8153

2015-2016 Regular Sessions

IN ASSEMBLY

June 10, 2015

Introduced by M. of A. PEOPLES-STOKES -- read once and referred to the Committee on Higher Education

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:

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(a) Notwithstanding the education law or any other provision of 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 8 within the state, may form, or cause to be formed, a professional service limited liability company for pecuniary profit under this arti-9 10 cle for the purpose of rendering the professional service or services as such professionals are authorized to practice. With respect to a profes-11 12 sional service limited liability company formed to provide medical such services are defined in article 131 of the education 13 14 law, each member of such limited liability company must be 15 pursuant to article 131 of the education law to practice medicine in this state. NOTWITHSTANDING ANY OTHER PROVISION OF THIS 16 SECTION, 17 PERSON LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE PERSON LICENSED PURSUANT TO ARTICLES 132, 137, 140, 18 AND ANY 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF 19 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE TO BE FORMED, A 20 ARTICLE 21 PROFESSIONAL SERVICE LIMITED LIABILITY COMPANY TO PROVIDE MULTIDISCIPLI-NARY SERVICES WITH ONE OR MORE LICENSED PROFESSIONALS, 22 SUBJECT

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

FOLLOWING CONDITIONS: (I) EACH MEMBER OF SUCH LIMITED LIABILITY COMPANY

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MUST BE LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW TO PRAC-2 HIS OR HER PROFESSION IN THIS STATE; (II) EACH MEMBER SHALL ONLY 3 PRACTICE HIS OR HER PROFESSION AS SPECIFIED IN HIS OR HER PROFESSIONAL ENABLING STATUTE UNDER TITLE EIGHT OF THE EDUCATION LAW; 5 AND (III) ANY CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER 6 SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY 7 OF THE MEMBERS; PROVIDED FURTHER THAT: (A) NO MEMBER SHALL, DIRECTLY 8 INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL INDIRECTLY, PRACTICE OF ANOTHER MEMBER; AND (B) NO MEMBER SHALL ORDER OR DIRECT 9 ANOTHER MEMBER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. With 10 respect to a professional service limited liability company formed to 11 12 provide dental services as such services are defined in article 133 of the education law, each member of such limited liability company must be 13 14 licensed pursuant to article 133 of the education law to practice 15 dentistry in this state. With respect to a professional service limited liability company formed to provide veterinary services as such services 16 17 are defined in article 135 of the education law, each member of such 18 limited liability company must be licensed pursuant to article 135 of 19 the education law to practice veterinary medicine in this state. respect to a professional service limited liability company formed to 20 21 provide professional engineering, land surveying, architectural 22 landscape architectural services as such services are defined in article 145, article 147 and article 148 of the education law, each member of 23 such limited liability company must be licensed pursuant to article 145, 24 25 article 147 and/or article 148 of the education law to practice one or 26 more of such professions in this state. With respect to a professional service limited liability company formed to provide licensed clinical 27 social work services as such services are defined in article 154 of the 28 29 education law, each member of such limited liability company shall 30 licensed pursuant to article 154 of the education law to practice licensed clinical social work in this state. With respect to a profes-31 32 sional service limited liability company formed to provide creative arts 33 therapy services as such services are defined in article 163 of the education law, each member of such limited liability company must be 34 35 licensed pursuant to article 163 of the education law to practice creative arts therapy in this state. With respect to a professional service 36 37 limited liability company formed to provide marriage and family therapy services as such services are defined in article 163 of the education law, each member of such limited liability company must be licensed 38 39 pursuant to article 163 of the education law to practice marriage and 40 family therapy in this state. With respect to a professional service 41 limited liability company formed to provide mental health counseling 42 43 services as such services are defined in article 163 of the education 44 law, each member of such limited liability company must be licensed 45 pursuant to article 163 of the education law to practice mental health counseling in this state. With respect to a professional service limited 46 47 liability company formed to provide psychoanalysis services services are defined in article 163 of the education law, each member of 48 such limited liability company must be licensed pursuant to article 163 49 50 of the education law to practice psychoanalysis in this state. respect to a professional service limited liability company formed to 51 provide applied behavior analysis services as such services are defined 52 53 in article 167 of the education law, each member of such limited liabil-54 ity company must be licensed or certified pursuant to article 167 of the 55 education law to practice applied behavior analysis in this state. In 56 addition to engaging in such profession or professions, a professional

