2007

1	A bill to be entitled
2	An act relating to state universities; amending s.
3	1004.24, F.S.; transferring responsibility for securing
4	liability insurance from the State Board of Education to
5	the Board of Governors; authorizing discussion of patient
6	care information for certain purposes; amending ss.
7	1004.43 and 1004.445, F.S.; conforming provisions;
8	amending s. 1012.965, F.S.; authorizing a university board
9	of trustees to intervene in a civil action for medical
10	negligence under certain circumstances; providing legal
11	status of employees and agents of a university board of
12	trustees and university faculty practice plan entities;
13	providing an effective date.
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15	Be It Enacted by the Legislature of the State of Florida:
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17	Section 1. Section 1004.24, Florida Statutes, is amended
18	to read:
19	1004.24 <u>Board of Governors</u> State Board of Education
20	authorized to secure liability insurance
21	(1) The <u>Board of Governors</u> State Board of Education is
22	authorized to secure, or otherwise provide as a self-insurer, or
23	by a combination thereof, comprehensive general liability
24	insurance, including professional liability for health care and
25	veterinary sciences, for:
26	(a) The <u>Board of Governors</u> State Board of Education and
27	its officers and members.

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(b) A university board of trustees and its officers andmembers.

30 (c) The faculty and other employees and agents of a31 university board of trustees.

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(d) The students of a state university.

33 (e) A state university or any college, school, institute,34 center, or program thereof.

(f) Any not-for-profit corporation organized pursuant to chapter 617, and the directors, officers, employees, and agents thereof, which is affiliated with a state university, if the corporation is operated for the benefit of the state university in a manner consistent with the best interests of the state, and if such participation is approved by a self-insurance program council, the university president, and the board of trustees.

42 (2)In the event the Board of Governors State Board of 43 Education adopts a self-insurance program, a governing council chaired by the vice president for health affairs or his or her 44 academic equivalent shall be established to administer the 45 46 program and its duties and responsibilities, including the administration of self-insurance program assets and expenditure 47 policies, which shall be defined by in rules adopted by the 48 49 Board of Governors as authorized by this section. The council shall have an annual actuary review performed to establish 50 funding requirements to maintain the fiscal integrity of the 51 self-insurance program. The assets of a self-insurance program 52 shall be deposited outside the State Treasury and shall be 53 administered in accordance with rules as authorized by this 54 55 section.

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56 Any self-insurance program created under this section (3) 57 shall be funded by the entities and individuals protected by 58 such program. There shall be no funds appropriated to any self-59 insurance program. The assets of the self-insurance program 60 shall be the property of the Board of Governors State Board of Education and shall be used only to pay the administrative 61 62 expenses of the self-insurance program and to pay any claim, 63 judgment, or claims bill arising out of activities for which the 64 self-insurance program was created. Investment income that is in 65 excess of that income necessary to ensure the solvency of a self-insurance program as established by a casualty actuary may 66 be used to defray the annual contribution paid into the program 67 by the entities and individuals protected by the program. 68

69 (4)No self-insurance program adopted by the Board of 70 Governors State Board of Education may sue or be sued. The 71 claims files of any such program are privileged and confidential, exempt from the provisions of s. 119.07(1), and 72 73 are only for the use of the program in fulfilling its duties. 74 Physicians, health care providers, and other agents or employees 75 of participants in a self-insurance program, as described in 76 this section, are authorized to discuss patient care information 77 for the purposes of quality improvement, incident investigation, 78 and claim defense with self-insurance program council members, 79 staff, and attorneys retained by the self-insurance program, and such communications do not constitute a violation of any statute 80 or rule relating to patient privacy or confidentiality. Any 81 self-insurance trust fund and revenues generated by that fund 82 shall only be used to pay claims and administration expenses. 83 Page 3 of 8

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84 Each self-insurance program council shall make (5) 85 provision for an annual financial audit pursuant to s. 11.45 of its accounts to be conducted by an independent certified public 86 87 accountant. The annual audit report must include a management 88 letter and shall be submitted to the Board of Governors State 89 Board of Education for review. The Board of Governors State 90 Board of Education shall have the authority to require and receive from the self-insurance program council or from its 91 92 independent auditor any detail or supplemental data relative to 93 the operation of the self-insurance program.

94 (6) The <u>Board of Governors</u> State Board of Education may
95 <u>adopt</u> make such rules as are necessary to carry out the
96 provisions of this section.

97 Section 2. Subsection (3) of section 1004.43, Florida98 Statutes, is amended to read:

99 1004.43 H. Lee Moffitt Cancer Center and Research
100 Institute.--There is established the H. Lee Moffitt Cancer
101 Center and Research Institute at the University of South
102 Florida.

