Florida Senate - 2007

By Senator Saunders

37-429B-07

1	A bill to be entitled
2	An act relating to patient safety; creating the
3	"Patient Safety and Provider Liability Act";
4	providing legislative findings; amending s.
5	766.110, F.S.; specifying certain authorized
6	insurers who may make available liability
7	insurance; authorizing a facility to assess a
8	portion of such costs to a covered individual
9	or provider; amending s. 766.118, F.S.;
10	providing a limitation on noneconomic damages
11	for a hospital facility that complies with
12	certain patient-safety measures; creating s.
13	766.401, F.S.; providing definitions; creating
14	s. 766.402, F.S.; authorizing an eligible
15	hospital to petition the agency for an order
16	certifying the hospital as a certified
17	patient-safety facility; providing requirements
18	for certification as a patient-safety facility;
19	authorizing the agency to conduct onsite
20	examinations; providing for revocation of an
21	order certifying approval of a certified
22	patient-safety facility; providing that an
23	order certifying the approval of a certified
24	patient-safety facility is conclusive evidence
25	of compliance with statutory patient-safety
26	requirements; providing that evidence of
27	noncompliance is not admissible for any action
28	for medical malpractice; creating s. 766.403,
29	F.S.; providing requirements for a hospital to
30	demonstrate that it is engaged in a common
31	enterprise for the care and treatment of

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1	patients; specifying required patient-safety
2	measures; providing that a report or document
3	generated under the act is not admissible or
4	discoverable as evidence; creating s. 766.404,
5	F.S.; requiring a certified patient-safety
6	facility to submit an annual report to the
7	Agency for Health Care Administration and the
8	Legislature; providing requirements for the
9	annual report; providing that the annual report
10	may include certain information from the Office
11	of Insurance Regulation within the Department
12	of Financial Services; providing that the
13	annual report is subject to public-records
14	requirements but is not admissible as evidence
15	in a legal proceeding; creating s. 766.405,
16	F.S.; providing for limitations on damages for
17	eligible hospitals that are certified for
18	compliance with certain patient-safety measures
19	and certain faculty physicians on staff at
20	those hospitals; providing that limitations on
21	liability apply to certain causes of action;
22	creating s. 766.406, F.S.; providing rulemaking
23	authority for the Agency for Health Care
24	Administration; amending s. 768.77, F.S.;
25	requiring that items for future economic losses
26	that are awarded to a claimant be itemized;
27	providing appropriations and additional
28	positions; providing an effective date.
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30	Be It Enacted by the Legislature of the State of Florida:
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1 Section 1. This act may be cited as the "Patient 2 Safety and Provider Liability Act." 3 Section 2. Legislative findings. -- The Legislature 4 finds that: 5 (1) This state is in the midst of a prolonged medical 6 malpractice insurance crisis that has serious adverse effects 7 on patients, practitioners, licensed health care facilities, 8 and all residents of this state. (2) Hospitals are central components of the modern 9 10 health care delivery system. (3) The medical malpractice insurance crisis in this 11 12 state can be alleviated by adopting innovative approaches for 13 patient safety in teaching hospitals, which can lead to a reduction in medical errors coupled with a limitation on 14 noneconomic damages that can be awarded against a teaching 15 hospital implementing such innovative approaches. 16 17 (4) Statutory incentives are necessary to facilitate 18 innovative approaches for patient safety in hospitals and that 19 such incentives and patient-safety measures will benefit all persons seeking health care services in this state. 2.0 21 (5) Coupling patient safety measures and a limitation on provider liability in teaching hospitals will lead to a 2.2 23 reduction in the frequency and severity of incidents of medical malpractice in hospitals. 2.4 (6) A reduction in the frequency and severity of 25 incidents of medical malpractice in hospitals will reduce 26 27 attorney's fees and other expenses inherent in the medical 2.8 liability system. 29 (7) There is no alternative method that addresses the overwhelming public necessity to implement patient-safety 30 measures and limit provider liability. 31