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12 13 service limited liability company may engage in any other business or activities as to which a limited liability company may be formed under 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 profession or business or activities or (ii) 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 appropriate appellate division 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:
- 14 With respect to a professional service limited liability company 15 formed to provide medical services as such services are defined in arti-16 cle 131 of the education law, each member of such limited liability 17 company must be licensed pursuant to article 131 of the education law to practice medicine in this state. NOTWITHSTANDING ANY OTHER PROVISION OF 18 19 THIS SECTION, ANY PERSON LICENSED PURSUANT TO ARTICLE 131 OF THE 20 TION LAW TO PRACTICE MEDICINE AND ANY PERSON LICENSED PURSUANT TO ARTI-21 CLES 132, 137, 140, 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 22 OF SECTION 6902 OF ARTICLE 139 OF THE EDUCATION LAW MAY FORM, 23 BE FORMED, A PROFESSIONAL SERVICE LIMITED LIABILITY COMPANY TO 24 PROVIDE MULTIDISCIPLINARY SERVICES WITH ONE OR MORE LICENSED 25 SUBJECT TO THE FOLLOWING CONDITIONS: (I) EACH MEMBER OF SUCH SIONALS, 26 LIMITED LIABILITY COMPANY MUST BE LICENSED PURSUANT TO TITLE EDUCATION LAW TO PRACTICE HIS OR HER PROFESSION IN THIS STATE; (II) 27 28 EACH MEMBER SHALL ONLY PRACTICE HIS OR HER PROFESSION AS SPECIFIED 29 HIS OR HER RESPECTIVE PROFESSIONAL ENABLING STATUTE UNDER TITLE EIGHT OF AND (III) ANY CLINICAL INTEGRATION OF PROFESSIONAL 30 EDUCATION LAW; PRACTICES UNDER THIS SECTION SHALL NOT ALTER, 31 EXPAND OR CURTAIL THE 32 PRACTICE OF ANY OF THE MEMBERS; PROVIDED FURTHER THAT: (A) NO 33 MEMBER SHALL, DIRECTLY OR INDIRECTLY, INTERFERE WITH THE CLINICAL JUDG-CLINICAL PRACTICE OF ANOTHER MEMBER; AND (B) NO 34 OR LEGITIMATE 35 MEMBER SHALL ORDER OR DIRECT ANOTHER MEMBER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. With respect to a professional service limited 36 37 liability company formed to provide dental services as such services are 38 defined in article 133 of the education law, each member of such limited 39 liability company must be licensed pursuant to article 133 of the educa-40 law to practice dentistry in this state. With respect to a professional service limited liability company formed to provide veterinary 41 services as such services are defined in article 135 of the education 42 law, each member of such limited liability company must be 43 44 pursuant to article 135 of the education law to practice veterinary 45 medicine in this state. With respect to a professional service limited liability company formed to provide professional engineering, land 46 47 surveying, architectural and/or landscape architectural services as such services are defined in article 145, article 147 and article 148 of 48 49 education law, each member of such limited liability company must be 50 licensed pursuant to article 145, article 147 and/or article 148 of 51 education law to practice one or more of such professions in this state. With respect to a professional service limited liability company formed 52 53 to provide licensed clinical social work services as such services 54 defined in article 154 of the education law, each member of such limited 55 liability company shall be licensed pursuant to article 154 of the education law to practice licensed clinical social work in this 56

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

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:

(a) "Foreign professional service limited liability company" means 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 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 license, certificate, registration or permit issued by the licensing authority pursuant to, the education law to render a professional service within this state; except that all members and managers, if any, of a foreign professional service limited liability company that provides health services in this state shall be licensed in this state. With respect to a foreign professional service limited liability company which provides veterinary services as such services are defined in arti-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 the education law, each member of such foreign professional service 3 limited liability company must be licensed pursuant to article education law to practice medicine in this state. NOTWITHSTANDING 5 ANY OTHER PROVISION OF THIS SECTION, ANY PERSON LICENSED PURSUANT 6 131 OF THE EDUCATION LAW TO PRACTICE MEDICINE AND ANY PERSON LICENSED PURSUANT TO ARTICLES 132, 137, 140, 141, 143, 144, 7 8 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF ARTICLE 139 OF THE EDUCA-TION LAW MAY FORM, OR CAUSE TO BE FORMED, A FOREIGN PROFESSIONAL SERVICE 9 10 LIMITED LIABILITY COMPANY TO PROVIDE MULTIDISCIPLINARY SERVICES WITH ONE 11 OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: (A) MEMBER OF SUCH LIMITED LIABILITY COMPANY MUST BE LICENSED PURSUANT 12 TO TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE HIS OR HER PROFESSION IN 13 14 THIS STATE; (B) EACH MEMBER SHALL ONLY PRACTICE HIS OR HER PROFESSION AS 15 SPECIFIED IN HIS OR HER RESPECTIVE PROFESSIONAL ENABLING STATUTE 16 EIGHT OF THE EDUCATION LAW; AND (C) ANY CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL NOT 17 ALTER, **EXPAND** OR SCOPE OF PRACTICE OF ANY OF THE MEMBERS; PROVIDED FURTHER 18 CURTAIL THE 19 THAT: (1) NO MEMBER SHALL, DIRECTLY OR INDIRECTLY, INTERFERE 20 CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE OF ANOTHER MEMBER; AND 21 NO MEMBER SHALL ORDER OR DIRECT ANOTHER MEMBER TO PRACTICE BEYOND 22 THE SCOPE OF HIS OR HER LICENSE. With respect to a foreign professional service limited liability company which provides dental services as such 23 services are defined in article 133 of the education law, each member of 24 25 foreign professional service limited liability company must be 26 licensed pursuant to article 133 of the education law to practice dentistry in this state. With respect to a foreign professional service 27 28 limited liability company which provides professional engineering, 29 surveying, architectural and/or landscape architectural services as such 30 services are defined in article 145, article 147 and article 148 of the education law, each member of such foreign professional service limited 31 32 liability company must be licensed pursuant to article 145, article 147 33 and/or article 148 of the education law to practice one or more of such 34 professions in this state. With respect to a foreign professional service limited liability company which provides licensed clinical 35 social work services as such services are defined in article 154 of the 36 37 education law, each member of such foreign professional service limited liability company shall be licensed pursuant to article 154 of the 38 education law to practice clinical social work in this state. 39 40 respect to a foreign professional service limited liability company which provides creative arts therapy services as such services are 41 defined in article 163 of the education law, each member of such foreign 42 43 professional service limited liability company must be licensed pursuant 44 to article 163 of the education law to practice creative arts therapy in 45 this state. With respect to a foreign professional service limited liability company which provides marriage and family therapy services as 46 47 such services are defined in article 163 of the education law, 48 member of such foreign professional service limited liability company must be licensed pursuant to article 163 of the education law to prac-49 50 tice marriage and family therapy in this state. With respect to a foreign professional service limited liability company which provides 51 52 mental health counseling services as such services are defined in article 163 of the education law, each member of such foreign professional 53 54 service limited liability company must be licensed pursuant to article 55 163 of the education law to practice mental health counseling in this 56 state. With respect to a foreign professional service limited liability

