MISSISSIPPI LEGISLATURE

By: Representatives Blackmon, Simpson, Compretta, Smith (39th), Franks, Watson, Moak

To: Judiciary A

HOUSE BILL NO. 13 (As Passed the House)

AN ACT TO AMEND SECTION 11-11-3, MISSISSIPPI CODE OF 1972, TO 1 REVISE THE VENUE IN GENERAL CIVIL ACTIONS; TO AMEND SECTION 2 11-1-60, MISSISSIPPI CODE OF 1972, TO REVISE CAPS ON NONECONOMIC DAMAGES; TO AMEND SECTION 11-1-63, MISSISSIPPI CODE OF 1972, TO PROVIDE IMMUNITY FOR INNOCENT SELLERS; TO BRING FORWARD SECTION 11-1-64, MISSISSIPPI CODE OF 1972, FOR PURPOSES OF AMENDMENT 3 4 5 б RELATED TO INNOCENT SELLER REVISIONS; TO AMEND SECTION 11-1-65, MISSISSIPPI CODE OF 1972, TO REVISE PUNITIVE DAMAGES; TO AMEND SECTION 11-1-66, MISSISSIPPI CODE OF 1972, TO REVISE PREMISES 7 8 9 LIABILITY; TO AMEND SECTION 85-5-7, MISSISSIPPI CODE OF 1972, TO 10 11 REVISE JOINT AND SEVERAL LIABILITY; TO BRING FORWARD SECTIONS 13-5-23, 13-5-25, 13-5-28, 13-5-34, 25-7-61 AND 33-1-5, MISSISSIPPI CODE OF 1972, REGARDING SELECTION OF JURORS FOR PURPOSES OF AMENDMENT; TO AMEND SECTION 83-48-5, MISSISSIPPI CODE 12 13 14 OF 1972, TO EXPAND THE MEDICAL MALPRACTICE AVAILABILITY PLAN THAT 15 IS ADMINISTERED BY THE TORT CLAIMS BOARD FOR PRIOR ACTS COVERAGE 16 PURPOSES; TO AMEND SECTION 11-46-1, MISSISSIPPI CODE OF 1972, TO REVISE THE DEFINITION OF "EMPLOYEE" FOR PURPOSES OF LIMITED 17 18 LIABILITY UNDER THE TORT CLAIMS BOARD TO INCLUDE THOSE PHYSICIANS 19 20 WHO PROVIDE HEALTH CARE SERVICES TO MEDICAID RECIPIENTS, STATE AND SCHOOL EMPLOYEES HEALTH INSURANCE PLAN PARTICIPANTS AND CHILDREN'S 21 HEALTH INSURANCE PROGRAM PARTICIPANTS IF AT LEAST THIRTY-FIVE 22 23 PERCENT OF THE PHYSICIAN'S PATIENTS ARE MEDICAID RECIPIENTS; TO INCLUDE CERTAIN RETIRED PHYSICIANS WHO PROVIDE VOLUNTEER UNPAID 24 25 HEALTH CARE SERVICES TO ANY PUBLIC ENTITY OR PRIVATE ENTITY; TO 26 CREATE IN THE STATE TREASURY A SPECIAL FUND TO THE CREDIT OF THE 27 MISSISSIPPI TORT CLAIMS BOARD WHICH SHALL BE COMPRISED OF ANY FUNDS MADE AVAILABLE FOR THE FUND BY THE LEGISLATURE; TO PROVIDE 28 THAT MONIES IN THE SPECIAL FUND SHALL BE EXPENDED BY THE 29 30 MISSISSIPPI TORT CLAIMS BOARD TO PROVIDE ADDITIONAL FUNDS FOR 31 PRIOR ACT COVERAGE FOR PLAN PARTICIPANTS AND TO PAY THE MEDICAL 32 MALPRACTICE PREMIUMS FOR THOSE RETIRED PHYSICIANS DESCRIBED HEREIN; TO CREATE AN ADVISORY COUNCIL TO ASSIST THE MISSISSIPPI 33 TORT CLAIMS BOARD IN DETERMINING WHETHER A PHYSICIAN MEETS THE 34 PERCENTAGE REQUIREMENT NECESSARY TO QUALIFY AS AN EMPLOYEE FOR 35 LIMITED LIABILITY PURPOSES; TO PROVIDE RATES FOR COPIES OF MEDICAL RECORDS THAT MAY BE CHARGED BY MEDICAL PROVIDERS AND FACILITIES; 36 37 TO AMEND SECTION 73-25-27, MISSISSIPPI CODE OF 1972, TO PROVIDE 38 THE RIGHT FOR HARMED PATIENTS TO ATTEND DISCIPLINARY PROCEEDINGS 39 INVOLVING THE PHYSICIAN RESPONSIBLE FOR THE HARM; TO PROVIDE FOR A WAIVER OF THE MEDICAL PRIVILEGE IN CERTAIN CASES; TO REQUIRE STATEWIDE PUBLICATION OF RECALL NOTICES; TO ALLOW BENCH TRIALS IN 40 41 42 CERTAIN CASES IF THE PARTIES AGREE; TO PROVIDE THAT ALL 43 MALPRACTICE CLAIMS SHALL BE REVIEWED BY A MEDICAL REVIEW PANEL; TO 44 ALLOW PARTIES TO MUTUALLY AGREE TO OPT OUT OF THIS REQUIREMENT; TO ESTABLISH THE MEMBERSHIP OF THE REVIEW PANEL; TO PROVIDE WHAT 45 46 EVIDENCE MAY BE CONSIDERED BY THE PANEL; TO PROVIDE THE FORM OF 47 48 THE DECISION; TO PROVIDE FOR PANELIST IMMUNITY AND COMPENSATION; TO AMEND SECTION 11-46-19, MISSISSIPPI CODE OF 1972, IN CONFORMITY THERETO; TO REQUIRE A ROLL BACK OF INSURANCE PREMIUM RATES; AND FOR RELATED PURPOSES. 49 50 51

