8153--A

2015-2016 Regular Sessions

IN ASSEMBLY

June 10, 2015

Introduced by M. of A. PEOPLES-STOKES, TITONE, LUPINACCI, BENEDETTO, STECK, SEPULVEDA -- Multi-Sponsored by -- M. of A. ARROYO -- read once and referred to the Committee on Higher Education -- recommitted to the Committee on Higher Education in accordance with Assembly Rule 3, sec. 2 -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the limited liability company law, the business corporation law, the partnership law, the education law and the public health law, in relation to authorizing certain licensed health services professionals to form limited liability companies

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. Subdivision (a) of section 1203 of the limited liability company law, as amended by chapter 554 of the laws of 2013, is amended to read as follows:

1 2

3

(a) Notwithstanding the education law or any other provision of law, 5 one or more professionals each of whom is authorized by law to render a professional service within the state, or one or more professionals, at 7 least one of whom is authorized by law to render a professional service within the state, may form, or cause to be formed, a professional 9 service limited liability company for pecuniary profit under this arti-10 cle for the purpose of rendering the professional service or services as 11 such professionals are authorized to practice. With respect to a professional service limited liability company formed to provide medical 12 13 services as such services are defined in article 131 of the education each member of such limited liability company must be licensed 14 pursuant to article 131 of the education law to practice medicine in 15 NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, ANY 16 this state. 17 PERSON LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE MEDICINE AND ANY PERSON LICENSED PURSUANT TO ARTICLES 132, 19 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets [] is old law to be omitted.

LBD11509-03-6

ARTICLE 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE TO BE FORMED, PROFESSIONAL SERVICE LIMITED LIABILITY COMPANY TO PROVIDE MULTIDISCIPLI-3 SERVICES WITH ONE OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE CONDITIONS: (I) EACH MEMBER OF SUCH LIMITED LIABILITY COMPANY 5 MUST BE LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW 6 HIS OR HER PROFESSION IN THIS STATE; (II) EACH MEMBER SHALL ONLY 7 PRACTICE HIS OR HER PROFESSION AS SPECIFIED IN HIS OR HER RESPECTIVE 8 PROFESSIONAL ENABLING STATUTE UNDER TITLE EIGHT OF THE EDUCATION LAW; AND (III) ANY CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS 9 10 SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF THE MEMBERS; PROVIDED FURTHER THAT: (A) NO MEMBER SHALL, DIRECTLY OR 11 INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL 12 INDIRECTLY, PRACTICE OF ANOTHER MEMBER; AND (B) NO MEMBER SHALL ORDER OR DIRECT 13 14 ANOTHER MEMBER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. With 15 respect to a professional service limited liability company formed to 16 provide dental services as such services are defined in article 133 of the education law, each member of such limited liability company must be 17 18 licensed pursuant to article 133 of the education law to practice dentistry in this state. With respect to a professional service limited 19 20 liability company formed to provide veterinary services as such services 21 are defined in article 135 of the education law, each member of 22 limited liability company must be licensed pursuant to article 135 of 23 the education law to practice veterinary medicine in this state. With respect to a professional service limited liability company formed to 24 25 provide professional engineering, land surveying, architectural 26 landscape architectural services as such services are defined in article article 147 and article 148 of the education law, each member of 27 such limited liability company must be licensed pursuant to article 145, 28 29 article 147 and/or article 148 of the education law to practice one or 30 more of such professions in this state. [With respect to a professional service limited liability company formed to provide licensed clinical 31 32 social work services as such services are defined in article 154 of the 33 education law, each member of such limited liability company shall be 34 licensed pursuant to article 154 of the education law to practice licensed clinical social work in this state.] With respect to a profes-35 sional service limited liability company formed to provide creative arts 36 37 therapy services as such services are defined in article 163 of the 38 education law, each member of such limited liability company must be licensed pursuant to article 163 of the education law to practice crea-39 40 tive arts therapy in this state. With respect to a professional service limited liability company formed to provide marriage and family therapy 41 services as such services are defined in article 163 of the education 42 43 each member of such limited liability company must be licensed pursuant to article 163 of the education law to practice marriage and 44 45 family therapy in this state. With respect to a professional service limited liability company formed to provide mental health counseling 46 47 services as such services are defined in article 163 of the education 48 law, each member of such limited liability company must be pursuant to article 163 of the education law to practice mental health 49 50 counseling in this state. With respect to a professional service limited 51 liability company formed to provide psychoanalysis services as services are defined in article 163 of the education law, each member of 52 such limited liability company must be licensed pursuant to article 163 53 54 of the education law to practice psychoanalysis in this state. With 55 respect to a professional service limited liability company formed to 56 provide applied behavior analysis services as such services are defined

15

16

in article 167 of the education law, each member of such limited liability company must be licensed or certified pursuant to article 167 of the 3 education law to practice applied behavior analysis in this state. In addition to engaging in such profession or professions, a professional service limited liability company may engage in any other business or 6 activities as to which a limited liability company may be formed under 7 section two hundred one of this chapter. Notwithstanding any other provision of this section, a professional service limited liability company (i) authorized to practice law may only engage in another 9 10 profession or business or activities or (ii) which is engaged in a 11 profession or other business or activities other than law may only engage in the practice of law, to the extent not prohibited by any other 12 law of this state or any rule adopted by the appropriate appellate divi-13 14 sion of the supreme court or the court of appeals.

- S 2. Subdivision (b) of section 1207 of the limited liability company law, as amended by chapter 554 of the laws of 2013, is amended to read as follows:
- 17 respect to a professional service limited liability company 18 With 19 formed to provide medical services as such services are defined in arti-20 cle 131 of the education law, each member of such limited liability 21 company must be licensed pursuant to article 131 of the education law to 22 practice medicine in this state. NOTWITHSTANDING ANY OTHER PROVISION OF 23 THIS SECTION, ANY PERSON LICENSED PURSUANT TO ARTICLE 131 OF THE 24 TION LAW TO PRACTICE MEDICINE AND ANY PERSON LICENSED PURSUANT TO ARTI-25 CLES 132, 137, 140, 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF ARTICLE 139 OF THE EDUCATION LAW MAY FORM, 26 27 FORMED, A PROFESSIONAL SERVICE LIMITED LIABILITY COMPANY TO TO 28 PROVIDE MULTIDISCIPLINARY SERVICES WITH ONE OR MORE LICENSED PROFES-29 SUBJECT TO THE FOLLOWING CONDITIONS: (I) EACH MEMBER OF SUCH LIMITED LIABILITY COMPANY MUST BE LICENSED PURSUANT TO TITLE 30 EIGHT EDUCATION LAW TO PRACTICE HIS OR HER PROFESSION IN THIS STATE; (II) 31 32 EACH MEMBER SHALL ONLY PRACTICE HIS OR HER PROFESSION AS SPECIFIED 33 HIS OR HER RESPECTIVE PROFESSIONAL ENABLING STATUTE UNDER TITLE EIGHT OF 34 THE EDUCATION LAW; AND (III) ANY CLINICAL INTEGRATION OF PROFESSIONAL 35 PRACTICES UNDER THIS SECTION SHALL NOT ALTER, EXPAND OR CURTAIL PRACTICE OF ANY OF THE MEMBERS; PROVIDED FURTHER THAT: (A) NO 36 37 MEMBER SHALL, DIRECTLY OR INDIRECTLY, INTERFERE WITH THE CLINICAL JUDG-38 OR LEGITIMATE CLINICAL PRACTICE OF ANOTHER MEMBER; AND (B) NO 39 MEMBER SHALL ORDER OR DIRECT ANOTHER MEMBER TO PRACTICE BEYOND THE SCOPE 40 OF HIS OR HER LICENSE. With respect to a professional service liability company formed to provide dental services as such services are 41 defined in article 133 of the education law, each member of such limited 42 43 liability company must be licensed pursuant to article 133 of the educa-44 law to practice dentistry in this state. With respect to a profes-45 sional service limited liability company formed to provide veterinary services as such services are defined in article 135 of the education 46 47 law, each member of such limited liability company must be 48 pursuant to article 135 of the education law to practice veterinary 49 medicine in this state. With respect to a professional service 50 liability company formed to provide professional engineering, land 51 surveying, architectural and/or landscape architectural services as such services are defined in article 145, article 147 and article 148 of 52 education law, each member of such limited liability company must be 53 54 licensed pursuant to article 145, article 147 and/or article 148 of the 55 education law to practice one or more of such professions in this state. [With respect to a professional service limited liability company formed 56