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company which provides psychoanalysis services as such services defined in article 163 of the education law, each member of such foreign professional service limited liability company must be licensed pursuant article 163 of the education law to practice psychoanalysis in this state. With respect to a foreign professional service limited liability company which provides applied behavior analysis services services are defined in article 167 of the education law, each member of such foreign professional service limited liability company must be licensed or certified pursuant to article 167 of the education law to 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:
- 13 14 Notwithstanding any other provision of law, (I) one or more indi-15 viduals duly authorized by law to render the same professional service within the state may organize, or cause to be organized, a professional 16 service corporation for pecuniary profit under this article 18 purpose of rendering the same professional service, except that one or 19 more individuals duly authorized by law to practice professional engi-20 architecture, landscape architecture or land surveying within 21 the state may organize, or cause to be organized, a professional service 22 corporation or a design professional service corporation for pecuniary profit under this article for the purpose of rendering such professional 23 24 services as such individuals are authorized to practice , AND (II) ONE 25 OR MORE INDIVIDUALS LICENSED TO PRACTICE PURSUANT TO ARTICLE 131 AND ONE 26 OR MORE INDIVIDUALS LICENSED PURSUANT TO ARTICLE 132, 137, 140, 27 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF ARTI-28 CLE 139 OF TITLE EIGHT OF THE EDUCATION LAW MAY ORGANIZE, OR CAUSE TO BE 29 ORGANIZED, FOR BUSINESS PURPOSES ONLY, A PROFESSIONAL SERVICE CORPO-RATION FORMED FOR PECUNIARY PROFIT UNDER THIS ARTICLE FOR THE PURPOSE OF 30 RENDERING MULTIDISCIPLINARY SERVICES WITHIN SUCH A CORPORATION 31 32 ARE AUTHORIZED TO PRACTICE INDIVIDUALLY HIS OR HER INDIVIDUALS ΙN 33 RESPECTIVE PROFESSIONS, SUBJECT TO $_{
 m THE}$ FOLLOWING CONDITIONS: 34 INDIVIDUAL WHO ORGANIZES, OR CAUSES TO ORGANIZE, SUCH CORPORATION MUST 35 BE LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE HIS 36 OR HER PROFESSION IN THIS STATE; (B) EACH MEMBER SHALL ONLY PRACTICE HIS 37 OR HER PROFESSION AS SPECIFIED IN HIS OR HER RESPECTIVE PROFESSIONAL UNDER TITLE EIGHT OF THE EDUCATION LAW; (C) ANY CLIN-ENABLING STATUTE ICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL NOT 40 EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF THE MEMBERS; (D) NO INDIVIDUAL SHALL, DIRECTLY OR INDIRECTLY, INTERFERE WITH THE 42 CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE OF ANOTHER INDIVIDUAL; 43 (E) NO INDIVIDUAL SHALL ORDER OR DIRECT ANOTHER INDIVIDUAL TO PRAC-44 TICE BEYOND THE SCOPE OF HIS OR HER LICENSE.
 - S 5. Subdivision (q) of section 121-1500 of the partnership law, 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 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, LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE MEDI-CINE AND ANY OTHER PERSON LICENSED PURSUANT TO ARTICLE 132, 137, 140, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF ARTICLE 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE TO BE REGISTERED LIMITED LIABILITY PARTNERSHIP TO PROVIDE MULTIDISCIPLINARY

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SERVICES WITH ONE OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOW-ING CONDITIONS: (I) EACH PARTNER OF SUCH LIMITED LIABILITY PARTNERSHIP 3 LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW TO PRAC-OR HER PROFESSION IN THIS STATE; (II) EACH PARTNER SHALL ONLY 5 PRACTICE HIS OR HER PROFESSION AS SPECIFIED IN HIS OR HER RESPECTIVE 6 PROFESSIONAL ENABLING STATUTE UNDER TITLE EIGHT OF THE EDUCATION LAW; 7 AND (III) ANY CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER 8 SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF THE PARTNERS; PROVIDED FURTHER THAT: (A) NO PARTNER SHALL, DIRECTLY 9 10 INDIRECTLY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLIN-11 ICAL PRACTICE OF ANOTHER PARTNER; AND (B) NO PARTNER SHALL 12 ANOTHER PARTNER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER DIRECT 13 LICENSE. EACH partner of a registered limited liability partnership 14 formed to provide dental services in this state must be licensed pursu-15 ant to article 133 of the education law to practice dentistry in this 16 Each partner of a registered limited liability partnership formed to provide veterinary services in this state must be licensed 17 18 pursuant to article 135 of the education law to practice veterinary 19 medicine in this state. Each partner of a registered limited liability 20 partnership formed to provide professional engineering, land surveying, 21 architectural and/or landscape architectural services in this state must be licensed pursuant to article 145, article 147 and/or article 22 the education law to practice one or more of such professions in this state. [Each partner of a registered limited liability partnership 23 24 25 formed to provide licensed clinical social work services in this state 26 must be licensed pursuant to article 154 of the education law to prac-27 tice clinical social work in this state.] Each partner of a registered limited liability partnership formed to provide creative arts therapy 28 services in this state must be licensed pursuant to article 163 of the 29 30 education law to practice creative arts therapy in this state. Each partner of a registered limited liability partnership formed to provide 31 32 marriage and family therapy services in this state must be licensed pursuant to article 163 of the education law to practice marriage and 33 family therapy in this state. Each partner of a registered limited liability partnership formed to provide mental health counseling 34 35 services in this state must be licensed pursuant to article 163 36 37 education law to practice mental health counseling in this state. Each 38 partner of a registered limited liability partnership formed to provide psychoanalysis services in this state must be licensed pursuant to arti-39 40 163 of the education 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 41 42 43 certified pursuant to article 167 of the education law to practice 44 applied behavior analysis in this state. 45