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 52 53 SECTION 1. Section 11-11-3, Mississippi Code of 1972, is 54 amended as follows: 55 11-11-3. (1) (a) (i) Civil actions of which the circuit 56 court has original jurisdiction shall be commenced in the county 57 where the defendant resides, or, if a corporation, in the county of its principal place of business, or in the county where a 58 59 substantial alleged act or omission occurred or where a substantial event that caused the injury occurred. 60 61 (ii) Civil actions alleging a defective product 62 may also be commenced in the county where the plaintiff obtained 63 the product. 64 (b) If venue in a civil action against a nonresident 65 defendant cannot be asserted under paragraph (a) of this subsection (1), a civil action against a nonresident may be 66 commenced in the county where the plaintiff resides or is 67 68 domiciled. 69 In any civil action where more than one (1) plaintiff is (2) joined, each plaintiff shall independently establish proper venue; 70 71 it is not sufficient that venue is proper for any other plaintiff 72 joined in the civil action. 73 (3) (a) If a court of this state, on written motion of a 74 party, finds that in the interest of justice and for the convenience of the parties and witnesses a claim or action would 75 76 be more properly heard in a forum outside this state or in a 77 different county of proper venue within this state, the court 78 shall decline to adjudicate the matter under the doctrine of forum 79 non conveniens. As to a claim or action that would be more properly heard in a forum outside this state, the court shall 80 dismiss the claim or action. As to a claim or action that would 81 be more properly heard in a different county of proper venue 82 83 within this state, the venue shall be transferred to the 84 appropriate county. In determining whether to grant a motion to *HR03/R48PH* H. B. No. 13

85 dismiss an action or to transfer venue under the doctrine of forum 86 non conveniens, the court shall give consideration to the 87 following factors: 88 (i) Relative ease of access to sources of proof; 89 (ii) Availability and cost of compulsory process 90 for attendance of unwilling witnesses; 91 (iii) Possibility of viewing of the premises, if viewing would be appropriate to the action; 92 93 (iv) Unnecessary expense or trouble to the 94 defendant not necessary to the plaintiff's own right to pursue his 95 remedy; (v) Administrative difficulties for the forum 96 97 <u>courts;</u> 98 (vi) Existence of local interests in deciding the 99 case at home; and 100 (vii) The traditional deference given to a 101 plaintiff's choice of forum. 102 (b) A court may not dismiss a claim under this subsection until the defendant files with the court or with the 103 104 clerk of the court a written stipulation that, with respect to a 105 new action on the claim commenced by the plaintiff, all the 106 defendants waive the right to assert a statute of limitations 107 defense in all other states of the United States in which the claim was not barred by limitations at the time the claim was 108 109 filed in this state as necessary to effect a tolling of the limitations periods in those states beginning on the date the 110 111 claim was filed in this state and ending on the date the claim is 112 dismissed. Section 11-1-60, Mississippi Code of 1972, is SECTION 2. 113 114 amended as follows: 11-1-60. (1) For the purposes of this section, the 115 116 following words and phrases shall have the meanings ascribed 117 herein unless the context clearly requires otherwise: *HR03/R48PH* H. B. No. 13 041E/HR03/R48PH

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118 (a) "Noneconomic damages" means subjective, 119 nonpecuniary damages arising from death, pain, suffering, inconvenience, mental anguish, worry, emotional distress, loss of 120 121 society and companionship, loss of consortium, bystander injury, 122 physical impairment, disfigurement, injury to reputation, humiliation, embarrassment, loss of the enjoyment of life, hedonic 123 damages, other nonpecuniary damages, and any other theory of 124 damages such as fear of loss, illness or injury. The term 125 126 "noneconomic damages" shall not include * * * punitive or exemplary damages. 127

128 (b) "Actual economic damages" means objectively 129 verifiable pecuniary damages arising from medical expenses and 130 medical care, rehabilitation services, custodial care, disabilities, loss of earnings and earning capacity, loss of 131 income, burial costs, loss of use of property, costs of repair or 132 133 replacement of property, costs of obtaining substitute domestic services, loss of employment, loss of business or employment 134 135 opportunities, and other objectively verifiable monetary losses. 136 * * *