31

32

to provide licensed clinical social work services as such services are defined in article 154 of the education law, each member of such limited 3 liability company shall be licensed pursuant to article education law to practice licensed clinical social work in this state.] With respect to a professional service limited liability company formed 5 6 provide creative arts therapy services as such services are defined 7 in article 163 of the education law, each member of such limited liabil-8 ity company must be licensed pursuant to article 163 of the education 9 law to practice creative arts therapy in this state. With respect to a 10 professional service limited liability company formed to 11 marriage and family therapy services as such services are defined in article 163 of the education law, each member of such limited liability 12 company must be licensed pursuant to article 163 of the education law to 13 practice marriage and family therapy in this state. With respect to a 14 15 professional service limited liability company formed to provide mental 16 health counseling services as such services are defined in article 163 of the education law, each member of such limited liability company must 17 be licensed pursuant to article 163 of the education law to practice 18 19 mental health counseling in this state. With respect to a professional 20 service limited liability company formed to provide psychoanalysis 21 services as such services are defined in article 163 of the education 22 law, each member of such limited liability company must be 23 pursuant to article 163 of the education law to practice psychoanalysis 24 in this state. With respect to a professional service limited liability 25 company formed to provide applied behavior analysis services as such 26 services are defined in article 167 of the education law, each member of such limited liability company must be licensed or certified pursuant to 27 28 article 167 of the education law to practice applied behavior 29 in this state. 30

- S 3. Subdivision (a) of section 1301 of the limited liability company law, as amended by chapter 554 of the laws of 2013, is amended to read as follows:
- 33 "Foreign professional service limited liability company" means a professional service limited liability company, whether or not denominated as such, organized under the laws of a jurisdiction other than 34 35 this state, (i) each of whose members and managers, if any, is a profes-36 37 sional authorized by law to render a professional service within this state and who is or has been engaged in the practice of such profession 38 39 in such professional service limited liability company or a predecessor 40 entity, or will engage in the practice of such profession in the professional service limited liability company within thirty days of the date 41 such professional becomes a member, or each of whose members and manag-42 43 ers, if any, is a professional at least one of such members is author-44 ized by law to render a professional service within this state and who 45 or has been engaged in the practice of such profession in such professional service limited liability company or a predecessor entity, 46 47 will engage in the practice of such profession in the professional 48 service limited liability company within thirty days of the date professional becomes a member, or (ii) authorized by, or holding a 49 50 license, certificate, registration or permit issued by the licensing 51 authority pursuant to, the education law to render a professional service within this state; except that all members and managers, if any, 52 a foreign professional service limited liability company that 53 54 provides health services in this state shall be licensed in this state. 55 With respect to a foreign professional service limited liability company 56 which provides veterinary services as such services are defined in arti-

cle 135 of the education law, each member of such foreign professional service limited liability company shall be licensed pursuant to article 135 of the education law to practice veterinary medicine. With respect to a foreign professional service limited liability company which provides medical services as such services are defined in article 131 of 6 the education law, each member of such foreign professional service 7 limited liability company must be licensed pursuant to article 131 of the education law to practice medicine in this state. NOTWITHSTANDING OTHER PROVISION OF THIS SECTION, ANY PERSON LICENSED PURSUANT TO 9 10 ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE MEDICINE AND ANY PERSON TO ARTICLES 132, 137, 140, 141, 143, 144, 153, 154, 11 LICENSED PURSUANT 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF ARTICLE 139 OF THE EDUCA-12 TION LAW MAY FORM, OR CAUSE TO BE FORMED, A FOREIGN PROFESSIONAL SERVICE 13 LIMITED LIABILITY COMPANY TO PROVIDE MULTIDISCIPLINARY SERVICES WITH ONE 14 OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: (A) 15 EACH MEMBER OF SUCH LIMITED LIABILITY COMPANY MUST BE LICENSED 16 TO TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE HIS OR HER PROFESSION IN 17 THIS STATE; (B) EACH MEMBER SHALL ONLY PRACTICE HIS OR HER PROFESSION AS 18 19 INHIS OR HER RESPECTIVE PROFESSIONAL ENABLING STATUTE UNDER 20 TITLE EIGHT OF THE EDUCATION LAW; AND (C) ANY CLINICAL INTEGRATION OF 21 PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL NOT ALTER, EXPAND OR 22 CURTAIL THE SCOPE OF PRACTICE OF ANY OF THE MEMBERS; PROVIDED (1) NO MEMBER SHALL, DIRECTLY OR INDIRECTLY, INTERFERE WITH THE 23 CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE OF ANOTHER MEMBER; AND 24 25 (2) NO MEMBER SHALL ORDER OR DIRECT ANOTHER MEMBER TO PRACTICE 26 SCOPE OF HIS OR HER LICENSE. With respect to a foreign professional service limited liability company which provides dental services as such 27 services are defined in article 133 of the education law, each member of 28 29 such foreign professional service limited liability company must be 30 licensed pursuant to article 133 of the education law to practice dentistry in this state. With respect to a foreign professional service 31 32 limited liability company which provides professional engineering, land 33 surveying, architectural and/or landscape architectural services as such 34 services are defined in article 145, article 147 and article 148 of education law, each member of such foreign professional service limited 35 36 liability company must be licensed pursuant to article 145, article 37 and/or article 148 of the education law to practice one or more of such professions in this state. [With respect to a foreign professional service limited liability company which provides licensed clinical 38 39 40 social work services as such services are defined in article 154 of education law, each member of such foreign professional service limited 41 liability company shall be licensed pursuant to article 154 of 42 education law to practice clinical social work in this state.] With 43 44 respect to a foreign professional service limited liability company which provides creative arts therapy services as such services are defined in article 163 of the education law, each member of such foreign 45 46 47 professional service limited liability company must be licensed pursuant 48 to article 163 of the education law to practice creative arts therapy in this state. With respect to a foreign professional service limited 49 liability company which provides marriage and family therapy services as 50 51 such services are defined in article 163 of the education law, each 52 member of such foreign professional service limited liability company must be licensed pursuant to article 163 of the education law to prac-53 54 tice marriage and family therapy in this state. With respect to a foreign professional service limited liability company which provides 55 56 mental health counseling services as such services are defined in arti-

15

16

17

18 19

20 21

22

23 24

25

26

27 28

29

30

31 32

33

34

35

36

37

38 39

40

41

42

43 44

45

46 47

48

49 50

51

52 53

54

55

56

163 of the education law, each member of such foreign professional service limited liability company must be licensed pursuant to article of the education law to practice mental health counseling in this With respect to a foreign professional service limited liability 5 company which provides psychoanalysis services as such services are defined in article 163 of the education law, each member of such foreign 7 professional service limited liability company must be licensed pursuant 8 article 163 of the education law to practice psychoanalysis in this 9 state. With respect to a foreign professional service limited liability 10 company which provides applied behavior analysis services 11 services are defined in article 167 of the education law, each member of 12 such foreign professional service limited liability company must licensed or certified pursuant to article 167 of the education law to 13 14 practice applied behavior analysis in this state.

