37-429B-07

A bill to be entitled 2 An act relating to patient safety; creating the "Patient Safety and Provider Liability Act"; 3 providing legislative findings; amending s. 4 5 766.110, F.S.; specifying certain authorized 6 insurers who may make available liability 7 insurance; authorizing a facility to assess a portion of such costs to a covered individual 8 9 or provider; amending s. 766.118, F.S.; 10 providing a limitation on noneconomic damages for a hospital facility that complies with 11 12 certain patient-safety measures; creating s. 13 766.401, F.S.; providing definitions; creating s. 766.402, F.S.; authorizing an eligible 14 hospital to petition the agency for an order 15 certifying the hospital as a certified 16 17 patient-safety facility; providing requirements for certification as a patient-safety facility; 18 authorizing the agency to conduct onsite 19 examinations; providing for revocation of an 20 21 order certifying approval of a certified 22 patient-safety facility; providing that an 23 order certifying the approval of a certified patient-safety facility is conclusive evidence 2.4 of compliance with statutory patient-safety 25 requirements; providing that evidence of 26 27 noncompliance is not admissible for any action 2.8 for medical malpractice; creating s. 766.403, 29 F.S.; providing requirements for a hospital to demonstrate that it is engaged in a common 30 enterprise for the care and treatment of 31

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patients; specifying required patient-safety measures; providing that a report or document generated under the act is not admissible or discoverable as evidence; creating s. 766.404, F.S.; requiring a certified patient-safety facility to submit an annual report to the Agency for Health Care Administration and the Legislature; providing requirements for the annual report; providing that the annual report may include certain information from the Office of Insurance Regulation within the Department of Financial Services; providing that the annual report is subject to public-records requirements but is not admissible as evidence in a legal proceeding; creating s. 766.405, F.S.; providing for limitations on damages for eligible hospitals that are certified for compliance with certain patient-safety measures and certain faculty physicians on staff at those hospitals; providing that limitations on liability apply to certain causes of action; creating s. 766.406, F.S.; providing rulemaking authority for the Agency for Health Care Administration; amending s. 768.77, F.S.; requiring that items for future economic losses that are awarded to a claimant be itemized; providing appropriations and additional positions; providing an effective date. Be It Enacted by the Legislature of the State of Florida:

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.
9	(2) Hospitals are central components of the modern
10	health care delivery system.
11	(3) The medical malpractice insurance crisis in this
12	state can be alleviated by adopting innovative approaches for
13	patient safety in teaching hospitals, which can lead to a
14	reduction in medical errors coupled with a limitation on
15	noneconomic damages that can be awarded against a teaching
16	hospital implementing such innovative approaches.
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
20	persons seeking health care services in this state.
21	(5) Coupling patient safety measures and a limitation
22	on provider liability in teaching hospitals will lead to a
23	reduction in the frequency and severity of incidents of
24	medical malpractice in hospitals.
25	(6) A reduction in the frequency and severity of
26	incidents of medical malpractice in hospitals will reduce
27	attorney's fees and other expenses inherent in the medical
28	liability system.
29	(7) There is no alternative method that addresses the
30	overwhelming public necessity to implement patient-safety
	measures and limit provider liability

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

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 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 state. 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 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 2.5 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

may make available, but is shall not be required to write, any 2 such coverage authorized under this section. The hospital may 3 assess on an equitable and pro rata basis the following individuals to whom it extends coverage pursuant to this 4 section professional health care providers for a portion of 5 6 the total hospital insurance cost for this coverage: 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 nurses licensed under part I of chapter 464. The hospital may 10 provide for a deductible amount to be applied against any 11 12 individual health care provider found liable in a law suit in 13 tort or for breach of contract. The legislative intent in providing for the deductible to be applied to individual 14 health care providers found negligent or in breach of contract 15 is to instill in each individual health care provider the 16 incentive to avoid the risk of injury to the fullest extent 18 and ensure that the citizens of this state receive the highest quality health care obtainable. Notwithstanding s. 626.901 or 19 any other provision of this section, a certified 20 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 who are not employees or agents of the hospital and any 2.4 2.5 incorporated or unincorporated organization, association, or 26 group of persons liable for the medical negligence of such physicians, and some or all medical, nursing, or allied health 27 2.8 professionals or students who are affiliated with the 29 hospital, other than persons exempt from liability due to sovereign immunity under s. 768.28. Such coverage must be 30 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
3	individual to whom it extends coverage a portion of the total
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
9	766.118, Florida Statutes, are renumbered as subsections (7)
10	and (8), respectively, and a new subsection (6) is added to
11	that section, to read:
12	766.118 Determination of noneconomic damages
13	(6) LIMITATION ON NONECONOMIC DAMAGES FOR NEGLIGENCE
14	OF CERTAIN HOSPITALS Notwithstanding any other provision in
15	this section, with respect to liability for personal injury or
16	wrongful death arising from medical negligence within a
17	certified patient-safety facility as defined in s. 766.401 by
18	employees or agents of the certified patient-safety facility
19	or by the employees or agents of a nonprofit medical school
20	whose faculty comprise at least 50 percent of the certified
21	patient-safety facility's medical staff, noneconomic damages
22	may not exceed \$500,000 regardless of the number of claimants,
23	number of claims, or theory of liability, including vicarious
24	liability, arising from the same nucleus of operative fact.
25	Section 5. Section 766.401, Florida Statutes, is
26	created to read:
27	766.401 Definitions As used in this section and ss.
28	766.402-766.405, the term:
29	(1) "Adverse medical incident" has the same meaning as
30	provided in s. 381.028 and has the same meaning as the term

