

1 STATE OF OKLAHOMA

2 1st Session of the 56th Legislature (2017)

3 CONFERENCE COMMITTEE SUBSTITUTE

4 FOR ENGROSSED

5 SENATE BILL 774

By: David of the Senate

and

Caldwell of the House

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9 CONFERENCE COMMITTEE SUBSTITUTE

10 An Act relating to the Residential Care Act; amending  
11 63 O.S. 2011, Section 1-822, which relates to  
12 applications for licensure; modifying requirement for  
13 certain administrator; amending 63 O.S. 2011, Section  
14 1-829, which relates to inspections and  
15 investigations; reducing required annual inspections;  
16 providing for announced inspections; directing  
17 promulgation of rules for certain purposes; updating  
18 statutory reference; making certain observer  
19 optional; modifying types of organizations from which  
20 observers may be invited; deleting certain  
21 reimbursement requirement; modifying certain  
22 reporting requirements; authorizing the Department of  
23 Health to access certain books, records and other  
24 documents; and providing an effective date.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. AMENDATORY 63 O.S. 2011, Section 1-822, is  
amended to read as follows:

Section 1-822. A. An application for a license, or renewal  
thereof, to establish or operate a residential care home shall be

1 accompanied by a fee of Fifty Dollars (\$50.00). The fee shall not  
2 be refunded. Except as provided for in Section 1-824 of this title,  
3 a license shall expire twenty-four (24) months from the date of  
4 issuance, unless sooner revoked, and may be renewed biannually by  
5 the State Department of Health pursuant to the provisions of the  
6 Residential Care Act. All licenses shall be on a form prescribed by  
7 the State Commissioner of Health, and shall include, but not be  
8 limited to, the maximum bed capacity for which the license is  
9 granted, the date the license was issued, and the expiration date of  
10 the license. The provisions of the license shall require that the  
11 license shall:

12 1. Not be transferable or assignable except as authorized by  
13 the provisions of the Residential Care Act;

14 2. Be posted in a conspicuous place on the licensed premises;  
15 and

16 3. Be issued only for the premises named in the application,  
17 and may be renewed for twenty-four-month periods upon application,  
18 inspection, and payment of the license fee, as required by the  
19 provisions of the Residential Care Act.

20 B. An application shall contain the following information:

21 1. The name and address of the owner of the home. If the owner  
22 is a firm or partnership, the name and address of each member  
23 thereof shall be included in the application. If the owner is a  
24 corporation, the name and address of the corporation and the name

1 and address of each officer and registered agent of the corporation  
2 shall be included in the application;

3 2. The name and address of the applicant if the applicant is  
4 not the owner and is acting as agent for the owner;

5 3. The name and location of the home for which a license is  
6 sought;

7 4. The name of the administrator of the home;

8 5. The number and type of residents for whom services are to be  
9 provided; and

10 6. The staffing pattern for providing resident care. In the  
11 case of an application for an initial license, the staffing pattern  
12 shown may be the projected staffing pattern.

13 C. Each initial application shall be accompanied by a statement  
14 from the unit of local government having zoning jurisdiction over  
15 the location of the home stating that the location is not in  
16 violation of a zoning ordinance.

17 D. 1. An applicant shall be twenty-one (21) years of age or  
18 older and meet the specific requirements for licensure as specified  
19 in rules promulgated by the State Board of Health pursuant to the  
20 provisions of the Residential Care Act.

21 2. No person who has been convicted of a felony in connection  
22 with the management or operation of a home, or facility as defined  
23 in Section 1-1902 of this title or in the care and treatment of the  
24 residents of a home, or facility as defined in Section 1-1902 or 1-

1 1950.1 of this title shall be eligible to be licensed or to  
2 participate in the management or operation of a home.

3 3. If the applicant is a firm, partnership, or corporation, the  
4 applicant shall not be eligible to be licensed if any member of the  
5 firm or partnership or any officer or major stockholder of the  
6 corporation has been convicted of a felony in connection with the  
7 operation or management of a home or facility or the care and  
8 treatment of the residents of a home or facility as defined in  
9 Section 1-1902 of this title.

10 E. 1. The application for a license or renewal of a license  
11 shall be accompanied by a statement of ownership which shall include  
12 the following:

13 a. the name, address, telephone number, occupation or  
14 business activity, business address, and business  
15 telephone number of the owner of the home and of every  
16 person who owns the building in which the home is  
17 located. If the owner is a partnership or  
18 corporation, the name and address of each partner and  
19 stockholder with an ownership interest of five percent  
20 (5%) or more shall be included in the statement, and

21 b. the name and address of any other home in which the  
22 owner has a full or partial financial interest or, if  
23 the owner is a partnership or corporation, any other  
24 home in which the partnership or corporation has a

1 full or partial financial interest. The statement  
2 shall indicate whether or not any other home wherein a  
3 full or partial financial interest is held would, if  
4 located in this state, be required to be licensed.

5 2. The applicant shall agree in writing, prior to the issuance  
6 of a license, to notify the Department if there is any change in the  
7 information required to be included in the statement of ownership  
8 thirty (30) days in advance of such change. The information  
9 contained in the statement of ownership shall be public information  
10 and shall be available upon request from the Department.

11 F. Upon application of a licensee, a license may be modified in  
12 accordance with the provisions of the Residential Care Act. Such  
13 application for modification of a license shall be accompanied by a  
14 fee of Twenty Dollars (\$20.00) and shall be submitted in such form  
15 and manner as required by the Department.