- S 4. Paragraph (a) of section 1503 of the business corporation law, as amended by chapter 550 of the laws of 2011, is amended to read as follows:
- Notwithstanding any other provision of law, (I) one or more individuals duly authorized by law to render the same professional service within the state may organize, or cause to be organized, a professional service corporation for pecuniary profit under this article for purpose of rendering the same professional service, except that one or more individuals duly authorized by law to practice professional engineering, architecture, landscape architecture or land surveying within the state may organize, or cause to be organized, a professional service corporation or a design professional service corporation for pecuniary profit under this article for the purpose of rendering such professional services as such individuals are authorized to practice, AND (II) ONE OR MORE INDIVIDUALS LICENSED TO PRACTICE PURSUANT TO ARTICLE 131 AND ONE OR INDIVIDUALS LICENSED PURSUANT TO ARTICLE 132, 137, 140, 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF ARTICLE OF TITLE EIGHT OF THE EDUCATION LAW MAY ORGANIZE, OR CAUSE TO BE ORGANIZED, FOR BUSINESS PURPOSES ONLY, A PROFESSIONAL SERVICE RATION FORMED FOR PECUNIARY PROFIT UNDER THIS ARTICLE FOR THE PURPOSE OF SERVICES WITHIN SUCH A CORPORATION AS SUCH RENDERING MULTIDISCIPLINARY INDIVIDUALS ARE AUTHORIZED TO PRACTICE INDIVIDUALLY IN HIS OR HER RESPECTIVE PROFESSIONS, SUBJECT TO THE FOLLOWING CONDITIONS: (A) AN INDIVIDUAL WHO ORGANIZES, OR CAUSES TO ORGANIZE, SUCH CORPORATION MUST BE LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE HIS OR HER PROFESSION IN THIS STATE; (B) EACH MEMBER SHALL ONLY PRACTICE HIS SPECIFIED IN HIS OR HER RESPECTIVE PROFESSIONAL OR HER PROFESSION AS ENABLING STATUTE UNDER TITLE EIGHT OF THE EDUCATION LAW; (C) ANY INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF THEINDIVIDUAL SHALL, DIRECTLY OR INDIRECTLY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE OF ANOTHER INDIVIDUAL; AND (E) NO INDIVIDUAL SHALL ORDER OR DIRECT ANOTHER INDIVIDUAL TO PRAC-TICE BEYOND THE SCOPE OF HIS OR HER LICENSE.
- S 5. Subdivision (q) of section 121-1500 of the partnership law, as amended by chapter 554 of the laws of 2013, is amended to read as follows:
- (q) Each partner of a registered limited liability partnership formed to provide medical services in this state must be licensed pursuant to article 131 of the education law to practice medicine in this state [and each]. NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, ANY PERSON LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE MEDI-

50

51

52

53 54

55

56

CINE AND ANY OTHER PERSON LICENSED PURSUANT TO ARTICLE 132, 137, 140, 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF 3 ARTICLE 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE TO BE FORMED, A LIABILITY PARTNERSHIP TO PROVIDE MULTIDISCIPLINARY REGISTERED LIMITED 5 SERVICES WITH ONE OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOW-6 ING CONDITIONS: (I) EACH PARTNER OF SUCH LIMITED LIABILITY PARTNERSHIP 7 LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW TO PRAC-8 TICE HIS OR HER PROFESSION IN THIS STATE; (II) EACH PARTNER SHALL 9 PRACTICE HIS OR HER PROFESSION AS SPECIFIED IN HIS OR HER RESPECTIVE 10 PROFESSIONAL ENABLING STATUTE UNDER TITLE EIGHT OF THE EDUCATION LAW; 11 (III) ANY CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS 12 SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF PARTNERS; PROVIDED FURTHER THAT: (A) NO PARTNER SHALL, DIRECTLY 13 14 OR INDIRECTLY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE 15 PRACTICE OF ANOTHER PARTNER; AND (B) NO PARTNER SHALL ORDER OR 16 DIRECT ANOTHER PARTNER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. EACH partner of a registered limited liability partnership 17 18 formed to provide dental services in this state must be licensed pursu-19 ant to article 133 of the education law to practice dentistry in this 20 Each partner of a registered limited liability partnership state. 21 to provide veterinary services in this state must be licensed formed pursuant to article 135 of the education law to practice veterinary 23 medicine in this state. Each partner of a registered limited liability 24 partnership formed to provide professional engineering, land surveying, 25 architectural and/or landscape architectural services in this state must 26 licensed pursuant to article 145, article 147 and/or article 148 of the education law to practice one or more of such professions in this state. [Each partner of a registered limited liability partnership 27 28 formed to provide licensed clinical social work services in this state 29 must be licensed pursuant to article 154 of the education law to prac-30 tice clinical social work in this state.] Each partner of a registered 31 32 limited liability partnership formed to provide creative arts therapy 33 services in this state must be licensed pursuant to article 163 of 34 education law to practice creative arts therapy in this state. Each partner of a registered limited liability partnership formed to provide 35 marriage and family therapy services in this state must be licensed 36 37 pursuant to article 163 of the education law to practice marriage and family therapy in this state. Each partner of a registered limited 38 liability partnership formed to provide mental health 39 counseling 40 services in this state must be licensed pursuant to article 163 of the education law to practice mental health counseling in this state. Each 41 partner of a registered limited liability partnership formed to provide psychoanalysis services in this state must be licensed pursuant to arti-42 43 44 cle 163 of the education law to practice psychoanalysis in this state. 45 Each partner of a registered limited liability partnership formed to provide applied behavior analysis service in this state must be licensed 46 47 or certified pursuant to article 167 of the education law to practice 48 applied behavior analysis in this state. 49

- S 6. Subdivision (q) of section 121-1502 of the partnership law, as amended by chapter 554 of the laws of 2013, is amended to read as follows:
- (q) Each partner of a foreign limited liability partnership which provides medical services in this state must be licensed pursuant to article 131 of the education law to practice medicine in the state [and each]. NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, ANY PERSON LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE MEDI-