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1 (8) Making high-quality health care available to the 2 residents of this state is an overwhelming public necessity. 3 (9) Medical education in this state is an overwhelming 4 public necessity. 5 (10) That statutory teaching hospitals are essential 6 for high-quality medical care and medical education in this 7 <u>state.</u> 8 (11) The critical mission of statutory teaching hospitals is severely undermined by the ongoing medical 9 10 malpractice crisis. (12) Teaching hospitals are appropriate health care 11 12 facilities for implementing innovative approaches to enhancing 13 patient safety and limiting provider liability. (13) There is an overwhelming public necessity to 14 impose reasonable limitations on actions for medical 15 malpractice against teaching hospitals in furtherance of the 16 17 critical public interest in promoting access to high-quality 18 medical care, medical education, and innovative approaches to patient safety and provider liability. 19 (14) There is an overwhelming public necessity for 20 21 teaching hospitals to implement innovative measures for patient safety and limit provider liability in order to 2.2 23 generate empirical data for state policymakers concerning the effectiveness of these measures. Such data may lead to broader 2.4 application of these measures in a wider array of hospitals 25 after a reasonable period of evaluation and review. 26 27 (15) There is an overwhelming public necessity to 2.8 promote the academic mission of teaching hospitals. Furthermore, the Legislature finds that the academic mission 29 of these medical facilities is materially enhanced by 30 statutory authority for implementing innovative approaches to 31

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1 promoting patient safety and limiting provider liability. Such 2 approaches can be carefully studied and learned by medical students, medical school faculty, and affiliated physicians in 3 4 appropriate clinical settings, thereby enlarging the body of 5 knowledge concerning patient safety and provider liability б which is essential for advancing patient safety, reducing 7 expenses inherent in the medical liability system, and 8 curtailing the medical malpractice insurance crisis in this 9 <u>state.</u> 10 Section 3. Subsection (2) of section 766.110, Florida Statutes, is amended to read: 11 12 766.110 Liability of health care facilities.--13 (2) Every hospital licensed under chapter 395 may carry liability insurance or adequately insure itself in an 14 amount of not less than \$1.5 million per claim, \$5 million 15 annual aggregate to cover all medical injuries to patients 16 17 resulting from negligent acts or omissions on the part of those members of its medical staff who are covered thereby in 18 furtherance of the requirements of ss. 458.320 and 459.0085. 19 Self insurance Coverage extended hereunder to a member of a 20 21 hospital's medical staff meets the financial responsibility 22 requirements of ss. 458.320 and 459.0085 if the physician's 23 coverage limits are not less than the minimum limits established in ss. 458.320 and 459.0085 and the hospital is a 2.4 verified trauma center that has extended self-insurance 25 26 coverage continuously to members of its medical staff for 27 activities both inside and outside of the hospital. Any 2.8 authorized insurer or approved insurer as defined in s. 626.914(2), risk retention group as defined in s. 627.942, or 29 joint underwriting association established under s. 627.351(4) 30 which is authorized or approved to write casualty insurance 31

1	may make available, but <u>is</u> shall not be required to write, <u>any</u>
2	such coverage <u>authorized under this section</u> . The hospital may
3	assess on an equitable and pro rata basis the following
4	individuals to whom it extends coverage pursuant to this
5	section professional health care providers for a portion of
б	the total hospital insurance cost for this coverage:
7	physicians licensed under chapter 458, osteopathic physicians
8	licensed under chapter 459, podiatric physicians licensed
9	under chapter 461, dentists licensed under chapter 466, and
10	nurses licensed under part I of chapter 464. The hospital may
11	provide for a deductible amount to be applied against any
12	individual health care provider found liable in a law suit in
13	tort or for breach of contract. The legislative intent in
14	providing for the deductible to be applied to individual
15	health care providers found negligent or in breach of contract
16	is to instill in each individual health care provider the
17	incentive to avoid the risk of injury to the fullest extent
18	and ensure that the citizens of this state receive the highest
19	quality health care obtainable. <u>Notwithstanding s. 626.901 or</u>
20	any other provision of this section, a certified
21	patient-safety facility, as defined in s. 766.401, may extend
22	insurance or self-insurance coverage to some or all members of
23	its medical staff, including, but not limited to, physicians
24	who are not employees or agents of the hospital and any
25	incorporated or unincorporated organization, association, or
26	group of persons liable for the medical negligence of such
27	physicians, and some or all medical, nursing, or allied health
28	professionals or students who are affiliated with the
29	hospital, other than persons exempt from liability due to
30	sovereign immunity under s. 768.28. Such coverage must be
31	limited to legal liability arising out of medical negligence