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

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	deliver nonsurgical human medical treatment, including an
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
16 17	vicariously liable under the theory of respondeat superior or any other theory of legal liability for medical negligence
17	any other theory of legal liability for medical negligence
17 18	any other theory of legal liability for medical negligence committed by any licensed professional listed in this
17 18 19	any other theory of legal liability for medical negligence committed by any licensed professional listed in this subsection.
17 18 19 20	any other theory of legal liability for medical negligence committed by any licensed professional listed in this subsection. (j) Any nonprofit corporation qualified as exempt from
17 18 19 20 21	any other theory of legal liability for medical negligence committed by any licensed professional listed in this subsection. (j) Any nonprofit corporation qualified as exempt from federal income taxation under s. 501(a) of the Internal
17 18 19 20 21 22	any other theory of legal liability for medical negligence committed by any licensed professional listed in this subsection. (j) Any nonprofit corporation qualified as exempt from federal income taxation under s. 501(a) of the Internal Revenue Code and described in s. 501(c) of the Internal
17 18 19 20 21 22 23	any other theory of legal liability for medical negligence committed by any licensed professional listed in this subsection. (j) Any nonprofit corporation qualified as exempt from federal income taxation under s. 501(a) of the Internal Revenue Code and described in s. 501(c) of the Internal Revenue Code, including any university or medical school that
17 18 19 20 21 22 23 24	any other theory of legal liability for medical negligence committed by any licensed professional listed in this subsection. (j) Any nonprofit corporation qualified as exempt from federal income taxation under s. 501(a) of the Internal Revenue Code and described in s. 501(c) of the Internal Revenue Code, including any university or medical school that employs licensed professionals listed in this subsection or
17 18 19 20 21 22 23 24 25	any other theory of legal liability for medical negligence committed by any licensed professional listed in this subsection. (j) Any nonprofit corporation qualified as exempt from federal income taxation under s. 501(a) of the Internal Revenue Code and described in s. 501(c) of the Internal Revenue Code, including any university or medical school that employs licensed professionals listed in this subsection or which delivers health care services provided by licensed
17 18 19 20 21 22 23 24 25 26	any other theory of legal liability for medical negligence committed by any licensed professional listed in this subsection. (j) Any nonprofit corporation qualified as exempt from federal income taxation under s. 501(a) of the Internal Revenue Code and described in s. 501(c) of the Internal Revenue Code, including any university or medical school that employs licensed professionals listed in this subsection or which delivers health care services provided by licensed professionals listed in this subsection, any federally funded
17 18 19 20 21 22 23 24 25 26 27	any other theory of legal liability for medical negligence committed by any licensed professional listed in this subsection. (i) Any nonprofit corporation qualified as exempt from federal income taxation under s. 501(a) of the Internal Revenue Code and described in s. 501(c) of the Internal Revenue Code, including any university or medical school that employs licensed professionals listed in this subsection or which delivers health care services provided by licensed professionals listed in this subsection, any federally funded community health center, and any volunteer corporation or

1	(8) "Health care practitioner" or "practitioner" means
2	any person, entity, or organization identified in subsection
3	(7), except for a hospital.
4	(9) "Medical negligence" means medical malpractice,
5	whether grounded in tort or in contract, arising out of the
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
11	all other buildings, beds, and equipment for the provision of
12	the hospital, ambulatory surgical, mobile surgical care,
13	primary care, or comprehensive health care under the dominion
14	and control of the licensee, including offices and locations
15	where the licensed facility offers medical care and treatment
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
20	created to read:
21	766.402 Agency approval of patient-safety plans
22	(1) An eligible hospital that has adopted a
23	patient-safety plan may petition the agency to enter an order
24	certifying approval of the hospital as a certified
25	patient-safety facility.
26	(2) In accordance with chapter 120, the agency shall
27	enter an order certifying approval of the certified
28	patient-safety facility upon a showing that, in furtherance of
29	an approach to patient safety, the petitioner:
30	(a) Has established safety measures for the care and
31	treatment of patients.