49

50

51 52

53 54

56

CINE AND ANY PERSON LICENSED PURSUANT TO ARTICLES 132, 137, 140, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF ARTI-3 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE TO BE FORMED, A FOREIGN LIMITED LIABILITY PARTNERSHIP TO PROVIDE MULTIDISCIPLINARY SERVICES WITH 5 ONE OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: 6 EACH PARTNER OF SUCH FOREIGN LIMITED LIABILITY PARTNERSHIP MUST BE 7 LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE 8 HER PROFESSION IN THIS STATE; (II) EACH PARTNER SHALL ONLY PRACTICE HIS OR HER PROFESSION AS SPECIFIED IN HIS OR HER RESPECTIVE PROFESSIONAL 9 10 ENABLING STATUE UNDER TITLE EIGHT OF THE EDUCATION LAW; AND (III) 11 CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF 12 NERS; PROVIDED FURTHER THAT: (A) NO PARTNER SHALL, DIRECTLY OR INDIRECT-13 14 LY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE 15 ANOTHER PARTNER; AND (B) NO PARTNER SHALL ORDER OR DIRECT ANOTHER PARTNER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. EACH partner 16 17 a foreign limited liability partnership which provides dental 18 services in the state must be licensed pursuant to article 133 of the 19 education law to practice dentistry in this state. Each partner of a foreign limited liability partnership which provides veterinary service 20 21 in the state shall be licensed pursuant to article 135 of the education to practice veterinary medicine in this state. Each partner of a 22 foreign limited liability partnership which provides professional engi-23 neering, land surveying, architectural and/or landscape architectural 24 25 services in this state must be licensed pursuant to article 145, article 26 147 and/or article 148 of the education law to practice one or more of 27 such professions. [Each partner of a foreign limited liability partnership which provides licensed clinical social work services in this state 28 29 must be licensed pursuant to article 154 of the education law to practice licensed clinical social work in this state.] Each partner of a 30 foreign limited liability partnership which provides creative arts ther-31 32 apy services in this state must be licensed pursuant to article 163 of the education law to practice creative arts therapy in this state. Each 33 partner of a foreign limited liability partnership which provides marriage and family therapy services in this state must be licensed pursuant to article 163 of the education law to practice marriage and 34 35 36 37 family therapy in this state. Each partner of a foreign limited liabil-38 ity partnership which provides mental health counseling services in this 39 state must be licensed pursuant to article 163 of the education law to 40 practice mental health counseling in this state. Each partner of a foreign limited liability partnership which provides psychoanalysis 41 services in this state must be licensed pursuant to article 163 of the 42 43 education law to practice psychoanalysis in this state. Each partner of 44 foreign limited liability partnership which provides applied behavior 45 analysis services in this state must be licensed or certified pursuant to article 167 of the education law to practice applied behavior analy-46 47 sis in this state. 48

- S 7. Subdivision (a) of section 1203 of the limited liability company law, as amended by chapter 475 of the laws of 2014, is amended to read as follows:
- (a) Notwithstanding the education law or any other provision of law, one or more professionals each of whom is authorized by law to render a professional service within the state, or one or more professionals, at least one of whom is authorized by law to render a professional service within the state, may form, or cause to be formed, a professional service limited liability company for pecuniary profit under this arti-

cle for the purpose of rendering the professional service or services as such professionals are authorized to practice. With respect to a professional service limited liability company formed to provide medical services as such services are defined in article 131 of the education law, each member of such limited liability company must be licensed 5 6 pursuant to article 131 of the education law to practice medicine in 7 this state. NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, 8 PERSON LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE MEDICINE AND ANY PERSON LICENSED PURSUANT TO ARTICLES 132, 137, 140, 9 10 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE TO BE FORMED, A 11 PROFESSIONAL SERVICE LIMITED LIABILITY COMPANY TO PROVIDE MULTIDISCIPLI-12 13 NARY SERVICES WITH ONE OR MORE LICENSED PROFESSIONALS, SUBJECT 14 FOLLOWING CONDITIONS: (I) EACH MEMBER OF SUCH LIMITED LIABILITY COMPANY 15 MUST BE LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW HIS OR HER PROFESSION IN THIS STATE; (II) EACH MEMBER SHALL ONLY 16 PRACTICE HIS OR HER PROFESSION AS SPECIFIED IN HIS OR HER 17 RESPECTIVE 18 PROFESSIONAL ENABLING STATUE UNDER TITLE EIGHT OF THE EDUCATION LAW; AND 19 CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF 20 21 THE MEMBERS; PROVIDED FURTHER THAT: (A) NO MEMBER SHALL, DIRECTLY OR 22 INDIRECTLY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE 23 PRACTICE OF ANOTHER MEMBER; AND (B) NO MEMBER SHALL ORDER OR DIRECT 24 ANOTHER MEMBER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. 25 respect to a professional service limited liability company formed to 26 provide dental services as such services are defined in article the education law, each member of such limited liability company must be licensed pursuant to article 133 of the education law to practice 27 28 29 dentistry in this state. With respect to a professional service limited 30 liability company formed to provide veterinary services as such services are defined in article 135 of the education law, each member of such 31 32 limited liability company must be licensed pursuant to article 135 of 33 education law to practice veterinary medicine in this state. With respect to a professional service limited liability company formed to 34 provide professional engineering, land surveying, architectural, land-35 scape architectural and/or geological services as such services are 36 37 defined in article 145, article 147 and article 148 of the education law, each member of such limited liability company must be licensed pursuant to article 145, article 147 and/or article 148 of the education 38 39 40 to practice one or more of such professions in this state. [With respect to a professional service limited liability company formed to provide licensed clinical social work services as such services are 41 42 43 defined in article 154 of the education law, each member of such limited 44 liability company shall be licensed pursuant to article 154 of 45 education law to practice licensed clinical social work in this state.] With respect to a professional service limited liability company formed 46 47 provide creative arts therapy services as such services are defined 48 in article 163 of the education law, each member of such limited liabil-49 ity company must be licensed pursuant to article 163 of the education to practice creative arts therapy in this state. With respect to a 50 professional service limited liability company formed to 51 52 marriage and family therapy services as such services are defined in article 163 of the education law, each member of such limited liability 53 54 company must be licensed pursuant to article 163 of the education law to 55 practice marriage and family therapy in this state. With respect to a professional service limited liability company formed to provide mental

27

health counseling services as such services are defined in article 163 of the education law, each member of such limited liability company must be licensed pursuant to article 163 of the education law to practice mental health counseling in this state. With respect to a professional service limited liability company formed to provide psychoanalysis services as such services are defined in article 163 of the education 7 law, each member of such limited liability company must be pursuant to article 163 of the education law to practice psychoanalysis in this state. With respect to a professional service limited liability 9 10 company formed to provide applied behavior analysis services as such 11 services are defined in article 167 of the education law, each member of such limited liability company must be licensed or certified pursuant to 12 article 167 of the education law to practice applied behavior analysis 13 state. In addition to engaging in such profession or 14 professions, a professional service limited liability company may engage 15 in any other business or activities as to which a limited liability company may be formed under section two hundred one of this chapter. 16 17 18 Notwithstanding any other provision of this section, a professional service limited liability company (i) authorized to practice law may only engage in another profession or business or activities or (ii) 19 20 21 which is engaged in a profession or other business or activities other than law may only engage in the practice of law, to the extent not prohibited by any other law of this state or any rule adopted by the 23 24 appropriate appellate division of the supreme court or the court of 25 appeals. 26