137 (2) In any cause of action filed on or after July 1, (a) 2004, for injury based on malpractice or breach of standard of 138 care against a provider of health care, including institutions for 139 140 the aged or infirm, in the event the trier of fact finds the defendant liable, they shall not award the plaintiff more than 141 142 Five Hundred Thousand Dollars (\$500,000.00) for noneconomic damages. 143

(b) <u>In any civil action filed on or after January 1,</u>
2005, other than those actions described in paragraph (a) of this
subsection, in the event the trier of fact finds the defendant
liable, they shall not award the plaintiff more than <u>One Million</u>
<u>Dollars (\$1,000,000.00)</u> for noneconomic damages. Every five (5)
<u>years from the effective date of this act, the limitation herein</u>

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151 <u>since the effective date of this act.</u>

152 **

153 It is the intent of this section to limit all noneconomic 154 damages to the above.

155 (c) The trier of fact shall not be advised of the 156 limitations imposed by this subsection (2) and the judge shall 157 appropriately reduce any award of noneconomic damages that exceeds 158 the applicable limitation.

(3) The limitation on noneconomic damages set forth in
subsection (2) shall not apply in cases where the judge determines
that a jury may impose punitive damages.

162 (4) Nothing in this section shall be construed to impose a
163 limitation on damages for <u>blindness</u>, third degree burns, loss of
164 reproductive capabilities or actual economic damages.

165 (5) Nothing contained in subsection (1) of this section 166 shall be construed as creating a cause of action or as setting 167 forth elements of or types of damages that are or are not 168 recoverable in any type of cause of action.

169 SECTION 3. Section 11-1-63, Mississippi Code of 1972, is
170 <u>amended</u> as follows:

171 11-1-63. Subject to the provisions of Section 11-1-64, in 172 any action for damages caused by a product except for commercial 173 damage to the product itself:

(a) The manufacturer or seller of the product shall not be liable if the claimant does not prove by the preponderance of the evidence that at the time the product left the control of the manufacturer or seller:

(i) 1. The product was defective because it
deviated in a material way from the manufacturer's specifications
or from otherwise identical units manufactured to the same
manufacturing specifications, or

H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 5 (CJR\LH) 182 2. The product was defective because it 183 failed to contain adequate warnings or instructions, or 184 3. The product was designed in a defective 185 manner, or 186 4. The product breached an express warranty 187 or failed to conform to other express factual representations upon which the claimant justifiably relied in electing to use the 188

189 product; and

190 (ii) The defective condition rendered the product191 unreasonably dangerous to the user or consumer; and

(iii) The defective and unreasonably dangerous
condition of the product proximately caused the damages for which
recovery is sought.

(b) A product is not defective in design or formulation if the harm for which the claimant seeks to recover compensatory damages was caused by an inherent characteristic of the product which is a generic aspect of the product that cannot be eliminated without substantially compromising the product's usefulness or desirability and which is recognized by the ordinary person with the ordinary knowledge common to the community.

202 (c) (i) In any action alleging that a product is 203 defective because it failed to contain adequate warnings or 204 instructions pursuant to paragraph (a)(i)2 of this section, the manufacturer or seller shall not be liable if the claimant does 205 206 not prove by the preponderance of the evidence that at the time 207 the product left the control of the manufacturer or seller, the 208 manufacturer or seller knew or in light of reasonably available 209 knowledge should have known about the danger that caused the damage for which recovery is sought and that the ordinary user or 210 consumer would not realize its dangerous condition. 211

(ii) An adequate product warning or instruction is one that a reasonably prudent person in the same or similar circumstances would have provided with respect to the danger and H. B. No. 13 *HR03/R48PH*

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that communicates sufficient information on the dangers and safe 215 216 use of the product, taking into account the characteristics of, 217 and the ordinary knowledge common to an ordinary consumer who 218 purchases the product; or in the case of a prescription drug, 219 medical device or other product that is intended to be used only 220 under the supervision of a physician or other licensed 221 professional person, taking into account the characteristics of, 222 and the ordinary knowledge common to, a physician or other 223 licensed professional who prescribes the drug, device or other 224 product.

225 (d) In any action alleging that a product is defective pursuant to paragraph (a) of this section, the manufacturer or 226 227 seller shall not be liable if the claimant (i) had knowledge of a condition of the product that was inconsistent with his safety; 228 229 (ii) appreciated the danger in the condition; and (iii) 230 deliberately and voluntarily chose to expose himself to the danger 231 in such a manner to register assent on the continuance of the 232 dangerous condition.