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.
5	(3) Upon entry of an order approving the petition, the
6	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
11	order upon reasonable notice to the eligible hospital that it
12	fails to comply with material requirements of s. 766.403 and
13	that the hospital has failed to cure the stated deficiencies
14	within a reasonable time after receipt of the initial notice
15	from the agency delineating the specific deficiencies to be
16	cured by the hospital. Revocation of an agency order pursuant
17	to s. 766.403 applies prospectively to any cause of action
18	for medical negligence which arises on or after the effective
19	date of the order of revocation.
20	(5) An order approving a petition under this section
21	is, as a matter of law, conclusive evidence that the hospital
22	complies with the applicable patient-safety requirements of s.
23	766.403. A hospital's noncompliance with the requirements of
24	s. 766.403 does not affect the limitations on damages
25	conferred by this section. Evidence of noncompliance with s.
26	766.403 is not admissible for any purpose in any action for
27	medical malpractice. This section, or any portion thereof,
28	does not give rise to an independent cause of action for
29	damages against any hospital.
30	Section 7. Section 766.403, Florida Statutes, is
31	created to read:

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
6	facility's patient-safety committee or a similar body, for
7	coordinating the quality control, risk management, and
8	patient-relations functions of the facility and for reporting
9	to the facility's governing board at least quarterly regarding
10	such efforts.
11	(b) Establish within the facility a system for
12	reporting near misses and agree to submit any information
13	collected to the Florida Patient Safety Corporation. Such
14	information must be submitted by the facility and made
15	available by the Patient Safety Corporation in accordance with
16	s. 381.0271(7).
17	(c) Design and make available to facility staff,
18	including medical staff, a patient-safety curriculum that
19	provides lecture and web-based training on recognized
20	patient-safety principles, which may include training in
21	communication skills, team-performance assessment and
22	training, risk-prevention strategies, and best practices and
23	evidence-based medicine. The licensed facility shall report
24	annually the programs presented to the agency.
25	(d) Implement a program to identify health care
26	providers on the facility's staff who may be eliqible for an
27	early-intervention program that provides additional skills
28	assessment and training and offer such training to the staff
29	on a voluntary and confidential basis with established
30	mechanisms to assess program performance and results.
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(e) Implement a simulation-based program for skills 2 assessment, training, and retraining of a facility's staff in those tasks and activities that the agency identifies by rule. 3 4 (f) Designate a patient advocate who coordinates with members of the medical staff and the facility's chief medical 5 6 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 or their families, and other health care consumers or consumer 9 10 groups to review general patient-safety concerns and other issues related to relations among and between patients and 11 12 providers and to identify areas where additional education and 13 program development may be appropriate. (q) Establish a procedure to biennially review the 14 facility's patient-safety program and its compliance with the 15 requirements of this section. Such review shall be conducted 16 by an independent patient-safety organization as defined in s. 18 766.1016(1) or other professional organization approved by the agency. The organization performing the review shall prepare a 19 written report that contains detailed findings and 2.0 21 recommendations. The report shall be forwarded to the 2.2 facility's risk manager or patient-safety officer, who may 23 make written comments in response. The report and any written comments shall be presented to the governing board of the 2.4 licensed facility. A copy of the report and any of the 2.5 facility's responses to the findings and recommendations shall 2.6 27 be provided to the agency within 60 days after the date that 2.8 the governing board reviewed the report. The report is confidential and exempt from production or discovery in any 29 civil action. Likewise, the report and the information 30 31

1	contained therein are not admissible as evidence for any
2	purpose in any action for medical negligence.
3	(h) Establish a system for the trending and tracking
4	of quality and patient-safety indicators that the agency may
5	identify by rule and a method for review of the data at least
6	semiannually by the facility's patient-safety committee.
7	(2) This section does not constitute an applicable
8	standard of care in any action for medical negligence or
9	otherwise create a private right of action, and evidence of
10	noncompliance with this section is not admissible for any
11	purpose in any action for medical negligence against any
12	health care provider.
13	(3) This section does not prohibit the licensed
14	facility from implementing other measures for promoting
15	patient safety within the premises. This section does not
16	relieve the licensed facility from the duty to implement any
17	other patient-safety measure that is required by state law.
18	The Legislature intends that the patient-safety measures
19	specified in this section are in addition to all other
20	patient-safety measures required by state law, federal law,
21	and applicable accreditation standards for licensed
22	facilities.
23	(4) A review, report, or other document created,
24	produced, delivered, or discussed pursuant to this section is
25	not discoverable or admissible as evidence in any legal
26	action.
27	Section 8. Section 766.404, Florida Statutes, is
28	created to read:
29	766.404 Annual report
30	(1) Each certified patient-safety facility shall
31	submit an annual report to the agency containing information