- S 8. Subdivision (b) of section 1207 of the limited liability company law, as amended by chapter 475 of the laws of 2014, is amended to read as follows:
- 28 29 (b) With respect to a professional service limited liability company 30 formed to provide medical services as such services are defined in article 131 of the education law, each member of such limited liability 31 32 company must be licensed pursuant to article 131 of the education law to 33 practice medicine in this state. NOTWITHSTANDING ANY OTHER PROVISION OF SECTION, ANY PERSON LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCA-34 35 TION LAW TO PRACTICE MEDICINE AND ANY PERSON LICENSED PURSUANT TO CLES 132, 137, 140, 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 336 SECTION 6902 OF ARTICLE 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE 37 38 TO BE FORMED, A PROFESSIONAL SERVICE LIMITED LIABILITY COMPANY TO 39 PROVIDE MULTIDISCIPLINARY SERVICES WITH ONE OR MORE LICENSED PROFES-40 SIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: (I) EACH MEMBER OF LIMITED LIABILITY COMPANY MUST BE LICENSED PURSUANT TO TITLE EIGHT OF 41 THE EDUCATION LAW TO PRACTICE HIS OR HER PROFESSION IN THIS STATE; 42 43 MEMBER SHALL ONLY PRACTICE HIS OR HER PROFESSION AS SPECIFIED IN HIS OR HER RESPECTIVE PROFESSIONAL ENABLING STATUTE UNDER TITLE EIGHT OR 45 THE EDUCATION LAW; AND (III) ANY CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE 46 47 SCOPE OF PRACTICE OF ANY OF THE MEMBERS; PROVIDED FURTHER THAT: MEMBER SHALL, DIRECTLY OR INDIRECTLY, INTERFERE WITH THE CLINICAL JUDGE-48 49 OR LEGITIMATE CLINICAL PRACTICE OF ANOTHER MEMBER; AND (B) NO 50 MEMBER SHALL ORDER OR DIRECT ANOTHER MEMBER TO PRACTICE BEYOND THE SCOPE 51 OF HIS OR HER LICENSE. With respect to a professional service limited liability company formed to provide dental services as such services are 52 defined in article 133 of the education law, each member of such limited 53 54 liability company must be licensed pursuant to article 133 of the education law to practice dentistry in this state. With respect to a professional service limited liability company formed to provide veterinary 56

42 43

44

45 46 47

48

49

50 51

52

53 54

56

services as such services are defined in article 135 of the education law, each member of such limited liability company must be licensed 3 article 135 of the education law to practice veterinary pursuant to medicine in this state. With respect to a professional service limited 5 liability company formed to provide professional engineering, 6 surveying, architectural, landscape architectural and/or geological 7 services as such services are defined in article 145, article 147 and 8 article 148 of the education law, each member of such limited liability company must be licensed pursuant to article 145, article 147 and/or 9 10 article 148 of the education law to practice one or more of such 11 professions in this state. [With respect to a professional service limited liability company formed to provide licensed clinical social 12 work services as such services are defined in article 154 of the educa-13 14 tion law, each member of such limited liability company shall be 15 licensed pursuant to article 154 of the education law to practice 16 licensed clinical social work in this state.] With respect to a professional service limited liability company formed to provide creative arts 17 therapy services as such services are defined in article 18 163 of the education law, each member of such limited liability company must be 19 20 licensed pursuant to article 163 of the education law to practice crea-21 tive arts therapy in this state. With respect to a professional service 22 limited liability company formed to provide marriage and family therapy services as such services are defined in article 163 of the education 23 law, each member of such limited liability company must be licensed 24 pursuant to article 163 of the education law to practice marriage and 25 26 family therapy in this state. With respect to a professional service limited liability company formed to provide mental health counseling 27 services as such services are defined in article 163 of the education 28 29 each member of such limited liability company must be licensed 30 pursuant to article 163 of the education law to practice mental health counseling in this state. With respect to a professional service limited 31 32 liability company formed to provide psychoanalysis services as such services are defined in article 163 of the education law, each member of 33 such limited liability company must be licensed pursuant to article 163 34 35 the education law to practice psychoanalysis in this state. With 36 respect to a professional service limited liability company formed to 37 provide applied behavior analysis services as such services are defined 38 in article 167 of the education law, each member of such limited liability company must be licensed or certified pursuant to article 167 of the 39 40 education law to practice applied behavior analysis in this state. 41

- S 9. Subdivision (a) of section 1301 of the limited liability company law, as amended by chapter 475 of the laws of 2014, is amended to read as follows:
- (a) "Foreign professional service limited liability company" means a professional service limited liability company, whether or not denominated as such, organized under the laws of a jurisdiction other than this state, (i) each of whose members and managers, if any, is a professional authorized by law to render a professional service within this state and who is or has been engaged in the practice of such profession in such professional service limited liability company or a predecessor entity, or will engage in the practice of such profession in the professional service limited liability company within thirty days of the date such professional becomes a member, or each of whose members and managers, if any, is a professional at least one of such members is authorized by law to render a professional service within this state and who is or has been engaged in the practice of such profession in such

professional service limited liability company or a predecessor entity, or will engage in the practice of such profession in the professional service limited liability company within thirty days of the date such professional becomes a member, or (ii) authorized by, or holding a 5 license, certificate, registration or permit issued by the licensing 6 authority pursuant to, the education law to render a professional 7 service within this state; except that all members and managers, if any, 8 a foreign professional service limited liability company that provides health services in this state shall be licensed in this state. 9 10 With respect to a foreign professional service limited liability company 11 which provides veterinary services as such services are defined in article 135 of the education law, each member of such foreign professional 12 service limited liability company shall be licensed pursuant to article 13 14 135 of the education law to practice veterinary medicine. With respect 15 a foreign professional service limited liability company which 16 provides medical services as such services are defined in article 131 of 17 the education law, each member of such foreign professional service 18 limited liability company must be licensed pursuant to article 131 of 19 the education law to practice medicine in this state. NOTWITHSTANDING 20 OTHER PROVISION OF THIS SECTION, ANY PERSON LICENSED PURSUANT TO 21 ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE MEDICINE AND ANY 22 LICENSED PURSUANT TO ARTICLES 132, 137, 140, 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF ARTICLE 139 OF THE EDUCA-23 TION LAW MAY FORM, OR CAUSE TO BE FORMED, A FOREIGN PROFESSIONAL SERVICE 24 25 LIMITED LIABILITY COMPANY TO PROVIDE MULTIDISCIPLINARY SERVICES WITH ONE 26 OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: (I) 27 EACH MEMBER OF SUCH LIMITED LIABILITY COMPANY MUST BE LICENSED **PURSUANT** 28 TO TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE HIS OR HER PROFESSION IN 29 STATE; (II) EACH MEMBER SHALL ONLY PRACTICE HIS OR HER PROFESSION 30 RESPECTIVE PROFESSIONAL ENABLING AS SPECIFIED IN HIS OR HER OF THE EDUCATION LAW; AND (III) ANY CLINICAL INTE-31 UNDER TITLE EIGHT 32 GRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL NOT ALTER, OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF THE MEMBERS; PROVIDED 33 34 FURTHER THAT: (A) NO MEMBER SHALL, DIRECTLY OR INDIRECTLY, INTERFERE 35 CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE OF ANOTHER MEMBER; AND (B) NO MEMBER SHALL ORDER OR DIRECT ANOTHER MEMBER TO 36 37 BEYOND THE SCOPE OF HIS OR HER LICENSE. With respect to a foreign 38 professional service limited liability company which provides dental 39 services as such services are defined in article 133 of the education 40 law, each member of such foreign professional service limited liability company must be licensed pursuant to article 133 of the education law to 41 practice dentistry in this state. With respect to a foreign professional 42 43 service limited liability company which provides professional engineer-44 ing, land surveying, geologic, architectural and/or landscape architec-45 tural services as such services are defined in article 145, article 147 and article 148 of the education law, each member of such foreign 46 47 professional service limited liability company must be licensed pursuant 48 article 145, article 147 and/or article 148 of the education law to 49 practice one or more of such professions in this state. [With respect to 50 a foreign professional service limited liability company which provides 51 licensed clinical social work services as such services are defined in article 154 of the education law, each member of such foreign profes-52 sional service limited liability company shall be licensed pursuant to 53 54 article 154 of the education law to practice clinical social work in 55 this state.] With respect to a foreign professional service limited liability company which provides creative arts therapy services as 56

