clinic
- 13 must reapply for an original certificate to operate the clinic.
- 14 [Sections 167.153-167.200 reserved for expansion]
- 15 SUBCHAPTER E. REGULATION OF CLINICS; ENFORCEMENT
- Sec. 167.201. REGULATION OF PERSON AFFILIATED WITH CLINIC.
- 17 (a) The owner or operator of a pain management clinic, an employee
- 18 of the clinic, or a person with whom a clinic contracts for services
- 19 may not:
- 20 (1) have been denied, by any jurisdiction, a license
- 21 under which the person may prescribe, dispense, administer, supply,
- 22 or sell a controlled substance;
- (2) have held a license issued by any jurisdiction,
- 24 under which the person may prescribe, dispense, administer, supply,
- or sell a controlled substance, that has been restricted; or
- 26 (3) have been subject to disciplinary action by any
- 27 licensing entity for conduct that was a result of inappropriately

- 1 prescribing, dispensing, administering, supplying, or selling a
- 2 controlled substance.
- 3 (b) A pain management clinic may not be owned wholly or
- 4 partly by a person who has been convicted of or pled nolo contendere
- 5 to, or received deferred adjudication for:
- 6 (1) an offense that constitutes a felony; or
- 7 (2) an offense that constitutes a misdemeanor, the
- 8 <u>facts of which relate to the distribution of illegal prescription</u>
- 9 drugs or a controlled substance as defined by Section 551.003(11).
- 10 (c) The owner or operator of a pain management clinic shall:
- 11 (1) be on-site at the clinic at least 33 percent of the
- 12 clinic's total number of operating hours; and
- 13 (2) review at least 33 percent of the total number of
- 14 patient files of the clinic, including the patient files of a clinic
- 15 employee or contractor to whom authority for patient care has been
- 16 delegated by the clinic.
- 17 Sec. 167.202. DISCIPLINARY ACTION. (a) A violation of
- 18 this chapter or a rule adopted under this chapter is grounds for
- 19 disciplinary action against a pain management clinic certified
- 20 under this chapter or an owner or operator of a clinic certified
- 21 under this chapter.
- 22 (b) A violation of this chapter may be enforced in the same
- 23 manner as any other violation of this subtitle.
- SECTION 2. (a) Not later than March 1, 2010, the Texas
- 25 Medical Board shall adopt the rules required by Chapter 167,
- 26 Occupations Code, as added by this Act.
- 27 (b) Notwithstanding Section 167.101, Occupations Code, as

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- 1 added by this Act, a pain management clinic must obtain a
- 2 certificate required by that section not later than September 1,
- 3 2010.
- 4 SECTION 3. (a) Except as provided by Subsection (b) of
- 5 this section, this Act takes effect September 1, 2009.
- 6 (b) Section 167.101, Occupations Code, as added by this Act,
- 7 takes effect September 1, 2010.