- 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 PROVISIONS OF THIS SECTION, ANY PERSON LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE MEDICINE AND ANY PERSON 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 EDUCATION LAW MAY FORM, OR CAUSE TO BE FORMED, A FOREIGN LIMITED LIABILITY PARTNERSHIP TO PROVIDE MULTIDISCIPLINARY SERVICES WITH

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ONE OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: 2 EACH PARTNER OF SUCH FOREIGN LIMITED LIABILITY PARTNERSHIP MUST BE 3 TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE LICENSED PURSUANT TO PROFESSION IN THIS STATE; (II) EACH PARTNER SHALL ONLY PRACTICE 5 HIS OR HER PROFESSION AS SPECIFIED IN HIS OR HER RESPECTIVE PROFESSIONAL 6 ENABLING STATUE UNDER TITLE EIGHT OF THE EDUCATION LAW; AND (III) 7 CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL 8 NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF NERS; PROVIDED FURTHER THAT: (A) NO PARTNER SHALL, DIRECTLY OR INDIRECT-9 10 LY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE 11 PARTNER; AND (B) NO PARTNER SHALL ORDER OR DIRECT ANOTHER 12 PARTNER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. EACH partner a foreign limited liability partnership which provides dental 13 14 services in the state must be licensed pursuant to article 133 of the 15 education law to practice dentistry in this state. Each partner of 16 foreign limited liability partnership which provides veterinary service 17 in the state shall be licensed pursuant to article 135 of the education law to practice veterinary medicine in this state. Each partner of a 18 19 foreign limited liability partnership which provides professional engineering, land surveying, architectural and/or landscape architectural 20 21 services in this state must be licensed pursuant to article 145, article 22 147 and/or article 148 of the education law to practice one or more of 23 such professions. [Each partner of a foreign limited liability partner-24 ship which provides licensed clinical social work services in this state 25 must be licensed pursuant to article 154 of the education law to prac-26 tice licensed clinical social work in this state. Each partner of a 27 foreign limited liability partnership which provides creative arts ther-28 apy services in this state must be licensed pursuant to article 29 the education law to practice creative arts therapy in this state.] Each partner of a foreign limited liability partnership which provides 30 marriage and family therapy services in this state must be licensed 31 32 pursuant to article 163 of the education law to practice marriage and 33 family therapy in this state. Each partner of a foreign limited liabil-34 ity partnership which provides mental health counseling services in this 35 state must be licensed pursuant to article 163 of the education law to 36 practice mental health counseling in this state. Each partner of a 37 foreign limited liability partnership which provides psychoanalysis services in this state must be licensed pursuant to article 163 of the 38 39 education law to practice psychoanalysis in this state. Each partner of 40 a foreign limited liability partnership which provides applied behavior analysis services in this state must be licensed or certified pursuant 41 to article 167 of the education law to practice applied behavior analy-42 43 sis in this state. 44

- 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 article 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 pursuant to article 131 of the education law to practice medicine in 3 NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, ANY state. PERSON LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE 5 MEDICINE AND ANY PERSON LICENSED PURSUANT TO ARTICLES 132, 137, 140, 6 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF 7 ARTICLE 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE TO BE FORMED, A 8 PROFESSIONAL SERVICE LIMITED LIABILITY COMPANY TO PROVIDE MULTIDISCIPLI-NARY SERVICES WITH ONE OR MORE LICENSED PROFESSIONALS, SUBJECT 9 10 FOLLOWING CONDITIONS: (I) EACH MEMBER OF SUCH LIMITED LIABILITY COMPANY MUST BE LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW TO PRAC-11 OR HER PROFESSION IN THIS STATE; (II) EACH MEMBER SHALL ONLY 12 HIS 13 PRACTICE HIS OR HER PROFESSION AS SPECIFIED IN HIS OR HER RESPECTIVE 14 PROFESSIONAL ENABLING STATUE UNDER TITLE EIGHT OF THE EDUCATION LAW; AND 15 (III) ANY CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF 16 THE MEMBERS; PROVIDED FURTHER THAT: (A) NO MEMBER SHALL, DIRECTLY OR 17 INDIRECTLY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL 18 19 PRACTICE OF ANOTHER MEMBER; AND (B) NO MEMBER SHALL ORDER OR DIRECT ANOTHER MEMBER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. 20 21 respect to a professional service limited liability company formed to 22 provide dental services as such services are defined in article 23 the education law, each member of such limited liability company must be licensed pursuant to article 133 of the education law to practice 24 25 dentistry in this state. With respect to a professional service limited 26 liability company formed to provide veterinary services as such services are defined in article 135 of the education law, each member of such 27 limited liability company must be licensed pursuant to article 135 of 28 29 education law to practice veterinary medicine in this state. With 30 respect to a professional service limited liability company formed to provide professional engineering, land surveying, architectural, land-31 scape architectural and/or geological services as such services are 32 33 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 34 35 to practice one or more of such professions in this state. With 36 37 respect to a professional service limited liability company formed to 38 provide licensed clinical social work services as such services are defined in article 154 of the education law, each member of such limited 39 40 liability company shall be licensed pursuant to article 154 of the education law to practice licensed clinical social work in this state. 41 With respect to a professional service limited liability company formed 42 43 provide creative arts therapy services as such services are defined 44 in article 163 of the education law, each member of such limited liabil-45 ity company must be licensed pursuant to article 163 of the education law to practice creative arts therapy in this state. With respect to a 46 47 professional service limited liability company formed to 48 marriage and family therapy services as such services are defined in article 163 of the education law, each member of such limited liability 49 50 company must be licensed pursuant to article 163 of the education law to 51 practice marriage and family therapy in this state. With respect to a professional service limited liability company formed to provide mental 52 53 health counseling services as such services are defined in article 163 54 of the education law, each member of such limited liability company must be licensed pursuant to article 163 of the education law to practice 56 mental health counseling in this state. With respect to a professional

