By: Howard of Travis H.B. No. 1362

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to reports by nurses of certain conduct and protection
- 3 from retaliation for those nurses.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. The heading to Section 301.402, Occupations
- 6 Code, is amended to read as follows:
- 7 Sec. 301.402. MANDATORY REPORT BY NURSE [DUTY OF NURSE TO
- 8 REPORT].
- 9 SECTION 2. Section 301.402(f), Occupations Code, is amended
- 10 to read as follows:
- (f) A person may not suspend or terminate the employment of,
- 12 or otherwise discipline or discriminate against, a person who
- 13 reports, without malice, under this section. A violation of this
- 14 subsection is subject to Section 301.413 [nurse may report to the
- 15 nurse's employer or another entity at which the nurse is authorized
- 16 to practice any situation that the nurse has reasonable cause to
- 17 believe exposes a patient to substantial risk of harm as a result of
- 18 a failure to provide patient care that conforms to minimum
- 19 standards of acceptable and prevailing professional practice or to
- 20 statutory, regulatory, or accreditation standards. For purposes of
- 21 this subsection, the employer or entity includes an employee or
- 22 agent of the employer or entity].
- SECTION 3. Subchapter I, Chapter 301, Occupations Code, is
- 24 amended by adding Section 301.4025 to read as follows:

- Sec. 301.4025. OPTIONAL REPORT BY NURSE. (a) In a written,
- 2 signed report to the appropriate licensing board or accrediting
- 3 body, a nurse may report a licensed health care practitioner,
- 4 agency, or facility that the nurse has reasonable cause to believe
- 5 has exposed a patient to substantial risk of harm as a result of
- 6 failing to provide patient care that conforms to the:
- 7 (1) minimum standards of acceptable and prevailing
- 8 professional practice, for a report made regarding a practitioner;
- 9 <u>or</u>
- 10 (2) statutory, regulatory, or accreditation
- 11 standards, for a report made regarding an agency or facility.
- 12 (b) A nurse may report to the nurse's employer or another
- 13 entity at which the nurse is authorized to practice any situation
- that the nurse has reasonable cause to believe exposes a patient to
- 15 <u>substantial risk of harm as a result of a failure to provide patient</u>
- 16 care that conforms to minimum standards of acceptable and
- 17 prevailing professional practice or to statutory, regulatory, or
- 18 accreditation standards. For purposes of this subsection, an
- 19 employer or entity includes an employee or agent of the employer or
- 20 entity.
- (c) A person may not suspend or terminate the employment of,
- 22 or otherwise discipline or discriminate against, a person who
- 23 reports, without malice, under this section. A violation of this
- subsection is subject to Section 301.413.
- 25 SECTION 4. Sections 301.413(a), (b), (c), and (e),
- Occupations Code, are amended to read as follows:
- 27 (a) A person named as a defendant in a civil action or

- subjected to other retaliatory action as a result of filing a report required, authorized, or reasonably believed to be required or authorized under this subchapter or as a result of requesting in good faith a nursing peer review determination under Section 303.005 may file a counterclaim in the pending action or prove a cause of action in a subsequent suit to recover defense costs, including reasonable attorney's fees and actual and punitive
- 10 (b) A person may not suspend or terminate the employment of,
  11 or otherwise discipline or discriminate against, a person who:

frivolous, unreasonable, or taken in bad faith.

damages, if the suit or retaliatory action is determined to be

- 12 <u>(1)</u> reports, without malice, under this subchapter; or 13 <u>(2)</u> requests, in good faith, a nursing peer review
- 14 determination under Section 303.005.

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- 15 (c) A person who reports under this subchapter <u>or requests a</u>
  16 <u>nursing peer review determination under Section 303.005</u> has a cause
  17 of action against a person who violates Subsection (b), and may
  18 recover:
- 19 (1) the greater of:
- 20 (A) actual damages, including damages for mental 21 anguish even if no other injury is shown; or
- 22 (B) \$5,000 [\$1,000];
- 23 (2) exemplary damages;
- 24 (3) court costs; and
- 25 (4) reasonable attorney's fees.
- 26 (e) A person who brings an action under this section has the 27 burden of proof. It is a rebuttable presumption that the person's

- 1 employment was suspended or terminated for reporting under this
- 2 subchapter or for requesting a peer review committee determination
- 3 under Section 303.005 if:
- 4 (1) the person was suspended or terminated within 60
- 5 days after the date the report or request was made; and
- 6 (2) the board or a court determines that:
- 7  $\underline{\text{(A)}}$  the report that is the subject of the cause of
- 8 action was:
- 9 (i) [<del>(A)</del>] authorized or required under
- 10 Section 301.402, <u>301.4025</u>, 301.403, 301.405, 301.406, 301.407,
- 301.408, 301.409, or 301.410; and
- 12 (ii) [<del>(B)</del>] made without malice; or
- 13 <u>(B) the request for a peer review committee</u>
- 14 determination that is the subject of the cause of action was:
- (i) authorized under Section 303.005; and
- (ii) made in good faith.
- 17 SECTION 5. Section 303.005, Occupations Code, is amended by
- 18 adding Subsections (a-1) and (i) and amending Subsection (d) to
- 19 read as follows:
- 20 <u>(a-1)</u> For purposes of this section, a nurse or nurse
- 21 <u>administrator does not act in good faith in connection with a</u>
- 22 request made or an action taken by the nurse or nurse administrator
- 23 <u>if there is not a reasonable factual or legal basis for the request</u>
- 24 or action.
- 25 (d) If a nurse requests a peer review determination under
- 26 Subsection (b) and refuses to engage in the requested conduct
- 27 pending the peer review, the determination [The determinations] of

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- 1 the peer review committee shall be considered in  $\underline{any}$  [ $\underline{a}$ ] decision  $\underline{by}$
- 2 the nurse's employer to discipline the nurse for the refusal to
- 3 <u>engage in the requested conduct</u>, but the <u>determination is</u>
- 4 [determinations are] not binding if a nurse administrator believes
- 5 in good faith that the peer review committee has incorrectly
- 6 determined a nurse's duty. This subsection does not affect the
- 7 protections provided by Subsection (c)(1) or Section 301.352.
- 8 (i) A person may not suspend or terminate the employment of,
- 9 or otherwise discipline or discriminate against, a nurse who in
- 10 good faith requests a peer review determination under this section.
- 11 A violation of this subsection is subject to Section 301.413.
- 12 SECTION 6. Section 301.402(c), Occupations Code, is
- 13 repealed.
- 14 SECTION 7. The changes in law made by this Act apply only to
- 15 conduct that occurs on or after the effective date of this Act.
- 16 Conduct that occurs before the effective date of this Act is
- 17 governed by the law in effect when the conduct occurs, and the
- 18 former law is continued in effect for that purpose.
- 19 SECTION 8. This Act takes effect September 1, 2007.