By: Shapleigh S.B. No. 353

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to nonpayment of hospitals under the state Medicaid
3	program for certain preventable adverse conditions.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subchapter B, Chapter 32, Human Resources Code,
6	is amended by adding Section 32.02805 to read as follows:
7	Sec. 32.02805. NONPAYMENT OF HOSPITALS FOR PREVENTABLE
8	ADVERSE CONDITIONS. (a) The department in its adoption of
9	reasonable rules and standards governing the determination of rates
10	paid for inpatient hospital services on a prospective payment basis
11	shall assure that a hospital may not receive additional payment
12	associated with any of the following preventable adverse conditions
13	if acquired by a recipient of medical assistance during the
14	recipient's hospitalization:
15	(1) a foreign object retained after surgery;
16	(2) intravascular air embolism;
17	(3) blood or blood product incompatibility;
18	(4) a stage three or four pressure ulcer;
19	(5) a fall or trauma resulting in a fracture,
20	dislocation, intracranial injury, or crushing injury;
21	(6) a burn or electric shock;
22	(7) a catheter-associated urinary tract infection;
23	(8) a vascular catheter-associated infection;
24	(9) a manifestation of poor glycemic control,

- 1 including diabetic ketoacidosis, nonketotic hyperosmolar coma,
- 2 hypoglycemic coma, secondary diabetes with ketoacidosis, and
- 3 secondary diabetes with hyperosmolarity;
- 4 (10) a surgical site infection or mediastinitis
- 5 following a coronary artery bypass graft;
- 6 (11) a surgical site infection following certain
- 7 orthopedic procedures of the spine, neck, shoulder, or elbow;
- 8 (12) a surgical site infection following bariatric
- 9 surgery for obesity, including laparoscopic gastric bypass
- 10 surgery, gastroenterostomy, and laparoscopic gastric restrictive
- 11 surgery; and
- 12 (13) deep vein thrombosis and pulmonary embolism
- 13 following certain orthopedic procedures, including total knee
- 14 replacement or hip replacement.
- 15 (b) The department's nonpayment of a hospital under this
- section does not in itself create civil liability and is not subject
- 17 to discovery or admissible in any civil action against the
- 18 hospital.
- 19 (c) The Health and Human Services Commission shall compile
- 20 information regarding the denial of payment to hospitals under this
- 21 <u>section.</u>
- 22 <u>(d) The Health and Human Services Commission shall make</u>
- 23 statistical information derived from the data compiled under
- 24 Subsection (c) readily available in a user-friendly format on the
- commission's website.
- 26 (e) The Health and Human Services Commission may not provide
- 27 information under Subsection (d) in a manner that identifies a

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- 1 recipient of medical assistance.
- 2 SECTION 2. Not later than November 1, 2009, the executive
- 3 commissioner of the Health and Human Services Commission shall
- 4 adopt rules necessary to implement Section 32.02805, Human
- 5 Resources Code, as added by this Act.
- 6 SECTION 3. Section 32.02805, Human Resources Code, as added
- 7 by this Act, applies only to a preventable adverse condition
- 8 occurring on or after the effective date of the rules adopted by the
- 9 executive commissioner of the Health and Human Services Commission
- 10 under Section 2 of this Act.
- 11 SECTION 4. If before implementing any provision of this Act
- 12 a state agency determines that a waiver or authorization from a
- 13 federal agency is necessary for implementation of that provision,
- 14 the agency affected by the provision shall request the waiver or
- 15 authorization and may delay implementing that provision until the
- 16 waiver or authorization is granted.
- 17 SECTION 5. This Act takes effect September 1, 2009.