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service limited liability company formed to provide psychoanalysis such services are defined in article 163 of the education law, each member of such limited liability company must be pursuant to article 163 of the education law to practice psychoanalysis 5 in this state. With respect to a professional service limited liability 6 company formed to provide applied behavior analysis services as such 7 services are defined in article 167 of the education law, each member of such limited liability company must be licensed or certified pursuant to 9 article 167 of the education law to practice applied behavior analysis 10 this state. In addition to engaging in such profession or 11 professions, a professional service limited liability company may engage in any other business or activities as to which a limited liability company may be formed under section two hundred one of this chapter. 12 13 14 Notwithstanding any other provision of this section, a professional 15 service limited liability company (i) authorized to practice law may only engage in another profession or business or activities or (ii) 16 which is engaged in a profession or other business or activities other 17 than law may only engage in the practice of law, to the extent not 18 prohibited by any other law of this state or any rule adopted by the 19 20 appropriate appellate division of the supreme court or the court of 21 appeals. 22

- 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:
- 25 respect to a professional service limited liability company (b) With 26 formed to provide medical services as such services are defined in arti-27 cle 131 of the education law, each member of such limited liability 28 company must be licensed pursuant to article 131 of the education law to 29 practice medicine in this state. NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, ANY PERSON LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCA-30 TION LAW TO PRACTICE MEDICINE AND ANY PERSON LICENSED PURSUANT TO ARTI-31 32 CLES 132, 137, 140, 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 SECTION 6902 OF ARTICLE 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE 33 34 TO BE FORMED, A PROFESSIONAL SERVICE LIMITED LIABILITY COMPANY 35 WITH ONE OR MORE LICENSED PROFES-PROVIDE MULTIDISCIPLINARY SERVICES SIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: (I) EACH MEMBER OF 36 37 LIMITED LIABILITY COMPANY MUST BE LICENSED PURSUANT TO TITLE EIGHT OF 38 THE EDUCATION LAW TO PRACTICE HIS OR HER PROFESSION IN THIS STATE; 39 EACH MEMBER SHALL ONLY PRACTICE HIS OR HER PROFESSION AS SPECIFIED IN 40 HIS OR HER RESPECTIVE PROFESSIONAL ENABLING STATUTE UNDER TITLE EIGHT OR THE EDUCATION LAW; AND (III) ANY CLINICAL INTEGRATION OF PROFESSIONAL 41 PRACTICES UNDER THIS SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE 42 43 SCOPE OF PRACTICE OF ANY OF THE MEMBERS; PROVIDED FURTHER THAT: 44 MEMBER SHALL, DIRECTLY OR INDIRECTLY, INTERFERE WITH THE CLINICAL JUDGE-45 OR LEGITIMATE CLINICAL PRACTICE OF ANOTHER MEMBER; AND (B) NO MEMBER SHALL ORDER OR DIRECT ANOTHER MEMBER TO PRACTICE BEYOND THE SCOPE 46 47 OF HIS OR HER LICENSE. With respect to a professional service limited 48 liability company formed to provide dental services as such services are 49 defined in article 133 of the education law, each member of such limited 50 liability company must be licensed pursuant to article 133 of the educa-51 law to practice dentistry in this state. With respect to a professional service limited liability company formed to provide veterinary 52 services as such services are defined in article 135 of the education 53 law, each member of such limited liability company must be licensed 54 55 pursuant to article 135 of the education law to practice veterinary 56 medicine in this state. With respect to a professional service limited

