THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

_{No.} 999

Session of 2011

INTRODUCED BY STACK, EICHELBERGER, FOLMER AND FARNESE, MAY 3, 2011

REFERRED TO BANKING AND INSURANCE, MAY 3, 2011

AN ACT

- Amending the act of March 20, 2002 (P.L.154, No.13), entitled "An act reforming the law on medical professional liability; 2 providing for patient safety and reporting; establishing the Patient Safety Authority and the Patient Safety Trust Fund; 3 4 abrogating regulations; providing for medical professional 5 liability informed consent, damages, expert qualifications, limitations of actions and medical records; establishing the 7 Interbranch Commission on Venue; providing for medical 8 professional liability insurance; establishing the Medical 9 Care Availability and Reduction of Error Fund; providing for 10 medical professional liability claims; establishing the Joint 11 Underwriting Association; regulating medical professional 12 liability insurance; providing for medical licensure 13 regulation; providing for administration; imposing penalties; 14 and making repeals," providing for mandatory arbitration. 15 16 The General Assembly of the Commonwealth of Pennsylvania 17 hereby enacts as follows: 18 Section 1. The act of March 20, 2002 (P.L.154, No.13), known 19 as the Medical Care Availability and Reduction of Error (Mcare) 20 Act, is amended by adding a section to read: 21 Section 513.1. Civil action. 22 (a) Arbitration. -- If an action commenced against a health
- 24 <u>shall submit the case to mandatory arbitration under the</u>

care provider cannot be settled by the parties, then the parties

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- 1 authority of the court of common pleas of the relevant
- 2 jurisdiction and venue. The arbitration panel shall consist of
- 3 three persons, selected randomly by the president judge. One of
- 4 the three shall be an attorney who practices law in the
- 5 jurisdiction of the court; one shall be a medical professional
- 6 who has a primary residence or practice of medicine in the
- 7 jurisdiction; and one shall be a senior judge from the
- 8 jurisdiction, or, if no such senior judge is available, shall be
- 9 <u>a senior judge appointed by the Chief Justice of the Supreme</u>
- 10 <u>Court of Pennsylvania.</u>
- 11 (b) Appeals from arbitration. -- Arbitration awards and
- 12 allocation of financial responsibility among multiple defendants
- 13 may be appealed. An appeal does not stay an arbitration award
- 14 although an appellate court may issue an order to stay to
- 15 prevent manifest injustice. Any party to an arbitration
- 16 proceeding may enforce an arbitration award or an allocation of
- 17 financial responsibility by filing a petition in the court of
- 18 common pleas in which the arbitration took place.
- 19 (c) Arbitration awards. -- A defendant is required to pay an
- 20 arbitration award within 20 days after the award of damages by
- 21 the arbitration panel, to include interest at the legal rate or
- 22 to submit any dispute among multiple defendants to arbitration.
- 23 <u>Interest at the rate of 18% per year begins to accrue 90 days</u>
- 24 after the award.
- 25 (d) Jury trial. -- Arbitration is an alternative to trial but
- 26 does not supersede or eliminate the right of a party to present
- 27 <u>its case at trial. The decision of an arbitration panel, as well</u>
- 28 as the inability of an arbitration panel to reach a decision,
- 29 <u>shall be introduced at trial either by the testimony of one of</u>
- 30 the arbitrators or by stipulation of the parties. Damages at

- 1 trial shall not be limited.
- 2 (e) Study.--Four years after the effective date of this
- 3 <u>section, the Legislative Budget and Finance Committee shall</u>
- 4 conduct a study of the effectiveness of the arbitration program
- 5 and shall report its findings to the Senate no later than five
- 6 years after the effective date of this section.
- 7 Section 2. This act shall apply to actions instituted on or
- 8 after the effective date of this act.
- 9 Section 3. Section 513.1 of the act shall expire five years
- 10 after its effective date.
- 11 Section 4. This act shall take effect immediately.