28

services are defined in article 163 of the education law, each member of such foreign professional service limited liability company must be licensed pursuant to article 163 of the education law to practice tive arts therapy in this state. With respect to a foreign professional service limited liability company which provides marriage and family therapy services as such services are defined in article 163 of the 6 7 education law, each member of such foreign professional service 8 liability company must be licensed pursuant to article 163 of the education law to practice marriage and family therapy in this state. With 9 10 respect to a foreign professional service limited liability company 11 which provides mental health counseling services as such services are 12 defined in article 163 of the education law, each member of such foreign professional service limited liability company must be licensed pursuant 13 14 to article 163 of the education law to practice mental health counseling 15 in this state. With respect to a foreign professional service limited company which provides psychoanalysis services as such 16 services are defined in article 163 of the education law, each member of 17 18 such foreign professional service limited liability company must be 19 licensed pursuant to article 163 of the education law to practice 20 psychoanalysis in this state. With respect to a foreign professional 21 service limited liability company which provides applied behavior analy-22 services as such services are defined in article 167 of the educa-23 tion law, each member of such foreign professional service limited 24 liability company must be licensed or certified pursuant to article 167 25 of the education law to practice applied behavior analysis in this 26 27

- S 10. Paragraph (a) of section 1503 of the business corporation law, as amended by chapter 475 of the laws of 2014, is amended to read as follows:
- 29 (a) Notwithstanding any other provision of law, (I) one or more indi-30 viduals duly authorized by law to render the same professional service 31 32 within the state may organize, or cause to be organized, a professional 33 service corporation for pecuniary profit under this article for 34 purpose of rendering the same professional service, except that one or 35 more individuals duly authorized by law to practice professional engineering, architecture, landscape architecture, land surveying or geology 36 37 within the state may organize, or cause to be organized, a professional service corporation or a design professional service corporation for 38 39 pecuniary profit under this article for the purpose of rendering such 40 professional services as such individuals are authorized (II) ONE OR MORE INDIVIDUALS LICENSED TO PRACTICE PURSUANT TO ARTI-41 CLE 131 AND ONE OR MORE INDIVIDUALS LICENSED PURSUANT TO ARTICLES 42 140, 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF 43 44 SECTION 6902 OF ARTICLE 139 OF TITLE EIGHT OF $_{
 m THE}$ EDUCATION 45 ORGANIZE, OR CAUSE TO BE ORGANIZED, FOR BUSINESS PURPOSES ONLY, A PROFESSIONAL SERVICE CORPORATION FORMED FOR PECUNIARY PROFIT UNDER 46 47 THE PURPOSE OF RENDERING MULTIDISCIPLINARY SERVICES WITHIN FOR 48 SUCH A CORPORATION AS SUCH INDIVIDUALS ARE AUTHORIZED TO PRACTICE 49 VIDUALLY IN HIS OR HER RESPECTIVE PROFESSIONS, SUBJECT TO THE FOLLOWING 50 CONDITIONS: (A) INDIVIDUAL WHO ORGANIZES, OR CAUSES TO ORGANIZE, 51 CORPORATION MUST BE LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE HIS OR HER PROFESSION IN THIS 52 STATE; (B) EACH SHALL ONLY PRACTICE HIS OR HER PROFESSION AS SPECIFIED IN HIS OR HER 53 54 RESPECTIVE PROFESSIONAL ENABLING STATUTE UNDER TITLE EIGHT OF THE EDUCA-55 TION LAW; AND (C) ANY CLINICAL INTEGRATION OF PROFESSIONAL 56 UNDER THIS SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRAC-

3

5

6

7

8

TICE OF ANY OF THE MEMBERS; (D) NO INDIVIDUAL SHALL, DIRECTLY OR INDI-RECTLY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE OF ANOTHER INDIVIDUAL; AND (E) NO INDIVIDUAL SHALL ORDER OR DIRECT ANOTHER INDIVIDUAL TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE.

S 11. Subdivision (q) of section 121-1500 of the partnership law, as amended by chapter 475 of the laws of 2014, is amended to read as follows:

(q) Each partner of a registered limited liability partnership formed 9 10 provide medical services in this state must be licensed pursuant to article 131 of the education law to practice medicine in this state [and 11 each]. NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, ANY PERSON 12 LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE MEDI-13 14 CINE AND ANY PERSON LICENSED PURSUANT TO ARTICLES 132, 137, 15 144, 153, 154, 155 OR 156 SUBDIVISION 3 OF SECTION 6902 OF ARTICLE 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE TO BE FORMED, A REGISTERED 16 17 LIMITED LIABILITY PARTNERSHIP TO PROVIDE MULTIDISCIPLINARY SERVICES WITH 18 ONE OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: 19 EACH PARTNER OF SUCH LIMITED LIABILITY PARTNERSHIP MUST BE LICENSED 20 PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE HIS OR HER 21 PROFESSION IN THIS STATE; (II) EACH PARTNER SHALL ONLY PRACTICE HIS OR 22 HER PROFESSION AS SPECIFIED IN HIS OR HER RESPECTIVE PROFESSIONAL ENABL-23 ING STATUTE UNDER TITLE EIGHT OF THE EDUCATION LAW; AND (III) ANY 24 INTEGRATION OF THE PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL 25 NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF 26 NERS; PROVIDED FURTHER THAT: (A) NO PARTNER SHALL, DIRECTLY OR INDIRECT-27 LY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE 28 AND (B) NO PARTNER SHALL ORDER OR DIRECT ANOTHER ANOTHER PARTNER; PARTNER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. 29 EACH partner of a registered limited liability partnership formed to provide 30 dental services in this state must be licensed pursuant to article 133 31 32 the education law to practice dentistry in this state. Each partner 33 of a registered limited liability partnership formed to provide veterinary services in this state must be licensed pursuant to article 135 of 34 35 the education law to practice veterinary medicine in this state. partner of a registered limited liability partnership formed to provide 36 37 professional engineering, land surveying, geological services, architec-38 tural and/or landscape architectural services in this state must be 39 licensed pursuant to article 145, article 147 and/or article 148 of the 40 education law to practice one or more of such professions in this state. [Each partner of a registered limited liability partnership formed to 41 provide licensed clinical social work services in this state must be 42 43 licensed pursuant to article 154 of the education law to practice clin-44 ical social work in this state.] Each partner of a registered limited 45 liability partnership formed to provide creative arts therapy services in this state must be licensed pursuant to article 163 of the education 46 47 law to practice creative arts therapy in this state. Each partner of 48 registered limited liability partnership formed to provide marriage and 49 family therapy services in this state must be licensed pursuant to arti-50 cle 163 of the education law to practice marriage and family therapy in 51 this state. Each partner of a registered limited liability partnership formed to provide mental health counseling services in this state must 52 licensed pursuant to article 163 of the education law to practice 53 54 mental health counseling in this state. Each partner of a registered limited liability partnership formed to provide psychoanalysis services in this state must be licensed pursuant to article 163 of the education 56

5

6

7

8

law to practice psychoanalysis in this state. Each partner of a registered limited liability partnership formed to provide applied behavior analysis service in this state must be licensed or certified pursuant to article 167 of the education law to practice applied behavior analysis in this state.