1 within the hospital premises as defined under s. 766.401. A 2 certified patient-safety facility may assess against any individual to whom it extends coverage a portion of the total 3 4 hospital insurance cost for this coverage on an equitable and 5 pro rata basis and may provide for a deductible amount to be 6 applied against any covered health care provider found liable 7 in a lawsuit in tort or for breach of contract. 8 Section 4. Present subsections (6) and (7) of section 766.118, Florida Statutes, are renumbered as subsections (7) 9 and (8), respectively, and a new subsection (6) is added to 10 11 that section, to read: 12 766.118 Determination of noneconomic damages .--13 (6) LIMITATION ON NONECONOMIC DAMAGES FOR NEGLIGENCE OF CERTAIN HOSPITALS .-- Notwithstanding any other provision in 14 this section, with respect to liability for personal injury or 15 wrongful death arising from medical negligence within a 16 17 certified patient-safety facility as defined in s. 766.401 by 18 employees or agents of the certified patient-safety facility or by the employees or agents of a nonprofit medical school 19 whose faculty comprise at least 50 percent of the certified 2.0 21 patient-safety facility's medical staff, noneconomic damages 2.2 may not exceed \$500,000 regardless of the number of claimants, 23 number of claims, or theory of liability, including vicarious liability, arising from the same nucleus of operative fact. 2.4 Section 5. Section 766.401, Florida Statutes, is 25 created to read: 26 27 766.401 Definitions.--As used in this section and ss. 2.8 766.402-766.405, the term: (1) "Adverse medical incident" has the same meaning as 29 30 provided in s. 381.028 and has the same meaning as the term 31

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1 "adverse incident" as provided in ss. 381.0271, 395.0197, 2 458.351, and 459.026. 3 (2) "Affected patient" means a patient of a certified 4 patient-safety facility. (3) "Affected practitioner" means any person, 5 б including a physician, who is credentialed by the eligible 7 hospital to provide health care services in a certified 8 patient-safety facility. 9 (4) "Agency" means the Agency for Health Care 10 Administration. (5) "Certified patient-safety facility" means any 11 12 eligible hospital that, in accordance with an order from the 13 Agency for Health Care Administration, has adopted a patient-safety plan. 14 (6) "Eligible hospital" or "licensed facility" means a 15 statutory teaching hospital, as defined by s. 408.07, which 16 17 maintains at least seven different accredited programs in graduate medical education and has 100 or more full-time 18 equivalent resident physicians. 19 (7) "Health care provider" or "provider" means: 20 21 (a) An eligible hospital. 22 (b) A physician or a physician assistant licensed 23 under chapter 458. (c) An osteopathic physician or an osteopathic 2.4 physician assistant licensed under chapter 459. 25 26 (d) A registered nurse, nurse midwife, licensed 27 practical nurse, or advanced registered nurse practitioner 2.8 licensed or registered under part I of chapter 464 or any facility that employs nurses licensed or registered under part 29 I of chapter 464 to supply all or part of the care delivered 30 by that facility. 31