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

- 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" 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 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

license, certificate, registration or permit issued by the licensing authority pursuant to, the education law to render a professional 3 service within this state; except that all members and managers, if any, a foreign professional service limited liability company that 5 provides health services in this state shall be licensed in this state. 6 With respect to a foreign professional service limited liability company 7 which provides veterinary services as such services are defined in arti-8 135 of the education law, each member of such foreign professional 9 service limited liability company shall be licensed pursuant to article 10 135 of the education law to practice veterinary medicine. With respect 11 to a foreign professional service limited liability company which provides medical services as such services are defined in article 131 of 12 the education law, each member of such foreign professional service 13 14 limited liability company must be licensed pursuant to article 131 15 education law to practice medicine in this state. NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, ANY PERSON LICENSED PURSUANT 16 131 OF THE EDUCATION LAW TO PRACTICE MEDICINE AND ANY PERSON 17 ARTICLE 18 LICENSED PURSUANT TO ARTICLES 132, 137, 140, 141, 143, 144, 19 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF ARTICLE 139 OF THE EDUCA-TION LAW MAY FORM, OR CAUSE TO BE FORMED, A FOREIGN PROFESSIONAL SERVICE 20 21 LIMITED LIABILITY COMPANY TO PROVIDE MULTIDISCIPLINARY SERVICES WITH ONE OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: (I) 22 EACH MEMBER OF SUCH LIMITED LIABILITY COMPANY MUST BE LICENSED PURSUANT 23 TO TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE HIS OR HER PROFESSION IN 24 25 THIS STATE; (II) EACH MEMBER SHALL ONLY PRACTICE HIS OR HER PROFESSION 26 SPECIFIED IN HIS OR HER RESPECTIVE PROFESSIONAL ENABLING STATUTE 27 UNDER TITLE EIGHT OF THE EDUCATION LAW; AND (III) ANY CLINICAL PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL NOT ALTER, 28 GRATION OF 29 EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF THE MEMBERS; 30 (A) NO MEMBER SHALL, DIRECTLY OR INDIRECTLY, INTERFERE FURTHER THAT: WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE OF 31 ANOTHER 32 AND (B) NO MEMBER SHALL ORDER OR DIRECT ANOTHER MEMBER TO PRAC-TICE BEYOND THE SCOPE OF HIS OR HER LICENSE. With respect to a foreign 33 professional service limited liability company which provides dental 34 services as such services are defined in article 133 of the education 35 36 each member of such foreign professional service limited liability 37 company must be licensed pursuant to article 133 of the education law to practice dentistry in this state. With respect to a foreign professional 38 39 service limited liability company which provides professional engineer-40 land surveying, geologic, architectural and/or landscape architectural services as such services are defined in article 145, article 147 41 and article 148 of the education law, each member of such foreign 42 43 professional service limited liability company must be licensed pursuant to article 145, article 147 and/or article 148 of the education law to 44 45 practice one or more of such professions in this state. With respect to a foreign professional service limited liability company which provides 46 47 licensed clinical social work services as such services are defined in 48 article 154 of the education law, each member of such foreign professional service limited liability company shall be licensed pursuant to 49 50 article 154 of the education law to practice clinical social work 51 this state. With respect to a foreign professional service limited 52 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 professional service limited liability company must be 53 54 55 licensed pursuant to article 163 of the education law to practice creative arts therapy in this state. With respect to a foreign professional 56

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service limited liability company which provides marriage and family therapy services as such services are defined in article 163 of the 3 education law, each member of such foreign professional service limited liability company must be licensed pursuant to article 163 of the educa-5 tion law to practice marriage and family therapy in this state. With respect to a foreign professional service limited liability company 6 7 which provides mental health counseling services as such services are 8 defined in article 163 of the education law, each member of such foreign professional service limited liability company must be licensed pursuant 9 10 to article 163 of the education law to practice mental health counseling in this state. With respect to a foreign professional service limited 11 liability company which provides psychoanalysis services as such services are defined in article 163 of the education law, each member of 12 13 14 such foreign professional service limited liability company must be 15 licensed pursuant to article 163 of the education law to practice psychoanalysis in this state. With respect to a foreign professional 16 17 service limited liability company which provides applied behavior analy-18 services as such services are defined in article 167 of the educa-19 tion law, each member of such foreign professional service limited liability company must be licensed or certified pursuant to article 167 20 21 of the education law to practice applied behavior analysis 22 state.

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:

25 26 (a) Notwithstanding any other provision of law, (I) one or more individuals duly authorized by law to render the same professional service 27 within the state may organize, or cause to be organized, a professional 28 29 service corporation for pecuniary profit under this article purpose of rendering the same professional service, except that one or 30 more individuals duly authorized by law to practice professional engi-31 32 neering, architecture, landscape architecture, land surveying or geology 33 within the state may organize, or cause to be organized, a professional service corporation or a design professional service corporation for 34 pecuniary profit under this article for the purpose of rendering such 35 professional services as such individuals are authorized to practice, 36 37 (II) ONE OR MORE INDIVIDUALS LICENSED TO PRACTICE PURSUANT TO ARTI-38 CLE 131 AND ONE OR MORE INDIVIDUALS LICENSED PURSUANT TO ARTICLES 39 137, 140, 141, 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF 40 SECTION 6902 OF ARTICLE 139 OF TITLE EIGHT OF THE EDUCATION 41 ORGANIZE, OR CAUSE TO BE ORGANIZED, FOR BUSINESS PURPOSES ONLY, A PROFESSIONAL SERVICE CORPORATION FORMED FOR PECUNIARY PROFIT UNDER 42 43 FOR THE PURPOSE OF RENDERING MULTIDISCIPLINARY SERVICES WITHIN 44 SUCH A CORPORATION AS SUCH INDIVIDUALS ARE AUTHORIZED TO PRACTICE 45 VIDUALLY IN HIS OR HER RESPECTIVE PROFESSIONS, SUBJECT TO THE FOLLOWING CONDITIONS: (A) INDIVIDUAL WHO ORGANIZES, OR CAUSES TO ORGANIZE, 46 47 CORPORATION MUST BE LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION 48 LAW TO PRACTICE HIS OR HER PROFESSION IN THIS STATE; (B) EACH MEMBER 49 SHALL ONLY PRACTICE HIS OR HER PROFESSION AS SPECIFIED IN HIS OR HER 50 RESPECTIVE PROFESSIONAL ENABLING STATUTE UNDER TITLE EIGHT OF THE EDUCA-51 TION LAW; AND (C) ANY CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION SHALL NOT ALTER, EXPAND OR CURTAIL THE SCOPE OF PRAC-52 TICE OF ANY OF THE MEMBERS; (D) NO INDIVIDUAL SHALL, DIRECTLY OR INDI-53 54 RECTLY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE 55 OF ANOTHER INDIVIDUAL; AND (E) NO INDIVIDUAL SHALL ORDER OR PRACTICE