In any action alleging that a product is defective 233 (e) 234 pursuant to paragraph (a)(i)2 of this section, the manufacturer or seller shall not be liable if the danger posed by the product is 235 236 known or is open and obvious to the user or consumer of the 237 product, or should have been known or open and obvious to the user 238 or consumer of the product, taking into account the 239 characteristics of, and the ordinary knowledge common to, the persons who ordinarily use or consume the product. 240

(f) In any action alleging that a product is defective because of its design pursuant to paragraph (a)(i)3 of this section, the manufacturer or product seller shall not be liable if the claimant does not prove by the preponderance of the evidence that at the time the product left the control of the manufacturer or seller:

H. B. NO. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 7 (CJR\LH) (i) The manufacturer or seller knew, or in light
of reasonably available knowledge or in the exercise of reasonable
care should have known, about the danger that caused the damage
for which recovery is sought; and

(ii) The product failed to function as expected and there existed a feasible design alternative that would have to a reasonable probability prevented the harm. A feasible design alternative is a design that would have to a reasonable probability prevented the harm without impairing the utility, usefulness, practicality or desirability of the product to users or consumers.

258 The manufacturer of a product who is found (g) (i) 259 liable for a defective product pursuant to paragraph (a) shall 260 indemnify a product seller for the costs of litigation, any reasonable expenses, reasonable attorney's fees and any damages 261 262 awarded by the trier of fact unless the seller exercised substantial control over that aspect of the design, testing, 263 264 manufacture, packaging or labeling of the product that caused the 265 harm for which recovery of damages is sought; the seller altered 266 or modified the product, and the alteration or modification was a 267 substantial factor in causing the harm for which recovery of 268 damages is sought; the seller had actual knowledge of the 269 defective condition of the product at the time he supplied same; or the seller made an express factual representation about the 270 271 aspect of the product which caused the harm for which recovery of damages is sought. 272

(ii) Subparagraph (i) shall not apply unless the seller has given prompt notice of the suit to the manufacturer within ninety (90) days of the service of the complaint against the seller.

277 (h) In any action alleging that a product is defective 278 pursuant to paragraph (a) of this section, the seller of a product 279 other than the manufacturer shall not be liable unless the seller H. B. No. 13 *HRO3/R48PH*

exercised substantial control over that aspect of the design, 280 testing, manufacture, packaging or labeling of the product that 281 caused the harm for which recovery of damages is sought; or the 282 283 seller altered or modified the product, and the alteration or 284 modification was a substantial factor in causing the harm for 285 which recovery of damages is sought; or the seller had actual or 286 constructive knowledge of the defective condition of the product at the time he supplied the product. It is the intent of this 287 section to insulate innocent sellers who are not actively 288 negligent, but instead are mere conduits of a product. 289

290 <u>(i)</u> Nothing in this section shall be construed to 291 eliminate any common law defense to an action for damages caused 292 by a product.

293 **SECTION 4.** Section 11-1-64, Mississippi Code of 1972, is 294 brought forward as follows:

295 11-1-64. (1) A defendant whose liability is based solely on 296 his status as a seller in the stream of commerce may be dismissed 297 from a products liability claim as provided in this section.

(2) This section shall apply to any products liability claim
in which another defendant, including the manufacturer, is
properly before the court and from whom recovery may be had for
plaintiff's claim.

(3) A defendant may move for dismissal under this section 302 within one hundred eighty (180) days from the date an answer or 303 304 other responsive pleading is due to be filed or at such later time 305 as may be permitted by the court for good cause shown. The motion 306 shall be accompanied by an affidavit which shall be made under 307 oath and shall state that the defendant is aware of no facts or 308 circumstances upon which a verdict might be reached against him, 309 other than his status as a seller in the stream of commerce.

(4) The parties shall have sixty (60) days in which to
conduct discovery on the issues raised in the motion and
affidavit. The court for good cause shown, may extend the time

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(5) Any party may move for a hearing on a motion to dismiss under this section. If the requirements of subsections (2) and (3) of this section are met, and no party comes forward at such a hearing with evidence of facts which would render the defendant seeking dismissal under this section liable on some basis other than his status as a seller in the stream of commerce, the court shall dismiss without prejudice the claim as to that defendant.

323 (6) No order of dismissal under this section shall operate 324 to divest a court of venue or jurisdiction otherwise proper at the 325 time the action was commenced. A defendant dismissed pursuant to 326 this section shall be considered to remain a party to such action 327 only for such purposes.

328 (7) An order of dismissal under this section shall be329 interlocutory until final disposition of plaintiff's claim.

330 SECTION 5. Section 11-1-65, Mississippi Code of 1972, is 331 amended as follows:

332 11-1-65. (1) In any action in which punitive damages are 333 sought:

(a) Punitive damages may not be awarded if the claimant
does not prove by clear and convincing evidence that the defendant
against whom punitive damages are sought acted with actual malice,
gross negligence which evidences a willful, wanton or reckless
disregard for the safety of others, or committed actual fraud.

(b) In any action in which the claimant seeks an award
of punitive damages, the trier of fact shall first determine
whether compensatory damages are to be awarded and in what amount,
before addressing any issues related to punitive damages.

343 (c) If, but only if, an award of compensatory damages344 has been made against a party, the court shall promptly commence

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347 (d) The court shall determine whether the issue of
348 punitive damages may be submitted to the trier of fact; and, if
349 so, the trier of fact shall determine whether to award punitive
350 damages and in what amount.

