By: Carona S.B. No. 747

Substitute the following for S.B. No. 747:

By: Elkins C.S.S.B. No. 747

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to notice of a hospital lien.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 55.005, Property Code, is amended by
- 5 amending Subsections (a) and (b) and adding Subsections (d), (e),
- 6 (f), (g), and (h) to read as follows:
- 7 (a) To secure the lien, a hospital or emergency medical
- 8 services provider must:
- 9 <u>(1) provide notice to the injured individual in</u>
- 10 accordance with Subsection (d), (e), or (f); and
- 11 (2) file written notice of the lien with the county
- 12 clerk of the county in which the services were provided[. The
- 13 notice must be filed] before money is paid to an entitled person
- 14 because of the injury.
- 15 (b) The notice filed under Subsection (a)(2) must contain:
- 16 (1) the injured individual's name and last known
- 17 address;
- 18 (2) the date of the accident;
- 19 (3) the name and location of the hospital or emergency
- 20 medical services provider claiming the lien; [and]
- 21 (4) the name of the person alleged to be liable for
- 22 damages arising from the injury, if known; and
- 23 <u>(5)</u> an affirmation by an agent of the hospital or
- 24 emergency medical services provider that the notice to the injured

- 1 <u>individual was given in accordance with Subsection (d)</u>.
- 2 (d) Except as provided by Subsection (e) or (f), on or
- 3 before the date a hospital or emergency medical services provider
- 4 files a notice with the county clerk under Subsection (a)(2), the
- 5 hospital or emergency medical services provider must send a written
- 6 notice to the injured individual by certified mail, return receipt
- 7 requested, to the individual's last known address that states that:
- 8 (1) a hospital lien may attach to any cause of action
- 9 or claim the individual may have against another person for the
- 10 individual's injuries for any unpaid charges for hospital services
- 11 or emergency medical services provided in connection with the
- 12 injuries and specifies to whom the charges may be owed;
- (2) the hospital or emergency medical services
- 14 provider may file a notice of a hospital lien with the county clerk
- 15 of the county in which the services were provided, in accordance
- 16 with Chapter 55, Property Code; and
- 17 (3) a hospital lien attaches to the proceeds of a cause
- 18 of action or settlement the injured individual receives but does
- 19 not attach to real property owned by the individual.
- 20 (e) A hospital is not required to provide notice by mail if
- 21 the hospital provides the notice required by Subsection (d) to the
- 22 <u>injured individual at the time of the individual's admission to the</u>
- 23 <u>hospital and if:</u>
- 24 (1) the notice is provided in a written document
- 25 separate from any other documents signed by or provided to the
- 26 individual at the time of the individual's admission to the
- 27 hospital; and

- 1 (2) the notice is signed by the injured individual or
- 2 the injured individual's representative.
- 3 (f) An emergency medical services provider is not required
- 4 to provide notice by mail if the emergency medical services
- 5 provider provides the notice required by Subsection (d) to the
- 6 <u>injured individual or the injured individual's representative at</u>
- 7 the time emergency medical services are provided and if:
- 8 (1) the required notice is included on the emergency
- 9 medical services authorization form in a paper or electronic
- 10 version in a separate paragraph that is bolded and in at least
- 11 14-point type; and
- 12 (2) except as provided by Subsection (g), the notice
- 13 <u>is signed by the injured individual or the injured individual's</u>
- 14 representative.
- 15 (g) For the purposes of Subsection (f), if consent for
- 16 emergency care of an individual is not required under Section
- 17 773.008, Health and Safety Code, notice provided on an emergency
- 18 medical services authorization form to the injured individual is
- 19 not required to be signed.
- 20 (h) The failure of an individual to receive a notice mailed
- 21 in accordance with Subsection (d) does not affect the validity of a
- 22 <u>lien under this chapter.</u>
- SECTION 2. The change in law made by this Act applies only
- 24 to a lien for services provided to an injured individual on or after
- 25 the effective date of this Act. A lien for services provided before
- 26 the effective date of this Act is governed by the law in effect
- 27 immediately before the effective date of this Act, and that law is

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- 1 continued in effect for that purpose.
- 2 SECTION 3. This Act takes effect September 1, 2009.