H.B. No. 4521 By: Jetton

A BILL TO BE ENTITLED

1	AN ACT
2	relating to certain health care entities and medical committees,
3	including peer review committees.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 161.031(a), Health and Safety Code, is
6	amended to read as follows:
7	(a) In this subchapter, "medical committee" includes any
8	committee, including a joint committee, of:
9	(1) a hospital;
10	(1-a) a health care system;
11	(2) a medical organization;
12	(3) a university medical school or health science
13	center;
14	(4) a health maintenance organization licensed under
15	Chapter 843, Insurance Code, including an independent practice
16	association or other physician association whose committee or joint
17	committee is a condition of contract with the health maintenance
18	organization;
19	(5) an extended care facility;
20	(6) a hospital district; or
21	(7) a hospital authority.
22	SECTION 2. Section 161.0315(a), Health and Safety Code, is
23	amended to read as follows:
24	(a) The governing body of a hospital, health care system,

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- 1 medical organization, university medical school or health science
- 2 center, health maintenance organization, extended care facility,
- 3 hospital district, or hospital authority may form a medical peer
- 4 review committee, as defined by Section 151.002, Occupations Code,
- 5 or a medical committee, as defined by Section 161.031, to evaluate
- 6 medical and health care services, except as provided by this
- 7 section.
- 8 SECTION 3. Section 161.032(f), Health and Safety Code, is
- 9 amended to read as follows:
- 10 (f) This section and Subchapter A, Chapter 160, Occupations
- 11 Code, do not apply to records made or maintained in the regular
- 12 course of business by a hospital, health care system, health
- 13 maintenance organization, medical organization, university medical
- 14 center or health science center, hospital district, hospital
- 15 authority, or extended care facility.
- SECTION 4. Sections 151.002(a)(5) and (8), Occupations
- 17 Code, are amended to read as follows:
- 18 (5) "Health care entity" means:
- (A) a hospital licensed under Chapter 241 or 577,
- 20 Health and Safety Code;
- 21 (B) an entity, including a health maintenance
- 22 organization, group medical practice, nursing home, health science
- 23 center, university medical school, hospital district, hospital
- 24 authority, <u>health care system</u>, or other health care facility, that:
- 25 (i) provides or pays for medical care or
- 26 health care services; and
- 27 (ii) follows a formal peer review process

- 1 to further quality medical care or health care;
- 2 (C) a professional society or association of
- 3 physicians, or a committee of such a society or association, that
- 4 follows a formal peer review process to further quality medical
- 5 care or health care;
- 6 (D) an organization established by a
- 7 professional society or association of physicians, hospitals, or
- 8 both, that:
- 9 (i) collects and verifies the authenticity
- 10 of documents and other information concerning the qualifications,
- 11 competence, or performance of licensed health care professionals;
- 12 and
- 13 (ii) acts as a health care facility's agent
- 14 under the Health Care Quality Improvement Act of 1986 (42 U.S.C.
- 15 Section 11101 et seq.); or
- 16 (E) a health care collaborative certified under
- 17 Chapter 848, Insurance Code.
- 18 (8) "Medical peer review committee" or "professional
- 19 review body" means a committee of a health care entity, the
- 20 governing board of a health care entity, or the medical staff of a
- 21 health care entity, that operates under written bylaws approved by
- 22 the policy-making body or the governing board of the health care
- 23 entity and is authorized to evaluate the quality of medical and
- 24 health care services or the competence of physicians, including
- 25 evaluation of the performance of those functions specified by
- 26 Section 85.204, Health and Safety Code. The term includes:
- 27 (A) an employee or agent of the committee,

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- 1 including an assistant, investigator, intervenor, attorney, and
- 2 any other person or organization that serves the committee; and
- 3 (B) the governing body of a hospital, health care
- 4 system, public hospital owned or operated by a governmental entity,
- 5 [the governing body of a] hospital authority created under Chapter
- 6 262 or 264, Health and Safety Code, and [the governing body of a]
- 7 hospital district created under Article IX, Texas Constitution, but
- 8 only:
- 9 (i) in relation to the governing body's
- 10 evaluation of the competence of a physician or the quality of
- 11 medical and health care services provided by the <u>hospital</u>, <u>health</u>
- 12 care system, public hospital, hospital authority, or hospital
- 13 district; and
- 14 (ii) to the extent that the evaluation
- 15 under Subparagraph (i) involves discussions or records that
- 16 specifically or necessarily identify an individual patient or
- 17 physician.
- SECTION 5. This Act takes effect September 1, 2023.