351 In all cases involving an award of punitive (e) 352 damages, the fact finder, in determining the amount of punitive 353 damages, shall consider, to the extent relevant, the following: the defendant's financial condition and net worth; the nature and 354 355 reprehensibility of the defendant's wrongdoing, for example, the impact of the defendant's conduct on the plaintiff, or the 356 357 relationship of the defendant to the plaintiff; the defendant's 358 awareness of the amount of harm being caused and the defendant's 359 motivation in causing such harm; the duration of the defendant's 360 misconduct and whether the defendant attempted to conceal such 361 misconduct; and any other circumstances shown by the evidence that 362 bear on determining a proper amount of punitive damages. The trier of fact shall be instructed that the primary purpose of 363 364 punitive damages is to punish the wrongdoer and deter similar misconduct in the future by the defendant and others while the 365 366 purpose of compensatory damages is to make the plaintiff whole.

(f) (i) Before entering judgment for an award of punitive damages the trial court shall ascertain that the award is reasonable in its amount and rationally related to the purpose to punish what occurred giving rise to the award and to deter its repetition by the defendant and others.

372 (ii) In determining whether the award is
373 excessive, the court shall take into consideration the following
374 factors:

375 1. Whether there is a reasonable relationship376 between the punitive damage award and the harm likely to result

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379 2. The degree of reprehensibility of the 380 defendant's conduct, the duration of that conduct, the defendant's 381 awareness, any concealment, and the existence and frequency of 382 similar past conduct;

38338. The financial condition and net worth of384 the defendant; and

385 4. In mitigation, the imposition of criminal sanctions on the defendant for its conduct and the existence of 386 387 other civil awards against the defendant for the same conduct. 388 The seller of a product other than the manufacturer (2) 389 shall not be liable for punitive damages unless the seller 390 exercised substantial control over that aspect of the design, 391 testing, manufacture, packaging or labeling of the product that 392 caused the harm for which recovery of damages is sought; the seller altered or modified the product, and the alteration or 393 394 modification was a substantial factor in causing the harm for 395 which recovery of damages is sought; the seller had actual 396 knowledge of the defective condition of the product at the time he

397 supplied same * * *.

(3) (a) In any civil action where an entitlement to
punitive damages shall have been established under applicable
laws, no award of punitive damages shall exceed the following:
(i) Twenty Million Dollars (\$20,000,000.00) for a

402 defendant with a net worth of more than One Billion Dollars 403 (\$1,000,000,000.00);

404 (ii) Fifteen Million Dollars (\$15,000,000.00) for 405 a defendant with a net worth of more than Seven Hundred Fifty 406 Million Dollars (\$750,000,000.00) but not more than One Billion 407 Dollars (\$1,000,000,000.00);

408 (iii) <u>Five Million Dollars (\$5,000,000.00)</u> for a
409 defendant with a net worth of more than Five Hundred Million
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410 Dollars (\$500,000,000.00) but not more than Seven Hundred Fifty
411 Million Dollars (\$750,000,000.00);

(iv) <u>Three Million Seven Hundred Fifty Thousand</u> <u>Dollars (\$3,750,000.00)</u> for a defendant with a net worth of more than One Hundred Million Dollars (\$100,000,000.00) but not more than Five Hundred Million Dollars (\$500,000,000.00);

(v) <u>Two Million Five Hundred Thousand Dollars</u> (\$2,500,000.00) for a defendant with a net worth of more than Fifty Million Dollars (\$50,000,000.00) but not more than One Hundred Million Dollars (\$100,000,000.00); or

420 (vi) <u>Two percent (2%)</u> of the defendant's net worth 421 for a defendant with a net worth of Fifty Million Dollars 422 (\$50,000,000.00) or less.

(b) For the purposes of determining the defendant's net
worth in paragraph (a), the amount of the net worth shall be
determined in accordance with Generally Accepted Accounting
Principles.

427 (c) The limitation on the amount of punitive damages 428 imposed by this subsection (3) shall not be disclosed to the trier 429 of fact, but shall be applied by the court to any punitive damages 430 verdict.

(d) The limitation on the amount of punitive damages
imposed by this subsection (3) shall not apply to actions brought
for damages or an injury resulting from an act or failure to act
by the defendant:

(i) If the defendant was convicted of a felony
under the laws of this state or under federal law which caused the
damages or injury; or

438 (ii) While the defendant was under the influence
439 of alcohol or under the influence of drugs other than lawfully
440 prescribed drugs administered in accordance with a prescription.

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449 requirements, and to order remittitur where appropriate.

450 * * *

451 **SECTION 6.** Section 11-1-66, Mississippi Code of 1972, is 452 amended as follows:

11-1-66. (1) No owner, occupant, lessee or managing agent of property shall be civilly liable for the criminal acts of a third party, unless such owner, occupant, lessee or managing agent knew or, with the exercise of reasonable care, should have known of the risk of criminal conduct on such property and the failure to exercise reasonable care to deter such foreseeable conduct is a proximate cause of damages to an individual or entity.

460 (2) No owner, occupant, lessee or managing agent of property
461 shall be liable for the death or injury of an independent
462 contractor or the independent contractor's employees resulting
463 from dangers of which the contractor knew or reasonably should
464 have known.