16 G. Upon payment of the required application fees, the  
17 Commissioner may issue and renew licenses which substantially comply  
18 with the provisions of the Residential Care Act and rules  
19 promulgated pursuant thereto; provided, however, a plan of  
20 correction shall be submitted and accepted by both parties prior to  
21 licensure.

22 H. All residential care homes shall be required to have or  
23 employ a ~~certified~~ licensed administrator for the home.

1 SECTION 2. AMENDATORY 63 O.S. 2011, Section 1-829, is  
2 amended to read as follows:

3 Section 1-829. A. Every home for which a license has been  
4 issued shall be inspected by a duly appointed representative of the  
5 State Department of Health pursuant to rules promulgated by the  
6 State Board of Health with the advice and counsel of the Long-Term  
7 Care Facility Advisory Board. Inspection reports shall be prepared  
8 on forms prescribed by the Department with the advice and counsel of  
9 the Advisory Board.

10 B. 1. The Department shall at least ~~three times~~ one time a  
11 year and whenever it deems necessary inspect, survey, and evaluate  
12 each home to determine compliance with applicable licensure rules.

13 2. An inspection, investigation, survey, or evaluation shall be  
14 either announced or unannounced. The State Board of Health shall  
15 promulgate rules determining the criteria when an inspection,  
16 investigation, survey or evaluation shall be unannounced or may be  
17 announced by the Department. Any licensee, applicant for a license  
18 or operator of any unlicensed facility shall be deemed to have given  
19 consent to any duly authorized employee, agent of the Department to  
20 enter and inspect the home in accordance with the provisions of the  
21 Residential Care Act. Refusal to permit such entry or inspection  
22 shall constitute grounds for the denial, nonrenewal, suspension, or  
23 revocation of a license as well as emergency transfer of all  
24 residents.

1           3. Any employee of the Department who discloses to any  
2 unauthorized person, prior to an inspection, information regarding  
3 an unannounced residential care home inspection that is required  
4 pursuant to the provisions of ~~this act~~ the Residential Care Act  
5 shall, upon conviction thereof, be guilty of a misdemeanor. In  
6 addition, such action shall be construed to be a misuse of office  
7 and punishable as a violation of rules promulgated by the Ethics  
8 Commission.

9           One person ~~shall~~ may be invited from a statewide organization of  
10 ~~the elderly~~ older adults or persons with disabilities by the  
11 Department to act as a citizen observer in any inspection. ~~Such~~  
12 ~~person shall receive expenses as provided in the State Travel~~  
13 ~~Reimbursement Act.~~

14           C. The Department shall maintain a log, updated at least  
15 monthly and available for public inspection, which shall at a  
16 minimum detail:

17           1. The name of the home and date of inspection, investigation,  
18 survey, or evaluation;

19           2. Any deficiencies, lack of compliance, or violation noted at  
20 the inspection, investigation, survey, or evaluation;

21           3. The date a notice of violation, license denial, nonrenewal,  
22 suspension, or revocation was issued or other enforcement action  
23 occurred;

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1 4. The date a plan of correction was submitted and the date the  
2 plan was approved;

3 5. The date corrections were completed, as verified by an  
4 inspection; and

5 6. If the inspection or investigation was made pursuant to the  
6 receipt of a complaint, the date such complaint was received and the  
7 date the complainant was notified of the results of the inspection  
8 or investigation.

9 D. The Department ~~shall~~ may require the residential care home  
10 to submit periodic reports and. The Department shall have access to  
11 books, records and other documents maintained by the home to the  
12 extent necessary to implement the provisions of the Residential Care  
13 Act and the rules promulgated by the Board pursuant thereto.

14 E. The Department shall make at least one annual report on each  
15 home in the state. The report shall include all conditions and  
16 practices not in compliance with the provisions of the Residential  
17 Care Act or rules promulgated pursuant thereto within the last year  
18 and, if a violation is corrected, or is subject to an approved plan  
19 of correction. The Department shall send a copy of the report to  
20 any person upon receiving a written request. The Department may  
21 charge a reasonable fee to cover the cost of copying and mailing the  
22 report.

23 F. A state or local ombudsman as that term is defined by the  
24 Special Unit on Aging within the Department of Human Services



1 pursuant to the Older Americans' Act, 42 U.S.C.A., Section 3001 et  
2 seq., as amended, or case manager employed by the Department of  
3 Mental Health and Substance Abuse Services or one of its contract  
4 agencies is authorized to accompany and shall be notified by the  
5 Department of any inspection conducted of any home licensed pursuant  
6 to the provisions of the Residential Care Act. Any state or local  
7 ombudsman is authorized to enter any home licensed pursuant to the  
8 provisions of the Residential Care Act, communicate privately and  
9 without unreasonable restriction with any resident of a home who  
10 consents to such communication, to seek consent to communicate  
11 privately and without restriction with any resident of a home, and  
12 to observe all areas of a home that directly pertain to the care of  
13 a resident of a home.

14 G. Following any inspection by the Department, pursuant to the  
15 provisions of this section, all reports relating to the inspection  
16 shall be filed in the county office of the Department of Human  
17 Services in which the home is located and with the Department of  
18 Mental Health and Substance Abuse Services.

19 SECTION 3. This act shall become effective November 1, 2017.  
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21 56-1-1883 LB 7/17/2018 9:59:00 AM  
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