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1	(e) A health care professional association and its
2	employees or a corporate medical group and its employees.
3	(f) Any other medical facility in which the primary
4	purpose is to deliver human medical diagnostic services or to
5	<u>deliver nonsurgical human medical treatment, including an</u>
6	office maintained by a provider.
7	(q) A free clinic that delivers only medical
8	diagnostic services or nonsurgical medical treatment free of
9	charge to low-income persons who are not otherwise covered by
10	Medicaid or other programs for low-income persons.
11	(h) Any other health care professional, practitioner,
12	or provider, including a student enrolled in an accredited
13	program, who prepares the student for licensure as any one of
14	the professionals listed in this subsection.
15	(i) Any person, organization, or entity that is
16	vicariously liable under the theory of respondeat superior or
17	any other theory of legal liability for medical negligence
18	committed by any licensed professional listed in this
19	subsection.
20	(j) Any nonprofit corporation qualified as exempt from
21	federal income taxation under s. 501(a) of the Internal
22	Revenue Code and described in s. 501(c) of the Internal
23	Revenue Code, including any university or medical school that
24	employs licensed professionals listed in this subsection or
25	which delivers health care services provided by licensed
26	professionals listed in this subsection, any federally funded
27	community health center, and any volunteer corporation or
28	volunteer health care provider that delivers health care
29	services.
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1 (8) "Health care practitioner" or "practitioner" means 2 any person, entity, or organization identified in subsection (7), except for a hospital. 3 4 (9) "Medical negligence" means medical malpractice, whether grounded in tort or in contract, arising out of the 5 6 rendering of or failure to render medical care or services. 7 (10) "Person" means any individual, partnership, 8 corporation, association, or governmental unit. 9 (11) "Premises" means those buildings, beds, and 10 equipment located at the address of the licensed facility and all other buildings, beds, and equipment for the provision of 11 12 the hospital, ambulatory surgical, mobile surgical care, 13 primary care, or comprehensive health care under the dominion and control of the licensee, including offices and locations 14 where the licensed facility offers medical care and treatment 15 16 to affected patients. 17 (12) "Statutory teaching hospital" or "teaching 18 hospital" has the same meaning as provided in s. 408.07. 19 Section 6. Section 766.402, Florida Statutes, is created to read: 2.0 21 766.402 Agency approval of patient-safety plans .--2.2 (1) An eligible hospital that has adopted a 23 patient-safety plan may petition the agency to enter an order certifying approval of the hospital as a certified 2.4 patient-safety facility. 25 (2) In accordance with chapter 120, the agency shall 26 enter an order certifying approval of the certified 27 2.8 patient-safety facility upon a showing that, in furtherance of an approach to patient safety, the petitioner: 29 (a) Has established safety measures for the care and 30 treatment of patients. 31

1 (b) Satisfies requirements for patient-protection 2 measures, as specified in s. 766.403. 3 (c) Satisfies all other requirements of ss. 4 766.401-766.405. (3) Upon entry of an order approving the petition, the 5 б agency may conduct onsite examinations of the licensed 7 facility to ensure continued compliance with the terms and 8 conditions of the order. 9 (4) The order approving a petition under this section 10 remains in effect until revoked. The agency may revoke the order upon reasonable notice to the eligible hospital that it 11 12 fails to comply with material requirements of s. 766.403 and that the hospital has failed to cure the stated deficiencies 13 within a reasonable time after receipt of the initial notice 14 from the agency delineating the specific deficiencies to be 15 cured by the hospital. Revocation of an agency order pursuant 16 17 to s. 766.403 applies prospectively to any cause of action 18 for medical negligence which arises on or after the effective date of the order of revocation. 19 (5) An order approving a petition under this section 2.0 21 is, as a matter of law, conclusive evidence that the hospital 2.2 complies with the applicable patient-safety requirements of s. 23 766.403. A hospital's noncompliance with the requirements of s. 766.403 does not affect the limitations on damages 2.4 conferred by this section. Evidence of noncompliance with s. 25 766.403 is not admissible for any purpose in any action for 26 27 medical malpractice. This section, or any portion thereof, 2.8 does not give rise to an independent cause of action for damages against any hospital. 29 Section 7. Section 766.403, Florida Statutes, is 30 31 created to read:

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1 766.403 Patient-safety plans.--2 (1) In order to satisfy the requirements of s. 3 766.402, the licensed facility shall have a patient-safety 4 plan, which provides that the facility shall: 5 (a) Have in place a process, either through the б facility's patient-safety committee or a similar body, for 7 coordinating the guality control, risk management, and 8 patient-relations functions of the facility and for reporting to the facility's governing board at least guarterly regarding 9 10 such efforts. (b) Establish within the facility a system for 11 12 reporting near misses and agree to submit any information 13 collected to the Florida Patient Safety Corporation. Such information must be submitted by the facility and made 14 available by the Patient Safety Corporation in accordance with 15 16 s. 381.0271(7). 17 (c) Design and make available to facility staff, 18 including medical staff, a patient-safety curriculum that provides lecture and web-based training on recognized 19 20 patient-safety principles, which may include training in 21 communication skills, team-performance assessment and 2.2 training, risk-prevention strategies, and best practices and 23 evidence-based medicine. The licensed facility shall report annually the programs presented to the agency. 2.4 (d) Implement a program to identify health care 25 providers on the facility's staff who may be eliqible for an 26 27 early-intervention program that provides additional skills 2.8 assessment and training and offer such training to the staff on a voluntary and confidential basis with established 29 30 mechanisms to assess program performance and results. 31

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1	(e) Implement a simulation-based program for skills
2	assessment, training, and retraining of a facility's staff in
3	those tasks and activities that the agency identifies by rule.
4	(f) Designate a patient advocate who coordinates with
5	members of the medical staff and the facility's chief medical
б	officer regarding the disclosure of adverse medical incidents
7	to patients. In addition, the patient advocate shall
8	establish an advisory panel, consisting of providers, patients
9	or their families, and other health care consumers or consumer
10	groups to review general patient-safety concerns and other
11	issues related to relations among and between patients and
12	providers and to identify areas where additional education and
13	program development may be appropriate.
14	(q) Establish a procedure to biennially review the
15	facility's patient-safety program and its compliance with the
16	requirements of this section. Such review shall be conducted
17	by an independent patient-safety organization as defined in s.
18	766.1016(1) or other professional organization approved by the
19	agency. The organization performing the review shall prepare a
20	written report that contains detailed findings and
21	recommendations. The report shall be forwarded to the
22	facility's risk manager or patient-safety officer, who may
23	make written comments in response. The report and any written
24	comments shall be presented to the governing board of the
25	licensed facility. A copy of the report and any of the
26	facility's responses to the findings and recommendations shall
27	be provided to the agency within 60 days after the date that
28	the governing board reviewed the report. The report is
29	confidential and exempt from production or discovery in any
30	civil action. Likewise, the report and the information
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contained therein are not admissible as evidence for any purpose in any action for medical negligence. (h) Establish a system for the trending and tracking of quality and patient-safety indicators that the agency may identify by rule and a method for review of the data at least semiannually by the facility's patient-safety committee. (2) This section does not constitute an applicable standard of care in any action for medical negligence or otherwise create a private right of action, and evidence of noncompliance with this section is not admissible for any purpose in any action for medical negligence against any health care provider. (3) This section does not prohibit the licensed facility from implementing other measures for promoting patient safety within the premises. This section does not relieve the licensed facility from the duty to implement any other patient-safety measure that is required by state law. The Legislature intends that the patient-safety measures specified in this section are in addition to all other patient-safety measures required by state law, federal law, and applicable accreditation standards for licensed facilities. (4) A review, report, or other document created, produced, delivered, or discussed pursuant to this section is not discoverable or admissible as evidence in any legal

26 <u>action.</u>
27 Section 8. Section 766.404, Florida Statutes, is
28 created to read:
29 <u>766.404 Annual report.--</u>
30 <u>(1) Each certified patient-safety facility shall</u>
31 <u>submit an annual report to the agency containing information</u>