465 **SECTION 7.** Section 85-5-7, Mississippi Code of 1972, is 466 amended as follows:

467 85-5-7. (1) As used in this section "fault" means an act or 468 omission of a person which is a proximate cause of injury or death 469 to another person or persons, damages to property, tangible or 470 intangible, or economic injury, including, but not limited to, 471 negligence, malpractice, strict liability, absolute liability or 472 failure to warn. "Fault" shall not include any tort which results 473 from an act or omission committed with a specific wrongful intent.

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Except as otherwise provided in subsection (4) of this 475 (2) section, in any civil action based on fault, the liability for 476 477 damages caused by two (2) or more persons shall be several only, 478 and not joint and several and a joint tort-feasor shall be liable 479 only for the amount of damages allocated to him in direct proportion to his percentage of fault. In assessing percentages 480 481 of fault an employer and the employer's employee or a principal 482 and the principal's agent shall be considered as one (1) defendant when the liability of such employer or principal has been caused 483 484 by the wrongful or negligent act or omission of the employee or 485 agent.

486 ***

487 <u>(3)</u> Nothing in this section shall eliminate or diminish any 488 defenses or immunities which currently exist, except as expressly 489 noted herein.

490 (4) Joint and several liability shall be imposed on all who 491 consciously and deliberately pursue a common plan or design to 492 commit a tortious act, or actively take part in it. Any person 493 held jointly and severally liable under this section shall have a 494 right of contribution from his fellow defendants acting in 495 concert.

496 (5) In actions involving joint tort-feasors, the trier of
497 fact shall determine the percentage of fault for each party
498 alleged to be at fault.

499 * * *

500 (6) Nothing in this section shall be construed to create a 501 cause of action. Nothing in this section shall be construed, in 502 any way, to alter the immunity of any person.

503 **SECTION 8.** Section 13-5-23, Mississippi Code of 1972, is 504 brought forward as follows:

H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 15 (CJR\LH) 505 13-5-23. All qualified persons shall be liable to serve as 506 jurors, unless excused by the court for one (1) of the following 507 causes:

(a) When the juror is ill, or when on account of
serious illness in the juror's family, the presence of the juror
is required at home,

511 (b) When the juror's attendance would cause a serious 512 financial loss to the juror or to the juror's business, or 513 (c) When the juror is under an emergency, fairly 514 equivalent to those mentioned in the foregoing clauses (a) and

516 An excuse of illness under clause (a) may be made to the 517 clerk of court outside of open court by providing the clerk with either a certificate of a licensed physician or an affidavit of 518 the juror, stating that the juror is ill or that there is a 519 520 serious illness in the juror's family. The test of an excuse under clause (b) shall be whether, if the juror were incapacitated 521 522 by illness or otherwise for a week, some other persons would be available or could reasonably be procured to carry on the business 523 524 for the week, and the test of an excuse under clause (c) shall be such as to be the fair equivalent, under the circumstances of that 525 526 prescribed under clause (b). In cases under clauses (b) and (c)

528 It shall be unlawful for any employer or other person to 529 persuade or attempt to persuade any juror to avoid jury service, 530 or to intimidate or to threaten any juror in that respect. So to 531 do shall be deemed an interference with the administration of 532 justice and a contempt of court and punishable as such.

the excuse must be made by the juror, in open court, under oath.

But a tales juror, save when drawn and retained for the week, shall not be compelled to serve two (2) days successively unless the case in which the juror is impaneled continues longer than one (1) day. Grand jurors shall serve until discharged by the court.

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(b).

537 **SECTION 9.** Section 13-5-25, Mississippi Code of 1972, is 538 brought forward as follows:

13-5-25. Every citizen over sixty-five (65) years of age, 539 540 and everyone who has served on the regular panel as a juror in the 541 actual trial of one or more litigated cases within two (2) years, 542 shall be exempt from service if he claims the privilege; but the 543 latter class shall serve as talesmen, and on special venire, and 544 on the regular panel, if there be a deficiency of jurors. No 545 qualified juror shall be excluded because of any such reasons, but the same shall be a personal privilege to be claimed by any person 546 547 selected for jury duty. Any citizen over sixty-five (65) years of age may claim this personal privilege outside of open court by 548 549 providing the clerk of court with information that allows the 550 clerk to determine the validity of the claim.

551 Provided, however, that no person who has served on the 552 regular panel as a juror in the actual trial of one or more 553 litigated cases in one (1) court may claim the exemption in any 554 other court where he may be called to serve.

555 **SECTION 10.** Section 13-5-28, Mississippi Code of 1972, is 556 brought forward as follows:

557 13-5-28. If a grand, petit or other jury is ordered to be 558 drawn, the clerk thereafter shall cause each person drawn for jury 559 service to be served with a summons, either personally or by mail, 560 addressed to him at his usual residence, business or post office 561 address, requiring him to report for jury service at a specified 562 time and place.

