SENATE BILL 5

J2, C4 SB 402/10 – EHE

(PRE-FILED)

1lr0506

By: **Senators Klausmeier, Rosapepe, and Stone** Requested: November 9, 2010 Introduced and read first time: January 13, 2011 Assigned to: Education, Health, and Environmental Affairs

Committee Report: Favorable with amendments Senate action: Adopted with floor amendments Read second time: February 28, 2011

CHAPTER _____

1 AN ACT concerning

 $\frac{2}{3}$

Physicians – <u>Medical</u> Professional Liability Insurance Coverage – Notification and Posting Requirements

4 FOR the purpose of requiring physicians licensed to practice medicine in the State to $\mathbf{5}$ notify certain patients in writing and on certain visits to a certain location of 6 certain information relating to <u>medical</u> professional liability insurance coverage; 7 requiring a certain notification to be provided to a patient at a certain time, 8 signed by a patient at a certain time, and retained by a physician as part of the 9 physician's patient patient's medical records; requiring certain physicians to 10 post certain information in their place of practice business; requiring the Board of Physicians to devise certain language for certain notification requirements; 11 defining a certain term; and generally relating to physicians and medical 12professional liability insurance. 13

- 14 BY adding to
 15 Article Health Occupations
 16 Section 14–508
- 17 Annotated Code of Maryland
- 18 (2009 Replacement Volume and 2010 Supplement)

19 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 20 MARYLAND, That the Laws of Maryland read as follows:

21

Article – Health Occupations

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



 $\mathbf{2}$

1 **14–508.**

2 (A) IN THIS SECTION, "MEDICAL PROFESSIONAL LIABILITY INSURANCE 3 <u>COVERAGE</u>" INCLUDES:

4 (1) MEDICAL PROFESSIONAL LIABILITY INSURANCE COVERAGE 5 WRITTEN AS AN INDIVIDUAL POLICY;

6 (2) MEDICAL PROFESSIONAL LIABILITY INSURANCE COVERAGE 7 PROVIDED UNDER A GROUP POLICY OR SELF-INSURANCE PROGRAM BY A 8 HOSPITAL OR OTHER HEALTH CARE FACILITY COVERING THE LICENSEES WHO 9 PRACTICE MEDICINE AT OR FOR THE HOSPITAL OR OTHER HEALTH CARE

10 FACILITY; AND

11(3)PROTECTIONPROVIDEDUNDERLOCALGOVERNMENT12INSURANCE PROGRAMS, THE FEDERAL TORT CLAIMS ACT, OR THE MARYLAND13TORT CLAIMS ACT.

14 (A) (B) EACH LICENSEE PRACTICING MEDICINE IN THE STATE SHALL
 15 NOTIFY A PATIENT WHO VISITS THE LICENSEE'S REGULAR PLACE OF BUSINESS,
 16 IN WRITING, IF:

17(1) THE LICENSEE DOES NOT MAINTAINHAVE MEDICAL18PROFESSIONAL LIABILITY INSURANCE COVERAGE; OR

19 (2) THE LICENSEE HAS BEEN NOTIFIED BY THE LICENSEE'S 20 <u>MEDICAL PROFESSIONAL LIABILITY INSURANCE CARRIER OR PROVIDER</u> THAT 21 THE LICENSEE'S <u>MEDICAL</u> PROFESSIONAL LIABILITY INSURANCE COVERAGE 22 HAS LAPSED FOR ANY PERIOD OF TIME OR THE LICENSEE'S COVERAGE HAS NOT 23 BEEN RENEWED.

24 (B) (C) THE WRITTEN NOTIFICATION REQUIRED UNDER SUBSECTION 25 (A) (B) OF THIS SECTION MUST BE:

26(1)(I)PROVIDED AT THE PATIENT'S FIRST VISIT TO THE27LICENSEE'S REGULAR PLACE OF BUSINESSIF THE LICENSEE DOES NOT28MAINTAIN HAVE MEDICAL PROFESSIONAL LIABILITY INSURANCE COVERAGE; OR

(II) PROVIDED AT THE PATIENT'S FIRST VISIT <u>TO THE</u>
 LICENSEE'S REGULAR PLACE OF BUSINESS FOLLOWING THE LICENSEE'S
 RECEIPT OF NOTIFICATION OF THE LAPSE OR NONRENEWAL OF THE LICENSEE'S
 <u>MEDICAL</u> PROFESSIONAL LIABILITY INSURANCE COVERAGE;

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1	(2) SIGNED BY THE PATIENT AT THE TIME OF THE VISIT AT WHICH
2	THE WRITTEN NOTIFICATION IS PROVIDED TO THE PATIENT; AND
$\frac{3}{4}$	(3) RETAINED BY THE LICENSEE AS PART OF THE LICENSEE'S PATIENT RECORDS <u>PATIENT'S MEDICAL RECORDS</u> .
5	(C) (D) EACH LICENSEE PRACTICING MEDICINE IN THE STATE WHO
6	DOES NOT MAINTAIN HAVE MEDICAL PROFESSIONAL LIABILITY INSURANCE
$\overline{7}$	COVERAGE MUST CONSPICUOUSLY POST SUCH INFORMATION IN THE
8	LICENSEE'S <u>REGULAR</u> PLACE OF PRACTICE <u>BUSINESS</u> .
9 10 11	SECTION 2. AND BE IT FURTHER ENACTED, That the Board of Physicians shall devise appropriate language for the notification requirements provided for in this Act.
$\begin{array}{c} 12 \\ 13 \end{array}$	SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2011.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.