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1 and data reasonably required by the agency to evaluate 2 performance and effectiveness of its patient-safety plan. However, information may not be submitted or disclosed in 3 4 violation of any patient's right to privacy under state or federal law. 5 б (2) The agency shall aggregate information and data 7 submitted by all certified patient-safety facilities, and each 8 year, on or before March 1, the agency shall submit a report to the President of the Senate and the Speaker of the House of 9 10 Representatives which evaluates the performance and effectiveness of the approach to enhancing patient safety and 11 limiting provider liability in certified patient-safety 12 13 facilities. The report must include, but need not be limited to, pertinent data concerning: 14 (a) The number and names of certified patient-safety 15 facilities; 16 17 (b) The number and types of patient-protection 18 measures currently in effect in these facilities; (c) The number of affected patients; 19 20 (d) The number of surgical procedures on affected 21 <u>patients;</u> 22 (e) The number of adverse medical incidents, claims of 23 medical malpractice, and claims resulting in indemnity; (f) The average time for resolving contested and 2.4 uncontested claims of medical malpractice; 25 (q) The percentage of claims which result in civil 26 27 trials; 2.8 (h) The percentage of civil trials which result in adverse judgments against affected facilities; 29 30 (i) The number and average amount of an indemnity paid to claimants; 31

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(j) The estimated liability expense, inclusive of	
medical liability insurance premiums; and	
(k) The percentage of medical liability expense,	
inclusive of medical liability insurance premiums, which is	
borne by affected practitioners in certified patient-safety	
facilities.	
The report may also include other information and data that	
the agency considers appropriate to gauge the cost and benefit	
of patient-safety plans.	
(3) The agency's annual report to the President of the	

8 The report may also incl the agency considers app 9 10 of patient-safety plans. (3) The agency's 11 12 Senate and the Speaker of the House of Representatives may 13 include relevant information and data obtained from the Office of Insurance Regulation within the Department of Financial 14 Services concerning the availability and affordability of 15 enterprise-wide medical liability insurance coverage for 16 17 affected facilities and the availability and affordability of insurance policies for individual practitioners which contain 18 coverage exclusions for acts of medical negligence in 19 facilities that indemnify health practitioners. The Office of 2.0 21 Insurance Regulation shall cooperate with the agency in 2.2 reporting the information and data specified in this 23 subsection. (4) Reports submitted to the agency by certified 2.4 patient-safety facilities pursuant to this section are public 25 records under chapter 119. However, these reports, and the 26 27 information contained therein, are not admissible as evidence 2.8 in a court of law in any action. Section 9. Section 766.405, Florida Statutes, is 29