563 **SECTION 11.** Section 13-5-34, Mississippi Code of 1972, is 564 brought forward as follows:

13-5-34. A person summoned for jury service who fails to appear or to complete jury service as directed shall be ordered by the court to appear forthwith and show cause for his failure to comply with the summons. If he fails to show good cause for noncompliance with the summons he is guilty of criminal contempt

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H. B. No. 13 041E/HR03/R48PH PAGE 17 (CJR\LH) 570 and upon conviction may be fined not more than One Hundred Dollars 571 (\$100.00) or imprisoned not more than three (3) days, or both.

572 **SECTION 12.** Section 25-7-61, Mississippi Code of 1972, is 573 brought forward as follows:

574

25-7-61. (1) Fees of jurors shall be payable as follows:

575 Grand jurors and petit jurors in the chancery, (a) county, circuit and special eminent domain courts shall be paid an 576 577 amount to be set by the board of supervisors, not to be less than 578 Twenty-five Dollars (\$25.00) per day and not to be greater than Forty Dollars (\$40.00) per day, plus mileage authorized in Section 579 580 25-3-41. In the trial of all cases where jurors are in charge of bailiffs and are not permitted to separate, the sheriff with the 581 582 approval of the trial judge may pay for room and board of jurors 583 on panel for actual time of trial.

No grand juror shall receive any compensation except mileage unless he shall have been sworn as provided by Section 13-5-45; and no petit juror except those jurors called on special venires shall receive any compensation authorized under this subsection except mileage unless he shall have been sworn as provided by Section 13-5-71.

(b) Jurors making inquisitions of idiocy, lunacy or of unsound mind and jurors on coroner's inquest shall be paid Five Dollars (\$5.00) per day plus mileage authorized in Section 25-3-41 by the county treasurer on order of the board of supervisors on certificate of the clerk of the chancery court in which such inquisition is held.

(c) Jurors in the justice courts shall be paid an amount of not less than Ten Dollars (\$10.00) per day and not more than Fifteen Dollars (\$15.00) per day, to be established by the board of supervisors. In all criminal cases in the justice court wherein the prosecution fails, the fees of jurors shall be paid by the county treasurer on order of the board of supervisors on

H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 18 (CJR\LH) 602 certificate of the county attorney in all counties that have603 county attorneys, otherwise by the justice court judge.

604 (2) Any juror may return the fees provided as compensation
605 for service as a juror to the county which paid for such person's
606 service as a juror. The fees returned to the county may be
607 earmarked for a particular purpose to be selected by the juror,
608 including:

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(a) The local public library;

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(b) Local law enforcement;

(c) The Mississippi Fire Fighters Memorial Burn Center
Fund created in Section 7-9-70, Mississippi Code of 1972; or

613

(d) Any other governmental agency.

614 **SECTION 13.** Section 33-1-5, Mississippi Code of 1972, is 615 brought forward as follows:

616 33-1-5. Any member of the Mississippi National Guard shall 617 be exempt from jury duty upon presenting a current written 618 statement from his superior officer that such jury service will be 619 likely to interfere with his military duties.

620 SECTION 14. The Legislature recognizes the importance of 621 assuring adequate health care services for all Mississippians, and 622 it acknowledges that physicians are a vital component of providing 623 such services. The Legislature finds that because of the makeup 624 of the citizenry of the state and the percentage of citizens who are (a) Medicaid recipients, (b) State and School Employees Health 625 626 Insurance Plan participants and (c) Children's Health Insurance Program participants, physicians who provide health care services 627 628 to such individuals are providing an essential public service and 629 that it is in the public interest to provide funding to further 630 address medical malpractice insurance needs of these physicians. 631 SECTION 15. Section 83-48-5, Mississippi Code of 1972, is

632 amended as follows:

633 83-48-5. (1) There is created the Medical Malpractice634 Insurance Availability Plan that shall be funded by the

H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 19 (CJR\LH) 635 participants in the plan. The plan shall be administered by the636 Tort Claims Board created under Section 11-46-18.

637 (2) (a) The plan shall provide coverage for medical 638 malpractice to hospitals, institutions for the aged or infirm, or 639 other health care facilities licensed by the State of Mississippi, 640 physicians, nurses or other personnel who are duly licensed to 641 practice in a hospital or other health care facility licensed by 642 the State of Mississippi. Participation in the plan shall be 643 voluntary for any hospital, institution for the aged or infirm, or other health care facilities licensed by the State of Mississippi, 644 645 physicians, nurses and any other personnel who are duly licensed to practice in a hospital or other health care facility licensed 646 647 by the State of Mississippi. However, no state entity may participate in the plan. The term "state" as used in this 648 649 subsection has the meaning ascribed to that term under Section 650 11-46-1. The plan shall make available tail (extended reporting 651 period) coverage for participants of the plan at an additional 652 premium assessment for such coverage. The plan shall make 653 available prior acts extended reporting period coverage 654 (retroactive to the inception date of the physician's last medical 655 malpractice policy) for participants of the plan at an additional 656 premium assessment for such coverage. The board shall encourage 657 participation in the insurance industry market. Any duly licensed 658 qualified Mississippi agent who writes a policy under the plan may 659 receive a commission not to exceed five percent (5%) of the premium assessment as full compensation. 660

