### **103RD GENERAL ASSEMBLY**

# State of Illinois

# 2023 and 2024

#### SB3217

Introduced 2/6/2024, by Sen. Rachel Ventura

## SYNOPSIS AS INTRODUCED:

210 ILCS 85/7

from Ch. 111 1/2, par. 148

Amends the Hospital Licensing Act. Increases the fine for a hospital that fails to implement a written staffing plan for nursing services from a fine of up to \$500 per occurrence to a fine of up to \$5,000 per occurrence. Increases the fine for a hospital that demonstrates a pattern or practice of failing to substantially comply with a plan of correction within 60 days from a fine of up to \$500 per occurrence to a fine of up to \$10,000 per occurrence. Specifies that the Department of Public Health may revoke or suspend a license under the Act for the second or subsequent time that a hospital demonstrates a pattern or practice of failing to substantially comply with a plan of correction within 60 days (now, the hospital is issued a fine of up to \$1,000 per occurrence for such a violation).

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SB3217

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AN ACT concerning regulation.

# 2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The Hospital Licensing Act is amended by 5 changing Section 7 as follows:

6 (210 ILCS 85/7) (from Ch. 111 1/2, par. 148)

7 Sec. 7. (a) The Director after notice and opportunity for 8 hearing to the applicant or licensee may deny, suspend, or 9 revoke a permit to establish a hospital or deny, suspend, or revoke a license to open, conduct, operate, and maintain a 10 hospital in any case in which he finds that there has been a 11 12 substantial failure to comply with the provisions of this Act, 13 the Hospital Report Card Act, or the Illinois Adverse Health 14 Care Events Reporting Law of 2005 or the standards, rules, and regulations established by virtue of any of those Acts. The 15 Department may impose fines on hospitals, not to exceed \$500 16 per occurrence, for failing to (1) initiate a criminal 17 background check on a patient that meets the criteria for 18 19 hospital-initiated background checks or (2) report the death 20 of a person known to be a resident of a facility licensed under 21 the ID/DD Community Care Act or the MC/DD Act to the coroner or 22 medical examiner within 24 hours as required by Section 6.09a of this Act. In assessing whether to impose such a fine for 23

1 initiate a criminal failure to background check, the 2 Department shall consider various factors including, but not limited to, whether the hospital has engaged in a pattern or 3 practice of failing to initiate criminal background checks. 4 5 Money from fines shall be deposited into the Long Term Care 6 Provider Fund.

(a-5) If a hospital demonstrates a pattern or practice of 7 8 failing to substantially comply with the requirements of 9 Section 10.10 or the hospital's written staffing plan, the 10 hospital shall provide a plan of correction to the Department 11 within 60 days. The Department may impose fines as follows: 12 (i) if a hospital fails to implement a written staffing plan 13 for nursing services, a fine not to exceed \$5,000 \$500 per 14 occurrence may be imposed; (ii) if a hospital demonstrates a 15 pattern or practice of failing to substantially comply with a 16 plan of correction within 60 days after the plan takes effect, a fine not to exceed  $\frac{10,000}{500}$  per occurrence may be 17 imposed; and (iii) if a hospital demonstrates for a second or 18 19 subsequent time a pattern or practice of failing to substantially comply with a plan of correction within 60 days 20 21 after the plan takes effect, the Department may revoke or 22 suspend a license issued to a hospital under this Act a fine 23 not to exceed \$1,000 per occurrence may be imposed. Reports of violations of Section 10.10 shall be subject to public 24 25 disclosure under Section 6.14a. Money from fines within this 26 subsection (a-5) shall be deposited into the Hospital

Licensure Fund, and money from fines for violations of Section
10.10 shall be used for scholarships under the Nursing
Education Scholarship Law.

(b) Such notice shall be effected by registered mail or by 4 5 personal service setting forth the particular reasons for the proposed action and fixing a date, not less than 15 days from 6 the date of such mailing or service, at which time the 7 applicant or licensee shall be given an opportunity for a 8 9 hearing. Such hearing shall be conducted by the Director or by 10 an employee of the Department designated in writing by the 11 Director as Hearing Officer to conduct the hearing. On the 12 basis of any such hearing, or upon default of the applicant or licensee, the Director shall make a determination specifying 13 14 his findings and conclusions. In case of a denial to an 15 applicant of a permit to establish a hospital, such 16 determination shall specify the subsection of Section 6 under 17 which the permit was denied and shall contain findings of fact forming the basis of such denial. A copy of such determination 18 shall be sent by registered mail or served personally upon the 19 20 applicant or licensee. The decision denying, suspending, or revoking a permit or a license shall become final 35 days after 21 22 it is so mailed or served, unless the applicant or licensee, 23 within such 35 day period, petitions for review pursuant to 24 Section 13.

(c) The procedure governing hearings authorized by thisSection shall be in accordance with rules promulgated by the

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Department and approved by the Hospital Licensing Board. A 1 2 full and complete record shall be kept of all proceedings, including the notice of hearing, complaint, and all other 3 documents in the nature of pleadings, written motions filed in 4 5 the proceedings, and the report and orders of the Director and Hearing Officer. All testimony shall be reported but need not 6 be transcribed unless the decision is appealed pursuant to 7 Section 13. A copy or copies of the transcript may be obtained 8 9 by any interested party on payment of the cost of preparing 10 such copy or copies.

11 (d) The Director or Hearing Officer shall upon his own 12 motion, or on the written request of any party to the proceeding, issue subpoenas requiring the attendance and the 13 giving of testimony by witnesses, and subpoenas duces tecum 14 15 requiring the production of books, papers, records, or 16 memoranda. All subpoenas and subpoenas duces tecum issued 17 under the terms of this Act may be served by any person of full age. The fees of witnesses for attendance and travel shall be 18 the same as the fees of witnesses before the Circuit Court of 19 20 this State, such fees to be paid when the witness is excused from further attendance. When the witness is subpoenaed at the 21 22 instance of the Director, or Hearing Officer, such fees shall 23 be paid in the same manner as other expenses of the Department, 24 and when the witness is subpoenaed at the instance of any other 25 party to any such proceeding the Department may require that 26 the cost of service of the subpoena or subpoena duces tecum and

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the fee of the witness be borne by the party at whose instance the witness is summoned. In such case, the Department in its discretion, may require a deposit to cover the cost of such service and witness fees. A subpoena or subpoena duces tecum issued as aforesaid shall be served in the same manner as a subpoena issued out of a court.

7 (e) Any Circuit Court of this State upon the application 8 of the Director, or upon the application of any other party to 9 the proceeding, may, in its discretion, compel the attendance 10 of witnesses, the production of books, papers, records, or 11 memoranda and the giving of testimony before the Director or 12 Hearing Officer conducting an investigation or holding a hearing authorized by this Act, by an attachment for contempt, 13 14 or otherwise, in the same manner as production of evidence may 15 be compelled before the court.

(f) The Director or Hearing Officer, or any party in an investigation or hearing before the Department, may cause the depositions of witnesses within the State to be taken in the manner prescribed by law for like depositions in civil actions in courts of this State, and to that end compel the attendance of witnesses and the production of books, papers, records, or memoranda.

23 (Source: P.A. 102-641, eff. 8-27-21.)