## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 2192 Session of 2003

INTRODUCED BY DAILEY, DeLUCA, ARMSTRONG, BARRAR, CORRIGAN, CRAHALLA, CRUZ, CURRY, DALEY, DENLINGER, DeWEESE, FABRIZIO, FEESE, GERGELY, GINGRICH, GOOD, GRUCELA, HARPER, HENNESSEY, HERMAN, JAMES, JOSEPHS, LaGROTTA, LAUGHLIN, LEACH, LEDERER, LEVDANSKY, MANDERINO, McGEEHAN, MUNDY, PALLONE, PHILLIPS, PISTELLA, REICHLEY, ROSS, SAYLOR, SHANER, B. SMITH, SOLOBAY, STABACK, T. STEVENSON, SURRA, TANGRETTI, E. Z. TAYLOR, TIGUE, WALKO, WATSON, WEBER, WILT AND YOUNGBLOOD, NOVEMBER 24, 2003

REFERRED TO COMMITTEE ON JUDICIARY, NOVEMBER 24, 2003

## AN ACT

- Amending the act of March 20, 2002 (P.L.154, No.13), entitled 2 "An act reforming the law on medical professional liability; 3 providing for patient safety and reporting; establishing the Patient Safety Authority and the Patient Safety Trust Fund; 5 abrogating regulations; providing for medical professional liability informed consent, damages, expert qualifications, 6 7 limitations of actions and medical records; establishing the 8 Interbranch Commission on Venue; providing for medical 9 professional liability insurance; establishing the Medical 10 Care Availability and Reduction of Error Fund; providing for 11 medical professional liability claims; establishing the Joint 12 Underwriting Association; regulating medical professional 13 liability insurance; providing for medical licensure 14 regulation; providing for administration; imposing penalties; 15 and making repeals, " further providing for declaration of policy, for patient safety definitions, for powers and duties 16 17 of the Patient Safety Authority and for powers and duties of the Department of Health; and making an appropriation. 18
- 19 The General Assembly of the Commonwealth of Pennsylvania
- 20 hereby enacts as follows:
- 21 Section 1. Section 102 of the act of March 20, 2002
- 22 (P.L.154, No.13), known as the Medical Care Availability and
- 23 Reduction of Error (Mcare) Act, is amended to read:

- 1 Section 102. Declaration of policy.
- 2 The General Assembly finds and declares as follows:
- 3 (1) It is the purpose of this act to ensure that medical
- 4 care is available in this Commonwealth through a
- 5 comprehensive and high-quality health care system.
- 6 (2) Access to a full spectrum of hospital services and
- 7 to highly trained physicians in all specialties must be
- 8 available across this Commonwealth.
- 9 (3) To maintain this system, medical professional
- 10 liability insurance has to be obtainable at an affordable and
- 11 reasonable cost in every geographic region of this
- 12 Commonwealth.
- 13 (4) A person who has sustained injury or death as a
- 14 result of medical negligence by a health care provider must
- be afforded a prompt determination and fair compensation.
- 16 (5) Every effort must be made to reduce and eliminate
- medical errors by identifying problems and implementing
- 18 solutions that promote patient safety.
- 19 (6) Recognition and furtherance of all of these elements
- is essential to the public health, safety and welfare of all
- 21 the citizens of Pennsylvania.
- 22 (7) It is the purpose of this act to enhance patient
- 23 safety by establishing meaningful whistleblower protection
- 24 and a reporting system for medical errors which is responsive
- 25 to legitimate concerns.
- Section 2. Section 302 of the act is amended by adding
- 27 definitions to read:
- 28 Section 302. Definitions.
- The following words and phrases when used in this chapter
- 30 shall have the meanings given to them in this section unless the

- 1 context clearly indicates otherwise:
- 2 \* \* \*
- 3 <u>"Health care facility." A facility licensed under the act of</u>
- 4 July 19, 1979 (P.L.130, No.48), known as the Health Care
- 5 Facilities Act.
- 6 <u>"Health care practitioner." An individual who is authorized</u>
- 7 to practice some component of the healing arts by a license,
- 8 permit, certificate or registration, issued by a Commonwealth
- 9 <u>licensing agency</u>.
- 10 \* \* \*
- 11 Section 3. Sections 304(a) and (b) and 306 of the act are
- 12 amended to read:
- 13 Section 304. Powers and duties.
- 14 (a) General rule. -- The authority shall do all of the
- 15 following:
- 16 (1) Adopt bylaws necessary to carry out the provisions
- of this chapter.
- 18 (2) Employ staff as necessary to implement this chapter.
- 19 (3) Make, execute and deliver contracts and other
- 20 instruments.
- 21 (4) Apply for, solicit, receive, establish priorities
- for, allocate, disburse, contract for, administer and spend
- 23 funds in the fund and other funds that are made available to
- 24 the authority from any source consistent with the purposes of
- 25 this chapter.
- 26 (5) Contract with a for-profit or registered nonprofit
- 27 entity or entities, other than a health care provider, to do
- the following:
- 29 (i) Collect, analyze and evaluate data regarding
- 30 reports of serious events and incidents, including the

identification of performance indicators and patterns in frequency or severity at certain medical facilities or in certain regions of this Commonwealth.