- S 12. Subdivision (q) of section 121-1502 of the partnership law, as amended by chapter 475 of the laws of 2014, is amended to read as follows:
- 9 (q) Each partner of a foreign limited liability partnership which 10 provides medical services in this state must be licensed pursuant to article 131 of the education law to practice medicine in the state 11 each]. NOTWITHSTANDING NAY OTHER PROVISION OF THIS SECTION, ANY PERSON 12 LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE MEDI-13 14 CINE AND ANY PERSON LICENSED PURSUANT TO ARTICLES 132, 137, 140, 141, 15 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF ARTI-16 CLE 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE TO BE FORMED, A FOREIGN 17 LIMITED LIABILITY PARTNERSHIP TO PROVIDE MULTIDISCIPLINARY SERVICES WITH 18 ONE OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: 19 EACH PARTNER OF SUCH FOREIGN LIMITED LIABILITY PARTNERSHIP MUST BE 20 LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE HIS OR 21 HER PROFESSION IN THIS STATE; (II) EACH PARTNER SHALL ONLY PRACTICE 22 SPECIFIED IN HIS OR HER RESPECTIVE PROFESSIONAL HER PROFESSION AS 23 ENABLING STATUTE UNDER TITLE EIGHT OF THE EDUCATION LAW; AND (III) ANY 24 CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL 25 NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF NERS; PROVIDED FURTHER THAT: (A) NO PARTNER SHALL, DIRECTLY OR INDIRECT-26 LY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE 27 28 ANOTHER PARTNER; AND (B) NO PARTNER SHALL ORDER OR DIRECT ANOTHER 29 PARTNER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. EACH partner a foreign limited liability partnership which provides dental 30 services in the state must be licensed pursuant to article 133 of the 31 32 education law to practice dentistry in this state. Each partner 33 foreign limited liability partnership which provides veterinary service 34 in the state shall be licensed pursuant to article 135 of the education 35 law to practice veterinary medicine in this state. Each partner of a foreign limited liability partnership which provides professional engi-36 37 neering, land surveying, geological services, architectural and/or landscape architectural services in this state must be licensed pursuant to 38 39 article 145, article 147 and/or article 148 of the education 40 practice one or more of such professions. [Each partner of a foreign limited liability partnership which provides licensed clinical social 41 work services in this state must be licensed pursuant to article 154 of 42 43 the education law to practice licensed clinical social work in this 44 state.] Each partner of a foreign limited liability partnership which 45 provides creative arts therapy services in this state must be licensed pursuant to article 163 of the education law to practice creative arts 46 47 therapy in this state. Each partner of a foreign limited liability part-48 nership which provides marriage and family therapy services in this 49 state must be licensed pursuant to article 163 of the education law to 50 practice marriage and family therapy in this state. Each partner of 51 foreign limited liability partnership which provides mental health counseling services in this state must be licensed pursuant to article 163 52 of the education law to practice mental health counseling in this state. 53 54 Each partner of a foreign limited liability partnership which provides psychoanalysis services in this state must be licensed pursuant to article 163 of the education law to practice psychoanalysis in this state. 56

2

3

5 6

7

8

9

11

12 13

14

15

16 17

18

19

20

21

22

23

24

25

26

2728

29

30

31 32

33

34 35

36 37

38

39

40

41

42 43

44

45

46 47

48

49

50

51 52

53 54

55

56

Each partner of a foreign limited liability partnership which provides applied behavior analysis services in this state must be licensed or certified pursuant to article 167 of the education law to practice applied behavior analysis in this state.

S 13. Section 6509-a of the education law, as amended by chapter 555 of the laws of 1993, is amended to read as follows:

S 6509-a. Additional definition of professional misconduct; limited application. Notwithstanding any inconsistent provision of this article or of any other provision of law to the contrary, the license or registration of a person subject to the provisions of articles one hundred thirty-two, one hundred thirty-three, one hundred thirty-six, one hundred thirty-seven, one hundred thirty-nine, one hundred forty-one, one hundred forty-three, one hundred forty-four, one hundred fifty-six, one hundred fifty-nine and one hundred sixty-four of this chapter may be revoked, suspended or annulled or such person may be subject to any other penalty provided in section sixty-five hundred eleven of this article in accordance with the provisions and procedure of this article for the following:

That any person subject to the above enumerated articles, has directly indirectly requested, received or participated in the division, transference, assignment, rebate, splitting or refunding of a fee for, or has directly requested, received or profited by means of a credit or other valuable consideration as a commission, discount or gratuity in connection with the furnishing of professional care, or service, including x-ray examination and treatment, or for or in connection with the sale, rental, supplying or furnishing of clinical laboratory services or supplies, x-ray laboratory services or supplies, inhalation therapy service or equipment, ambulance service, hospital or medical supplies, physiotherapy or other therapeutic service or equipment, artificial limbs, teeth or eyes, orthopedic or surgical appliances or supplies, optical appliances, supplies or equipment, devices for aid of hearing, drugs, medication or medical supplies or any other goods, services or supplies prescribed for medical diagnosis, care or treatment under this chapter, except payment, not to exceed thirty-three and one-third per centum of any fee received for x-ray examination, diagnosis or treatment, to any hospital furnishing facilities for such examination, diagnosis or treatment. Nothing contained in this section shall prohibit such persons from practicing as partners, in groups or as a professional corporation or as a university faculty practice corporation nor from pooling fees and moneys received, either by the partnerships, professional corporations, university faculty practice corporations or groups by the individual members thereof, for professional services furnished any individual professional member, or employee of such partnership, corporation or group, nor shall the professionals constituting the partnerships, corporations or groups be prohibited from sharing, dividing or apportioning the fees and moneys received by them or by the partnership, corporation or group in accordance with a partnership or other ment; provided that no such practice as partners, corporations or in groups or pooling of fees or moneys received or shared, division or apportionment of fees shall be permitted with respect to care and treatment under the workers' compensation law except as expressly authorized by the workers' compensation law. NOTHING CONTAINED IN THIS SHALL PROHIBIT A MULTIDISCIPLINARY SERVICES PRACTICE FORMED PURSUANT TO SUBDIVISION (A) OF SECTION TWELVE HUNDRED THREE OF THE LIMITED LIABILITY COMPANY LAW, SUBDIVISION (B) OF SECTION TWELVE HUNDRED SEVEN LIMITED LIABILITY COMPANY LAW, SUBDIVISION (A) OF SECTION THIRTEEN

14

16

17

18

19

20 21

22

23

25

28

32

33

34

35

36

37

38

39 40

41

42 43

44

45

46 47

48 49

50

51

52

53 54

55

56

HUNDRED ONE OF THE LIMITED LIABILITY COMPANY LAW, PARAGRAPH (A) 2 SECTION FIFTEEN HUNDRED THREE OF THE BUSINESS CORPORATION LAW, SUBDIVI-3 SION (Q) OF SECTION 121-1500 OF THE PARTNERSHIP LAW, OR SUBDIVISION SECTION 121-1502 OF THE PARTNERSHIP LAW FROM POOLING FEES OR MONIES 5 RECEIVED. Nothing contained in this chapter shall prohibit a medical or 6 expense indemnity corporation pursuant to its contract with the 7 subscriber from prorationing a medical or dental expense indemnity 8 allowance among two or more professionals in proportion to the services rendered by each such professional at the request of the subscriber, 9 10 provided that prior to payment thereof such professionals shall submit 11 both to the medical or dental expense indemnity corporation and to 12 subscriber statements itemizing the services rendered by each such 13 professional and the charges therefor.