The Board of Governors State Board of Education is 103 (3) 104 authorized to secure comprehensive general liability protection, 105 including professional liability protection, for the not-forprofit corporation and its subsidiaries pursuant to s. 1004.24. 106 The not-for-profit corporation and its subsidiaries shall be 107 exempt from any participation in any property insurance trust 108 fund established by law, including any property insurance trust 109 fund established pursuant to chapter 284, so long as the not-110

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111 for-profit corporation and its subsidiaries maintain property 112 insurance protection with comparable or greater coverage limits.

Section 3. Subsection (4) of section 1004.445, Florida Statutes, is amended to read:

115 1004.445 Johnnie B. Byrd, Sr., Alzheimer's Center and 116 Research Institute.--

The Board of Governors State Board of Education is 117 (4)authorized to secure comprehensive general liability protection, 118 119 including professional liability protection, for the not-forprofit corporation and its subsidiaries, pursuant to s. 1004.24. 120 121 The not-for-profit corporation and its subsidiaries shall be exempt from any participation in any property insurance trust 122 fund established by law, including any property insurance trust 123 124 fund established pursuant to chapter 284, so long as the not-125 for-profit corporation and its subsidiaries maintain property 126 insurance protection with comparable or greater coverage limits.

127 Section 4. Section 1012.965, Florida Statutes, is amended 128 to read:

129 1012.965 Payment of costs of civil action against 130 employees; legal status of employees and agents of university 131 board of trustees and university faculty practice plan 132 entities.--

(1) An employee or agent under the right of control of a
university board of trustees who, pursuant to the university
board's policies or rules, renders medical care or treatment at
any hospital or health care facility with which the university
board maintains an affiliation agreement whereby the hospital or
health care facility provides to the university board a clinical
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139 setting for health care education, research, and services, shall 140 not be deemed to be an agent of any person other than the university board in any civil action resulting from any act or 141 142 omission of the employee or agent while rendering said medical 143 care or treatment. For this subsection to apply, the patient 144 shall be provided separate written conspicuous notice by the 145 university board of trustees or by the hospital or health care facility, and shall acknowledge receipt of this notice, in 146 147 writing, unless impractical by reason of an emergency, either personally or through another person authorized to give consent 148 for him or her, that he or she will receive care provided by 149 university board's employees and liability, if any, that may 150 arise from that care is limited as provided by law. Compliance 151 152 by a hospital or health care facility with the requirements of chapter 395 or s. 766.110(1) shall not be used as evidence in 153 154 any civil action to establish an employment or agency 155 relationship between the hospital or health care facility and an 156 employee or agent of the university board of trustees providing 157 services within the hospital or health care facility.

A university board of trustees shall have the 158 (2) 159 unconditional right and shall be permitted to intervene in any 160 civil action for medical negligence filed against an affiliated 161 hospital or health care facility when an employee or agent of a university board of trustees delivered care at such affiliated 162 hospital or health care facility to the patient whose care is at 163 164 issue in the civil action. A university's assertion that an employee or agent of the university board of trustees is or was 165 its agent is conclusive for purposes of the motion to intervene. 166

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167 (3) A university's faculty practice plan entities function as the university's agents for the orderly collection and 168 administration of income generated from university faculty 169 170 practice activities as part of the university board's provision 171 for a clinical setting for health care education, research, and services, subject to control by the university board and its 172 173 rules. A university's faculty practice plan entities are not and 174 shall not be providers of medical services or the employers of 175 any faculty physicians or other health care professionals and do 176 not have, and shall not be deemed or construed to have, a partnership, joint venture, association, employment, or agency 177 relationship with any university faculty physicians or other 178 health care professionals. 179

180 (4) (4) (2) All faculty physicians employed by a university 181 board of trustees who are subject to the requirements of s. 182 456.013 shall complete their risk management continuing education on issues specific to academic medicine. Such 183 184 continuing education shall include instruction for the 185 supervision of resident physicians as required by the Accreditation Council for Graduate Medical Education. The boards 186 187 described in s. 456.013 shall adopt rules to implement the 188 provisions of this subsection.

189 <u>(5)(3)</u> There are appropriated out of any funds available 190 to a university, not subject to the obligation of contract, 191 covenant, or trust, the amounts necessary to carry out the 192 purposes of this section.

193 <u>(6) (4)</u> Failure of a university board of trustees or an 194 affiliated health care provider to do any act authorized by this Page 7 of 8

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195 section shall not constitute a cause of action against the 196 university board, or an affiliated health care provider, or any 197 of their members, officers, or employees.

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Section 5. This act shall take effect July 1, 2007.

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