- (ii) Transmit to the authority recommendations for changes in health care practices and procedures which may be instituted for the purpose of reducing the number and severity of serious events and incidents.
- (iii) Directly advise reporting medical facilities of immediate changes that can be instituted to reduce serious events and incidents.
- 11 (iv) Conduct reviews in accordance with subsection 12 (b).
  - (6) Receive and evaluate recommendations made by the entity or entities contracted with in accordance with paragraph (5) and report those recommendations to the department, which shall have no more than 30 days to approve or disapprove the recommendations.
- 18 (7) After consultation and approval by the department, 19 issue recommendations to medical facilities on a facility-20 specific or on a Statewide basis regarding changes, trends 21 and improvements in health care practices and procedures for 22 the purpose of reducing the number and severity of serious 23 events and incidents. Prior to issuing recommendations, 24 consideration shall be given to the following factors that 25 include expectation of improved quality care, implementation 26 feasibility, other relevant implementation practices and the 27 cost impact to patients, payors and medical facilities. 28 Statewide recommendations shall be issued to medical 29 facilities on a continuing basis and shall be published and

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posted on the department's and the authority's publicly

- 1 accessible World Wide Web site.
- 2 (8) Meet with the department for purposes of
- 3 implementing this chapter.
- 4 (9) Promulgate regulations to administer subsection
- (b)(2).
- 6 (10) Upon receipt of a complaint under subsection
- 7 (b)(2), do all of the following:
- 8 (i) Within ten business days, investigate the
- 9 <u>complaint.</u>
- 10 (ii) If warranted, recommend sanctions to the
- department or the appropriate licensing board under
- 12 <u>Chapter 9.</u>
- 13 (iii) Maintain the confidentiality of all
- 14 information resulting from the complaint and the
- investigation until sanctions are recommended under
- 16 subparagraph (ii).
- 17 (b) [Anonymous reports] Reports to the authority.--
- 18 <u>(1)</u> A health care worker who has complied with section
- 308(a) may file an anonymous report regarding a serious event
- with the authority. Upon receipt of the report, the authority
- 21 shall give notice to the affected medical facility that a
- 22 report has been filed. The authority shall conduct its own
- 23 review of the report unless the medical facility has already
- 24 commenced an investigation of the serious event. The medical
- 25 facility shall provide the authority with the results of its
- 26 investigation no later than 30 days after receiving notice
- 27 pursuant to this subsection. If the authority is dissatisfied
- 28 with the adequacy of the investigation conducted by the
- 29 medical facility, the authority shall perform its own review
- of the serious event and may refer a medical facility and any

- 1 involved licensee to the department for failure to report
- 2 pursuant to section 313(e) and (f).
- 3 (2) The authority shall maintain a Statewide
- 4 <u>confidential</u>, toll-free telephone line to enable health care
- 5 practitioners to report on patient safety and the quality of
- 6 patient care provided by a health care facility. The
- 7 following shall apply:
- 8 <u>(i) If a health care practitioner who files a</u>
- 9 <u>complaint under this paragraph requests anonymity, the</u>
- 10 <u>authority shall maintain anonymity.</u>
- 11 (ii) A health care facility that employs a health
- 12 <u>care practitioner who files a complaint under this</u>
- paragraph may not retaliate against the health care
- 14 practitioner, in relation to salary or terms or
- conditions of employment, for filing in good faith a
- 16 complaint under this paragraph. A health care
- 17 practitioner who is aggrieved by a violation of this
- 18 subparagraph may recover damages proximately caused by
- the violation, including pain and suffering; cost of the
- 20 litigation; and attorney fees.
- 21 \* \* \*
- 22 Section 306. Department responsibilities.
- 23 (a) General rule. -- The department shall do all of the
- 24 following:
- 25 (1) Review and approve patient safety plans in
- accordance with section 307.
- 27 (2) Receive reports of serious events and infrastructure
- failures under section 313.
- 29 (3) Investigate serious events and infrastructure
- 30 failures.

- 1 (4) In conjunction with the authority, analyze and
- 2 evaluate existing health care procedures and approve
- 3 recommendations issued by the authority pursuant to section
- 4 304(a)(6) and (7).
- 5 (5) Meet with the authority for purposes of implementing
- 6 this chapter.
- 7 (6) Impose an administrative penalty of up to \$5,000
- 8 upon a health care facility for acts or omissions which
- 9 <u>impair patient safety or the quality of patient care. This</u>
- 10 paragraph is subject to 2 Pa.C.S. Ch. 5 Subch. A (relating to
- 11 practice and procedure of Commonwealth agencies) and Ch. 7
- 12 <u>Subch. A (relating to judicial review of Commonwealth agency</u>
- 13 <u>action</u>).
- 14 (b) Department consideration.--The recommendations made to
- 15 medical facilities pursuant to subsection (a)(4) may be
- 16 considered by the department for licensure purposes under the
- 17 act of July 19, 1979 (P.L.130, No.48), known as the Health Care
- 18 Facilities Act, but shall not be considered mandatory unless
- 19 adopted by the department as regulations pursuant to the act of
- 20 June 25, 1982 (P.L.633, No.181), known as the Regulatory Review
- 21 Act.
- 22 Section 4. The sum of \$ , or as much thereof as may be
- 23 necessary, is hereby appropriated to the Patient Safety
- 24 Authority for the fiscal year July 1, 2003, to June 30, 2004, to
- 25 carry out the provisions of this act.
- 26 Section 5. This act shall take effect in 90 days.