S.B. No. 328 By: Carona

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 Subsection (a) and adding Subsections (d) through (g) to
6	read as follows:
7	(a) To secure the lien, a hospital or emergency medical
8	services provider must <u>:</u>
9	(1) provide notice to the injured individual in
10	accordance with Subsection (d); 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	(d) Except as provided by Subsection (e), not later than the
16	fifth business day after the date a hospital or emergency medical
17	services provider receives notice from the county clerk that a
18	notice of lien filed under Subsection (a)(2) has been recorded in
19	the county records, the hospital or emergency medical services
20	provider must send a written notice to the injured individual or the
21	injured individual's legal representative, by regular mail, to the
22	individual's last known address, informing the individual that:
23	(1) the lien will attach to any cause of action or

claim the individual may have against another person for the

24

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

S.B. No. 328

- 1 immediately before the effective date of this Act, and that law is
- 2 continued in effect for that purpose.
- 3 SECTION 3. This Act takes effect September 1, 2011.