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    created to read:
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1	766.405 Damages in malpractice actions against certain
2	hospitals and faculty physicians who meet patient-safety
3	requirements; agency approval of patient-safety measures
4	(1) Upon entry of an order pursuant to s. 766.402 and
5	for the entire period that the order remains in effect, the
б	damages recoverable from an eligible hospital covered by the
7	order and from its physician employees, its nonphysician
8	employees, its agents, a nonprofit medical school whose
9	physicians comprise at least 50 percent of the medical staff
10	of the eligible hospital, and the physicians of such a
11	nonprofit medical school in actions arising from medical
12	negligence on the premises of the eligible hospital shall be
13	determined in accordance with the following provisions:
14	(a) Noneconomic damages shall be limited to a maximum
15	of \$500,000, regardless of the number of claimants, number of
16	claims, or the theory of liability pursuant to s. 766.118(6).
17	(b) Awards of economic damages shall be offset by
18	payments from collateral sources, as defined by s. 766.202(2),
19	and any set-offs available under ss. 46.015 and 768.041.
20	Awards for future economic losses shall be offset by future
21	collateral source payments.
22	(c) Awards of future economic damages, after being
23	offset by collateral sources, shall, at the option of the
24	eligible hospital, be:
25	1. Reduced by the court to present value and paid in
26	<u>full; or</u>
27	2. Paid by means of periodic payments in the form of
28	annuities or reversionary trusts.
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30	Periodic payments of future economic damages attributable to
31	the medical care, health care, and personal care of the
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1 claimant shall be payable until the end of the life of the 2 claimant, at which time the obligation to make such payments terminates. A company that underwrites an annuity to pay 3 4 future economic damages shall have a rating of "A" or higher by A.M. Best Company. The court shall approve the terms of the 5 б periodic payments, which shall identify the amount of the 7 payment attributable to future medical care, health care, and 8 personal care. Court approval may not be unreasonably 9 withheld. 10 (2) The limitations on liability provided by this section apply to causes of action that accrue while an 11 12 eligible facility is a certified patient safety facility. 13 Section 10. Section 766.406, Florida Statutes, is created to read: 14 766.406 Rulemaking authority. -- The agency may adopt 15 rules to administer ss. 766.401-766.405. 16 17 Section 11. Subsection (2) of section 768.77, Florida 18 Statutes, is amended to read: 768.77 Itemized verdict.--19 (2) In any action for damages based on personal injury 20 21 or wrongful death arising out of medical malpractice, whether 22 in tort or contract, to which this part applies in which the 23 trier of fact determines that liability exists on the part of the defendant, the trier of fact shall, as a part of the 2.4 verdict, itemize the amounts to be awarded to the claimant 25 26 into the following categories of damages: 27 (a) Amounts intended to compensate the claimant for: 2.8 1. Past economic losses; and Future economic losses, with a separate item 29 2. indicating the amount attributable to health care, medical 30 care, and personal care, not reduced to present value, and the 31

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   number of years or part thereof which the award is intended to
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    cover;
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           (b) Amounts intended to compensate the claimant for:
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           1. Past noneconomic losses; and
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           2. Future noneconomic losses and the number of years
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    or part thereof which the award is intended to cover; and
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           (c) Amounts awarded to the claimant for punitive
    damages, if applicable.
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           Section 12. If any provision of this act or its
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    application to any person or circumstance is held invalid, the
    invalidity does not affect other provisions or applications of
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    the act which can be given effect without the invalid
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   provision or application, and to this end, the provisions of
    this act are severable.
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           Section 13. The sum of $226,984 in recurring funds
    from the Health Care Trust Fund and the sum of $72,057 in
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   nonrecurring funds from the Health Care Trust Fund are
    appropriated, and three additional full-time equivalent
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    positions and associated salary rate of $127,817 are
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    authorized, to the Agency for Health Care Administration for
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    the 2007-2008 fiscal year for the purpose of implementing the
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   provisions of this act.
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           Section 14. This act shall take effect upon becoming a
    law.
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2	SENATE SUMMARY
3	Creates the "Patient Safety and Provider Liability Act." Requires hospitals that assume liability for acts of
4	medical negligence under the act to carry insurance. Authorizes an eligible hospital to petition the Agency
5	for Health Care Administration to enter an order certifying the hospital as a patient-safety facility.
6	Provides requirements for certification as a patient safety facility. Provides requirements for certification as a patient-safety facility. Authorizes the agency to enter
7	an order certifying a hospital as a patient-safety facility and providing that the hospital bears liability
8	for acts of medical negligence for its health care providers or an agent of the hospital. Authorizes the
9	agency to conduct onsite examinations of a licensed facility. Provides circumstances when the agency may
10	revoke its order certifying approval of an enterprise plan. Requires a certified patient-safety facility to
11	submit an annual report to the agency and the Legislature. Authorizes certain teaching hospitals and
12	eligible hospitals to petition the agency for certification. Provides for limitations on damages for
13	eligible hospitals that are certified for compliance with certain patient-safety measures and certain faculty
14	physicians on staff at those hospitals. Provides that claims for future economic losses be itemized. Provides
15	appropriations. (See bill for details.)
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