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1 DIRECT ANOTHER INDIVIDUAL TO PRACTICE BEYOND THE SCOPE OF HIS OR HER 2 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:

6 Each partner of a registered limited liability partnership formed (q) 7 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 9 each]. NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, ANY PERSON 10 LICENSED PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE AND ANY PERSON LICENSED PURSUANT TO ARTICLES 132, 137, 140, 141, 11 143, 144, 153, 154, 155 OR 156 SUBDIVISION 3 OF SECTION 6902 OF ARTICLE 12 13 THE EDUCATION LAW MAY FORM, OR CAUSE TO BE FORMED, A REGISTERED 14 LIMITED LIABILITY PARTNERSHIP TO PROVIDE MULTIDISCIPLINARY SERVICES WITH 15 ONE OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: 16 (I) EACH PARTNER OF SUCH LIMITED LIABILITY PARTNERSHIP MUST BE LICENSED 17 EIGHT OF THE EDUCATION LAW TO PRACTICE HIS OR HER **PURSUANT** TO \mathtt{TITLE} PROFESSION IN THIS STATE; (II) EACH PARTNER SHALL ONLY PRACTICE 18 19 HER PROFESSION AS SPECIFIED IN HIS OR HER RESPECTIVE PROFESSIONAL ENABL-20 STATUTE UNDER TITLE EIGHT OF THE EDUCATION LAW; AND (III) ANY CLIN-21 ICAL INTEGRATION OF THE PROFESSIONAL PRACTICES UNDER THIS SECTION 22 EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF THE PART-23 NERS; PROVIDED FURTHER THAT: (A) NO PARTNER SHALL, DIRECTLY OR INDIRECT-24 LY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE 25 OF ANOTHER PARTNER; AND (B) NO PARTNER SHALL ORDER OR DIRECT ANOTHER 26 TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. EACH partner of a registered limited liability partnership formed to provide 27 28 services in this state must be licensed pursuant to article 133 29 of the education law to practice dentistry in this state. Each partner a registered limited liability partnership formed to provide veteri-30 nary services in this state must be licensed pursuant to article 135 of 31 32 education law to practice veterinary medicine in this state. Each 33 partner of a registered limited liability partnership formed to provide 34 professional engineering, land surveying, geological services, architectural and/or landscape architectural services in this state must be 35 licensed pursuant to article 145, article 147 and/or article 148 of 36 37 education law to practice one or more of such professions in this state. 38 [Each partner of a registered limited liability partnership formed to provide licensed clinical social work services in this state must be 39 40 licensed pursuant to article 154 of the education law to practice clinical social work in this state.] Each partner of a registered limited 41 liability partnership formed to provide creative arts therapy services 42 in this state must be licensed pursuant to article 163 of the education 43 44 to practice creative arts therapy in this state. Each partner of a 45 registered limited liability partnership formed to provide marriage and family therapy services in this state must be licensed pursuant to arti-46 47 163 of the education law to practice marriage and family therapy in 48 this state. Each partner of a registered limited liability partnership formed to provide mental health counseling services in this state must 49 50 be licensed pursuant to article 163 of the education law to mental health counseling in this state. Each partner of a registered 51 limited liability partnership formed to provide psychoanalysis services 52 53 in this state must be licensed pursuant to article 163 of the education 54 law to practice psychoanalysis in this state. Each partner of a registered limited liability partnership formed to provide applied behavior 56 analysis service in this state must be licensed or certified pursuant to