1	and data reasonably required by the agency to evaluate
2	performance and effectiveness of its patient-safety plan.
3	However, information may not be submitted or disclosed in
4	violation of any patient's right to privacy under state or
5	federal law.
6	(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
9	to the President of the Senate and the Speaker of the House of
10	Representatives which evaluates the performance and
11	effectiveness of the approach to enhancing patient safety and
12	limiting provider liability in certified patient-safety
13	facilities. The report must include, but need not be limited
14	to, pertinent data concerning:
15	(a) The number and names of certified patient-safety
16	<pre>facilities;</pre>
17	(b) The number and types of patient-protection
18	measures currently in effect in these facilities;
19	(c) The number of affected patients;
20	(d) The number of surgical procedures on affected
21	patients;
22	(e) The number of adverse medical incidents, claims of
23	medical malpractice, and claims resulting in indemnity;
24	(f) The average time for resolving contested and
25	uncontested claims of medical malpractice;
26	(q) The percentage of claims which result in civil
27	trials;
28	(h) The percentage of civil trials which result in
29	adverse judgments against affected facilities;
30	(i) The number and average amount of an indemnity paid
31	to claimants;

1	(j) The estimated liability expense, inclusive of
2	medical liability insurance premiums; and
3	(k) The percentage of medical liability expense,
4	inclusive of medical liability insurance premiums, which is
5	borne by affected practitioners in certified patient-safety
6	facilities.
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8	The report may also include other information and data that
9	the agency considers appropriate to gauge the cost and benefit
10	of patient-safety plans.
11	(3) The agency's annual report to the President of the
12	Senate and the Speaker of the House of Representatives may
13	include relevant information and data obtained from the Office
14	of Insurance Regulation within the Department of Financial
15	Services concerning the availability and affordability of
16	enterprise-wide medical liability insurance coverage for
17	affected facilities and the availability and affordability of
18	insurance policies for individual practitioners which contain
19	coverage exclusions for acts of medical negligence in
20	facilities that indemnify health practitioners. The Office of
21	Insurance Regulation shall cooperate with the agency in
22	reporting the information and data specified in this
23	subsection.
24	(4) Reports submitted to the agency by certified
25	patient-safety facilities pursuant to this section are public
26	records under chapter 119. However, these reports, and the
27	information contained therein, are not admissible as evidence
28	in a court of law in any action.
29	Section 9. Section 766.405, Florida Statutes, is
30	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
6	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 eliqible 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	full; or
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

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 6 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 2.5 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 indicating the amount attributable to health care, medical

1	number of years or part thereof which the award is intended to
2	cover;
3	(b) Amounts intended to compensate the claimant for:
4	1. Past noneconomic losses; and
5	2. Future noneconomic losses and the number of years
6	or part thereof which the award is intended to cover; and
7	(c) Amounts awarded to the claimant for punitive
8	damages, if applicable.
9	Section 12. If any provision of this act or its
10	application to any person or circumstance is held invalid, the
11	invalidity does not affect other provisions or applications of
12	the act which can be given effect without the invalid
13	provision or application, and to this end, the provisions of
14	this act are severable.
15	Section 13. The sum of \$226,984 in recurring funds
16	from the Health Care Trust Fund and the sum of \$72,057 in
17	nonrecurring funds from the Health Care Trust Fund are
18	appropriated, and three additional full-time equivalent
19	positions and associated salary rate of \$127,817 are
20	authorized, to the Agency for Health Care Administration for
21	the 2007-2008 fiscal year for the purpose of implementing the
22	provisions of this act.
23	Section 14. This act shall take effect upon becoming a
24	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 medical negligence under the act to carry insurance. 4 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. 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 agency to conduct onsite examinations of a licensed 9 facility. Provides circumstances when the agency may 10 revoke its order certifying approval of an enterprise plan. Requires a certified patient-safety facility to submit an annual report to the agency and the 11 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 physicians on staff at those hospitals. Provides that 14 claims for future economic losses be itemized. Provides 15 appropriations. (See bill for details.) 16 17 18 19 2.0 21 22 23 2.4 25 26 27 28 29 30 31