- S 14. Subdivision 19 of section 6530 of the education law, as added by chapter 606 of the laws of 1991, is amended to read as follows:
- 15 19. Permitting any person to share in the fees for professional other than: a partner, employee, associate in a professional services, firm or corporation, professional subcontractor or consultant authorized to practice medicine, [or] a legally authorized trainee practicing under the supervision of a licensee, OR AN AUTHORIZED PROFESSIONAL LICENSED PURSUANT TO ARTICLE ONE HUNDRED THIRTY-ONE, ONE HUNDRED THIRTY-TWO, ONE HUNDRED THIRTY-SEVEN, ONE HUNDRED FORTY, ONE HUNDRED FORTY-ONE, HUNDRED FORTY-THREE, ONE HUNDRED FORTY-FOUR, ONE HUNDRED FIFTY-THREE, ONE HUNDRED FIFTY-FOUR, ONE HUNDRED FIFTY-FIVE, ONE HUNDRED FIFTY-SIX OR 24 ONE HUNDRED FIFTY-NINE OR SUBDIVISION THREE OF SECTION SIXTY NINE HUNDRED TWO OF ARTICLE ONE HUNDRED THIRTY-NINE OF THIS CHAPTER PROVIDING 26 THE SAME PRACTICE. This prohibition shall 27 PROFESSIONAL SERVICES IN include any arrangement or agreement whereby the amount received 29 for furnishing space, facilities, equipment or personnel services used by a licensee constitutes a percentage of, or is otherwise 30 dependent upon, the income or receipts of the licensee from such prac-31 tice, except as otherwise provided by law with respect to a facility licensed pursuant to article twenty-eight of the public health law article thirteen of the mental hygiene law;
 - 15. Section 6531 of the education law, as amended by chapter 555 of the laws of 1993, is amended to read as follows:

S 6531. Additional definition of professional misconduct, limited application. Notwithstanding any inconsistent provision of this article or any other provisions of law to the contrary, the license or registraa person subject to the provisions of this article and article one hundred thirty-one-B of this chapter may be revoked, suspended, or annulled or such person may be subject to any other penalty provided in section two hundred thirty-a of the public health law in accordance with the provisions and procedures of this article for the following:

That any person subject to the above-enumerated articles has directly indirectly requested, received or participated in the division, transference, assignment, rebate, splitting, or refunding of a fee for, or has directly requested, received or profited by means of a credit or other valuable consideration as a commission, discount or gratuity, connection with the furnishing of professional care or service, including x-ray examination and treatment, or for or in connection with the sale, rental, supplying, or furnishing of clinical laboratory services or supplies, x-ray laboratory services or supplies, inhalation therapy service or equipment, ambulance service, hospital or medical supplies, physiotherapy or other therapeutic service or equipment, artificial limbs, teeth or eyes, orthopedic or surgical appliances or supplies,

41 42

43

45

46 47

48

49

50

51

52 53

54

55

56

optical appliances, supplies, or equipment, devices for aid of hearing, drugs, medication, or medical supplies, or any other goods, services, or 3 supplies prescribed for medical diagnosis, care, or treatment under this chapter, except payment, not to exceed thirty-three and one-third 5 percent of any fee received for x-ray examination, diagnosis, or treat-6 ment, to any hospital furnishing facilities for such examination, diag-7 nosis, or treatment. Nothing contained in this section shall prohibit 8 such persons from practicing as partners, in groups or as a professional corporation or as a university faculty practice corporation, nor from pooling fees and moneys received, either by the partnerships, profes-9 10 sional corporations, or university faculty practice corporations or 11 groups by the individual members thereof, for professional services furnished by an individual professional member, or employee of such 12 13 14 partnership, corporation, or group, nor shall the professionals consti-15 tuting the partnerships, corporations or groups be prohibited from shar-16 ing, dividing, or apportioning the fees and moneys received by them or 17 by the partnership, corporation, or group in accordance with a partneror other agreement; provided that no such practice as partners, 18 corporations, or groups, or pooling of shared, division or apportionment of 19 fees or moneys received or 20 fees shall be permitted with 21 respect to and treatment under the workers' compensation law. SECTION SHALL PROHIBIT A MULTIDISCIPLINARY SERVICES 22 THIS 23 PRACTICE FORMED PURSUANT TO SUBDIVISION (A) OF SECTION TWELVE HUNDRED THREE OF THE LIMITED LIABILITY COMPANY LAW, SUBDIVISION (B) OF SECTION 24 25 TWELVE HUNDRED SEVEN OF THE LIMITED LIABILITY COMPANY LAW, SUBDIVISION 26 SECTION THIRTEEN HUNDRED ONE OF THE LIMITED LIABILITY COMPANY 27 LAW, PARAGRAPH (A) OF SECTION FIFTEEN HUNDRED THREE OF THE BUSINESS 28 LAW, SUBDIVISION (Q) OF SECTION 121-1500 OF THE PARTNERSHIP CORPORATION LAW, OR SUBDIVISION (Q) OF SECTION 121-1502 OF THE PARTNERSHIP LAW FROM 29 POOLING FEES OR MONIES RECEIVED. Nothing contained in this chapter shall 30 prohibit a corporation licensed pursuant to article forty-three of the 31 32 insurance law pursuant to its contract with the subscribed from prora-33 tioning a medical or dental expenses indemnity allowance among two or 34 more professionals in proportion to the services rendered by each such 35 professional at the request of the subscriber, provided that prior to payment thereof such professionals shall submit both to the corporation 36 37 licensed pursuant to article forty-three of the insurance law and to the subscriber statements itemizing the services rendered by each such 38 39 professional and the charges therefor. 40

S 16. Subdivision 1 of section 2801 of the public health law, as separately amended by chapters 297 and 416 of the laws of 1983, is amended to read as follows:

1. "Hospital" means a facility or institution engaged principally in providing services by or under the supervision of a physician or, in the case of a dental clinic or dental dispensary, of a dentist, for the prevention, diagnosis or treatment of human disease, pain, injury, deformity or physical condition, including, but not limited to, a general hospital, public health center, diagnostic center, treatment center, dental clinic, dental dispensary, rehabilitation center other than a facility used solely for vocational rehabilitation, nursing home, tuberculosis hospital, chronic disease hospital, maternity hospital, lyingin-asylum, out-patient department, out-patient lodge, dispensary and a laboratory or central service facility serving one or more such institutions, but the term hospital shall not include an institution, sanitarium or other facility engaged principally in providing services for the prevention, diagnosis or treatment of mental disability and which is

subject to the powers of visitation, examination, inspection and investigation of the department of mental hygiene except for those distinct parts of such a facility which provide hospital service. The provisions this article shall not apply to a facility or institution engaged principally in providing services by or under the supervision of the bona fide members and adherents of a recognized religious organization 5 6 7 whose teachings include reliance on spiritual means through prayer alone for healing in the practice of the religion of such organization 8 9 where services are provided in accordance with those teachings OR TO A 10 MULTIDISCIPLINARY SERVICES PRACTICE FORMED PURSUANT TO SUBDIVISION HUNDRED THREE OF THE LIMITED LIABILITY COMPANY LAW, 11 TWELVE 12 SUBDIVISION (B) OF SECTION TWELVE HUNDRED SEVEN OF THE LIMITED LIABILITY COMPANY LAW, SUBDIVISION (A) OF SECTION THIRTEEN 13 HUNDRED ONE 14 LIMITED LIABILITY COMPANY LAW, PARAGRAPH (A) OF SECTION FIFTEEN HUNDRED (Q) OF 15 THREE OF THE BUSINESS CORPORATION LAW, SUBDIVISION 16 121-1500 OF THE PARTNERSHIP LAW, OR SUBDIVISION (Q) OF SECTION 121-1502 17 OF THE PARTNERSHIP LAW.

18 S 17. This act shall take effect on the thirtieth day after it shall 19 have become a law; provided, however that sections seven, eight, nine, 20 ten, eleven and twelve of this act shall take effect on the same date 21 and in the same manner as chapter 475 of the laws of 2014, takes effect.