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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:
- 6 Each partner of a foreign limited liability partnership which (q) 7 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 NAY OTHER PROVISION OF THIS SECTION, ANY PERSON 9 10 PURSUANT TO ARTICLE 131 OF THE EDUCATION LAW TO PRACTICE MEDI-11 CINE AND ANY PERSON LICENSED PURSUANT TO ARTICLES 132, 137, 140, 12 143, 144, 153, 154, 155 OR 156 OR SUBDIVISION 3 OF SECTION 6902 OF ARTI-13 139 OF THE EDUCATION LAW MAY FORM, OR CAUSE TO BE FORMED, A FOREIGN 14 LIMITED LIABILITY PARTNERSHIP TO PROVIDE MULTIDISCIPLINARY SERVICES WITH 15 ONE OR MORE LICENSED PROFESSIONALS, SUBJECT TO THE FOLLOWING CONDITIONS: (I) EACH PARTNER OF SUCH FOREIGN LIMITED LIABILITY PARTNERSHIP 16 MUST 17 LICENSED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW TO PRACTICE HIS OR 18 PROFESSION IN THIS STATE; (II) EACH PARTNER SHALL ONLY PRACTICE HIS 19 OR HER PROFESSION AS SPECIFIED IN HIS OR HER RESPECTIVE PROFESSIONAL 20 UNDER TITLE EIGHT OF THE EDUCATION LAW; AND (III) ANY STATUTE ENABLING 21 CLINICAL INTEGRATION OF PROFESSIONAL PRACTICES UNDER THIS SECTION 22 EXPAND OR CURTAIL THE SCOPE OF PRACTICE OF ANY OF THE PART-23 NERS; PROVIDED FURTHER THAT: (A) NO PARTNER SHALL, DIRECTLY OR INDIRECT-24 LY, INTERFERE WITH THE CLINICAL JUDGMENT OR LEGITIMATE CLINICAL PRACTICE 25 OF ANOTHER PARTNER; AND (B) NO PARTNER SHALL ORDER OR DIRECT 26 PARTNER TO PRACTICE BEYOND THE SCOPE OF HIS OR HER LICENSE. EACH partner a foreign limited liability partnership which provides dental 27 28 services in the state must be licensed pursuant to article 133 of education law to practice dentistry in this state. Each partner of a 29 foreign limited liability partnership which provides veterinary service 30 in the state shall be licensed pursuant to article 135 of the education 31 32 law to practice veterinary medicine in this state. Each partner of 33 foreign limited liability partnership which provides professional engi-34 neering, land surveying, geological services, architectural and/or land-35 scape architectural services in this state must be licensed pursuant to article 147 and/or article 148 of the education law to 36 article 145, 37 practice one or more of such professions. [Each partner of a foreign 38 limited liability partnership which provides licensed clinical social 39 work services in this state must be licensed pursuant to article 154 of 40 education law to practice licensed clinical social work in this state.] Each partner of a foreign limited liability partnership which 41 provides creative arts therapy services in this state must be licensed 42 43 pursuant to article 163 of the education law to practice creative arts therapy in this state. Each partner of a foreign limited liability part-45 nership which provides marriage and family therapy services in this state must be licensed pursuant to article 163 of the education 46 47 practice marriage and family therapy in this state. Each partner of a 48 foreign limited liability partnership which provides mental health counseling services in this state must be licensed pursuant to article 49 50 of the education law to practice mental health counseling in this state. 51 Each partner of a foreign limited liability partnership which provides psychoanalysis services in this state must be licensed pursuant to arti-52 53 cle 163 of the education law to practice psychoanalysis in this state. 54 Each partner of a foreign limited liability partnership which provides applied behavior analysis services in this state must be licensed or

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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, 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, 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, sional 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 ΙN 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 OF THE LIABILITY COMPANY LAW, SUBDIVISION (A) OF SECTION THIRTEEN HUNDRED ONE OF THE LIMITED LIABILITY COMPANY LAW, PARAGRAPH SECTION FIFTEEN HUNDRED THREE OF THE BUSINESS CORPORATION LAW, SUBDIVI-

SION (Q) OF SECTION 121-1500 OF THE PARTNERSHIP LAW, OR SUBDIVISION (Q) OF SECTION 121-1502 OF THE PARTNERSHIP LAW FROM POOLING FEES OR MONIES RECEIVED. Nothing contained in this chapter shall prohibit a medical or dental expense indemnity corporation pursuant to its contract with the subscriber from prorationing a medical or dental expense indemnity allowance among two or more professionals in proportion to the services rendered by each such professional at the request of the subscriber, provided that prior to payment thereof such professionals shall submit both to the medical or dental expense indemnity corporation and to the subscriber statements itemizing the services rendered by each such 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:

19. Permitting any person to share in the fees for professional services, other than: a partner, employee, associate in a professional 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, FORTY-THREE, ONE HUNDRED FORTY-FOUR, ONE HUNDRED FIFTY-THREE, HUNDRED ONE HUNDRED FIFTY-FOUR, ONE HUNDRED FIFTY-FIVE, ONE HUNDRED FIFTY-SIX OR ONE HUNDRED FIFTY-NINE OR SUBDIVISION THREE OF SECTION SIXTY NINE HUNDRED TWO OF ARTICLE ONE HUNDRED THIRTY-NINE OF THIS CHAPTER PROVIDING SERVICES IN THE SAME PRACTICE. This prohibition shall PROFESSIONAL include any arrangement or agreement whereby the amount received for furnishing space, facilities, equipment or personnel services used by a licensee constitutes a percentage of, or is otherwise dependent upon, the income or receipts of the licensee from such practice, except as otherwise provided by law with respect to a facility licensed pursuant to article twenty-eight of the public health law or article thirteen of the mental hygiene law;

S 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 registration of a 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 or 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

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

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:

"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 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, in-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 of 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 whose teachings include reliance on spiritual means through prayer alone for healing in the practice of the religion of such organization 6 7 where services are provided in accordance with those teachings OR TO A MULTIDISCIPLINARY SERVICES PRACTICE FORMED PURSUANT TO SUBDIVISION 8 9 SECTION TWELVE HUNDRED THREE OF THE LIMITED LIABILITY COMPANY LAW, 10 SUBDIVISION (B) OF SECTION TWELVE HUNDRED SEVEN OF THE LIMITED LIABILITY COMPANY LAW, SUBDIVISION (A) OF SECTION THIRTEEN HUNDRED 11 LIMITED LIABILITY COMPANY LAW, PARAGRAPH (A) OF SECTION FIFTEEN HUNDRED 12 THREE OF THE BUSINESS CORPORATION LAW, SUBDIVISION (Q) OF SECTION 13 14 121-1500 OF THE PARTNERSHIP LAW, OR SUBDIVISION (Q) OF SECTION 121-1502 15 OF THE PARTNERSHIP LAW.

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