By: Price H.B. No. 3269

A BILL TO BE ENTITLED

1	_ AN A	ACT

- 2 relating to level of care designations for hospitals that provide
- 3 neonatal and maternal care.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 241.183, Health and Safety Code, is
- 6 amended by amending Subsection (a) and adding Subsection (f) to
- 7 read as follows:
- 8 (a) The executive commissioner, in consultation with the
- 9 commission [department], shall adopt rules:
- 10 (1) establishing the levels of care for neonatal and
- 11 maternal care to be assigned to hospitals;
- 12 (2) prescribing criteria for designating levels of
- 13 neonatal and maternal care, respectively, including specifying the
- 14 minimum requirements to qualify for each level designation;
- 15 (3) establishing a process for the assignment of
- 16 levels of care to a hospital for neonatal and maternal care,
- 17 respectively;
- 18 (4) establishing a process for amending the level of
- 19 care designation requirements, including a process for assisting
- 20 facilities in implementing any changes made necessary by the
- 21 amendments;
- 22 (5) dividing the state into neonatal and maternal care
- 23 regions;
- 24 (6) facilitating transfer agreements through regional

- 1 coordination;
- 2 (7) requiring payment, other than quality or
- 3 outcome-based funding, to be based on services provided by the
- 4 facility, regardless of the facility's level of care designation;
- 5 [and]
- 6 (8) prohibiting the denial of a neonatal or maternal
- 7 level of care designation to a hospital that meets the minimum
- 8 requirements for that level of care designation;
- 9 (9) establishing a process through which a hospital
- 10 may appeal to an independent third party regarding the level of care
- 11 designation assigned to the hospital;
- 12 (10) permitting a health care provider who provides
- 13 care at a hospital assigned a Level I or II level of care
- 14 designation to provide each health care service for which the
- 15 provider is licensed if the hospital demonstrates a need for the
- 16 service; and
- 17 (11) specifying the situations in which a hospital can
- 18 receive off-site medical consulting or services to meet the
- 19 requirements for a level of care designation.
- 20 (f) In adopting rules under Subsection (a), the executive
- 21 commissioner shall ensure that any requirement for a level of care
- 22 designation related to care for patients of a particular
- 23 gestational age or for a specified number of patients of a
- 24 particular gestational age provides flexibility based on the
- 25 geographic area in which the hospital is located and the hospital's
- 26 capabilities for providing care.
- 27 SECTION 2. Subchapter H, Chapter 241, Health and Safety

- 1 Code, is amended by adding Sections 241.1835 and 241.1865 to read as
- 2 follows:
- 3 Sec. 241.1835. USE OF TELEHEALTH SERVICES AND TELEMEDICINE
- 4 MEDICAL SERVICES AT CERTAIN HOSPITALS. (a) In this section,
- 5 "telehealth service" and "telemedicine medical service" have the
- 6 meanings assigned by Section 111.001, Occupations Code.
- 7 (b) In adopting rules under Section 241.183, the executive
- 8 commissioner may not exclude or prohibit the use of telehealth
- 9 services or telemedicine medical services by a physician providing
- 10 on-call services at a hospital located in a rural area of this
- 11 state, as defined by executive commissioner rule, that is assigned
- 12 a Level I, II, or III level of care designation. This section
- 13 <u>applies only to on-call services provided:</u>
- 14 (1) at a hospital with a local medical staff
- 15 consisting of not more than four physicians; and
- 16 (2) for a hospital assigned a Level II or III level of
- 17 care designation, by a physician licensed to practice medicine
- 18 under Subtitle B, Title 3, Occupations Code, and board certified in
- 19 obstetrics or gynecology.
- 20 (c) This section does not waive the requirements for a level
- 21 of care designation.
- Sec. 241.1865. WAIVER FROM LEVEL OF CARE DESIGNATION
- 23 REQUIREMENTS. (a) The executive commissioner by rule shall
- 24 develop and implement a process through which a hospital may enter
- 25 into an agreement with the commission to waive one or more
- 26 requirements for a level of care designation.
- 27 (b) The executive commissioner by rule shall adopt

- 1 requirements to enter into a waiver agreement under Subsection (a)
- 2 and specify the type of designation requirements that may be
- 3 waived.
- 4 (c) A waiver agreement entered into under Subsection (a):
- 5 (1) must expire at the end of each designation cycle
- 6 but may be renewed by the commission under the same or different
- 7 terms; and
- 8 (2) may require a hospital to meet the requirements
- 9 for a level of care designation within the period specified under
- 10 the agreement.
- 11 (d) A hospital that enters into a waiver agreement under
- 12 Subsection (a) is required to satisfy all other requirements for a
- 13 level of care designation that are not waived in the agreement.
- 14 SECTION 3. Section 241.187, Health and Safety Code, is
- 15 amended by amending Subsection (1) and adding Subsection (m) to
- 16 read as follows:
- 17 (1) The advisory council is subject to Chapter 325,
- 18 Government Code (Texas Sunset Act). The advisory council shall be
- 19 reviewed during the period in which the Department of State Health
- 20 Services is reviewed [Unless continued in existence as provided by
- 21 that chapter, the advisory council is abolished and this section
- 22 expires September 1, 2025].
- 23 (m) The executive commissioner, in consultation with the
- 24 commission and the advisory council, shall:
- 25 (1) conduct a strategic review of the practical
- 26 implementation of rules adopted by the executive commissioner under
- 27 this subchapter that at a minimum identifies:

H.B. No. 3269

(A) barriers to a hospital obtaining the

- 5 (2) based on the review conducted under Subdivision
- 6 (1), modify rules adopted under this subchapter, as appropriate, to
- 7 improve the process and methodology of assigning level of care
- 8 designations; and
- 9 (3) prepare and submit to the legislature each
- 10 biennium a written report that summarizes:
- 11 (A) the review conducted under Subdivision (1);
- 12 and

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- 13 (B) actions taken by the executive commissioner
- 14 based on the review.
- 15 SECTION 4. As soon as practicable after the effective date
- 16 of this Act, the executive commissioner of the Health and Human
- 17 Services Commission shall adopt rules as necessary to implement the
- 18 changes in law made by this Act.
- 19 SECTION 5. This Act takes effect September 1, 2019.