By: Perry S.B. No. 1690

A BILL TO BE ENTITLED

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	AN ACT
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- 2 relating to the authority of the Lubbock County Hospital District
- 3 of Lubbock County, Texas, to employ physicians.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subchapter B, Chapter 1053, Special District
- 6 Local Laws Code, is amended by adding Section 1053.0601 to read as
- 7 follows:
- 8 Sec. 1053.0601. EMPLOYMENT OF PHYSICIANS. (a) In this
- 9 section:
- 10 (1) "Facility-based services" means emergency
- 11 medicine, general hospital medicine, and radiology services
- 12 provided at a hospital or other health care facility.
- 13 (2) "Other health care facility" means an ambulatory
- 14 <u>surgical center</u>, emergency center, cancer center, or imaging center
- 15 operated separately from a hospital.
- 16 (b) The board may employ physicians as the board considers
- 17 necessary to provide facility-based services at a hospital or other
- 18 health care facility owned or operated by the district as provided
- 19 by this section. The board may retain all or part of the
- 20 professional income generated by a physician employed by the
- 21 district for such facility-based services if the board satisfies
- 22 the requirements of this section.
- 23 (c) The term of an employment contract entered into under
- 24 this section may not exceed five years.

1	(d) This section may not be construed as authorizing the
2	board to supervise or control the practice of medicine, as
3	prohibited by Subtitle B, Title 3, Occupations Code.
4	(e) The authority granted to the board under Subsection (b)
5	to employ physicians shall apply as necessary for the district to
6	fulfill its statutory mandate to provide medical and hospital care
7	for district residents, including needy and indigent residents, as
8	provided by Sections 1053.101 and 1053.104.
9	(f) The medical executive committee of the district shall
10	adopt, maintain, and enforce policies and rules to ensure that a
11	physician employed by the district exercises the physician's
12	independent medical judgment in providing care to patients.
13	(g) The policies and rules adopted by the medical executive
14	<pre>committee under this section must include:</pre>
15	(1) policies relating to:
16	(A) governance of the committee;
17	(B) credentialing;
18	(C) quality assurance;
19	(D) utilization review;
20	(E) peer review;
21	(F) medical decision-making;
22	(G) due process; and
23	(H) covenants not to compete that comply with
24	Section 15.50, Business & Commerce Code; and
25	(2) rules requiring the disclosure of financial
26	conflicts of interest by a member of the committee.

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(h) The medical executive committee and the board shall

- 1 jointly develop and implement a conflict management process to
- 2 resolve any conflict between a policy or rule adopted by the
- 3 committee under this section and a policy or rule of the district.
- 4 (i) A member of the medical executive committee who is a
- 5 physician shall provide biennially to the chair of the committee a
- 6 signed, verified statement indicating that the committee member:
- 7 (1) is licensed by the Texas Medical Board;
- 8 (2) will exercise independent medical judgment in all
- 9 committee matters, including matters relating to:
- 10 <u>(A) credentialing;</u>
- 11 (B) quality assurance;
- 12 <u>(C) utilization review;</u>
- 13 (D) peer review;
- 14 (E) medical decision-making; and
- 15 (F) due process;
- 16 (3) will exercise the committee member's best efforts
- 17 to ensure compliance with the policies and rules that are adopted or
- 18 established by the committee; and
- 19 (4) will report immediately to the Texas Medical Board
- 20 any action or event that the committee member reasonably and in good
- 21 faith believes constitutes a compromise of the independent medical
- 22 judgment of a physician in caring for a patient.
- (j) For all matters relating to the practice of medicine,
- 24 each physician employed by the district shall ultimately report to
- 25 the chair of the medical executive committee.
- 26 SECTION 2. This Act takes effect immediately if it receives
- 27 a vote of two-thirds of all the members elected to each house, as

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- 1 provided by Section 39, Article III, Texas Constitution. If this
- 2 Act does not receive the vote necessary for immediate effect, this
- 3 Act takes effect September 1, 2019.