(b) The limits of coverage under the plan shall be asfollows:

(i) For participants who are "political
subdivisions" and participants who are "employees" of political
subdivisions, as such terms are defined under Section 11-46-1, a
maximum of Five Hundred Thousand Dollars (\$500,000.00), per single

H. B. NO. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 20 (CJR\LH) 667 occurrence, and Two Million Dollars (\$2,000,000.00), in the 668 aggregate, per year, for all occurrences; (ii) For all other participants, a maximum of One 669 670 Million Dollars (\$1,000,000.00), per single occurrence, and Three 671 Million Dollars (\$3,000,000.00), in the aggregate, per year, for 672 all occurrences; and 673 (iii) For tail coverage, the plan shall provide 674 the same limits of coverage as designated in subparagraphs (i) and 675 (ii) of this paragraph (b). 676 (iv) For prior acts extended reporting period 677 coverage, the plan shall provide the same limits of coverage as 678 designated in subparagraphs (i) and (ii) of this paragraph (b). 679 For the purpose of providing funds, in addition to assessments, 680 for prior acts extending reporting period coverage, the Mississippi Tort Claims Board shall use monies in the special fund 681 682 created under Section 17 of House Bill No. 13, First Extraordinary Session of 2004. 683 684 (3) Policies may be underwritten based on participant 685 history. All rates applicable to the coverage provided herein 686 shall be on an actuarially sound basis and calculated to be 687 self-supporting. Policies for prior acts extended reporting 688 period coverage shall be underwritten at the lowest premium rates 689 possible on an actuarially sound basis. 690 (4) Every participant in the plan shall: 691 File with the board a written agreement, the form (a) 692 and substance of which shall be determined by the board, signed by 693 a duly authorized representative of the participant, that the 694 participant will provide services to (i) Medicaid recipients, (ii) 695 State and School Employees Health Insurance Plan participants, and 696 (iii) Children's Health Insurance Program participants. The agreement must provide, among other things, that the participant 697 698 will provide services to Medicaid recipients, State and School 699 Employees Health Insurance Plan participants, and Children's *HR03/R48PH* H. B. No. 13

041E/HR03/R48PH PAGE 21 (CJR\LH) 700 Health Insurance Program participants in a manner that is 701 comparable to the services provided to all other patients and 702 shall be made without balance billing to the patient; and

703 (b) Pay all assessments and premiums established by the704 board.

705 (5) This chapter shall not preclude any hospital, 706 institution for the aged or infirm, or other health care 707 facilities licensed by the State of Mississippi, physician, nurse 708 or other personnel who are duly licensed to practice in a hospital 709 or other health care facility licensed by the State of Mississippi 710 from procuring medical malpractice insurance from any source other 711 than the plan.

(6) Notwithstanding any other provision of this section to the contrary, the Mississippi Tort Claims Board shall use so much of the monies in the special fund created in Section 17 of House Bill No. 13, First Extraordinary Session of 2004, as may be necessary to pay all medical malpractice insurance premiums for not more than an aggregate of twenty-five (25) physicians described in Section 11-46-1(f)(ii).

719 <u>(7)</u> The Tort Claims Board shall have the following powers 720 and duties:

(a) To expend money from a loan from the Tort Claims
Fund in an amount not to exceed Five Hundred Thousand Dollars
(\$500,000.00) for the start-up costs of administering the Medical
Malpractice Insurance Availability Plan;

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(b) To approve and pay claims of participants;

(c) To charge and collect assessments and fees fromparticipants in the plan;

(d) To contract with accountants, attorneys, actuaries and any other experts deemed necessary to carry out the responsibilities under the plan. The outsourcing of any function of the board shall be provided by Mississippi residents or Mississippi domicile corporations, if available;

H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 22 (CJR\LH) (e) To employ not more than five (5) persons in time-limited positions to assist the board in the administration of the plan;

(f) To contract for administration of the claims and service of the plan to a third party. The outsourcing of any function of the board shall be provided by Mississippi residents or Mississippi domicile corporations, if available;

(g) <u>To use monies in the special fund created under</u>
Section 17 of House Bill No. 13, First Extraordinary Session of
2004, for the purposes provided in subsections (2)(b)(iv) and (6)
of this section.

(h) To adopt and promulgate rules and regulations to
implement the provisions of the plan. The Tort Claims Board shall
adopt such rules and regulations as may be necessary to ensure
that the plan remains actuarially sound. The board shall retain
the limited liability established by Section 11-46-15; and
(i) To submit an annual report on or before March 1

750 each year to the House and Senate Insurance Committees. Such 751 report shall contain:

752 (i) Certification by a qualified actuary that the753 plan is solvent;

(ii) The number of participants in the plan;
(iii) The number of claims filed and paid by the
plan; and

757 (iv) The amount of all assessments and fees758 collected from the participants in the plan.

759 (8) Nothing contained in this section shall be construed as 760 repealing, amending or superseding the provisions of any other law 761 and, if the provisions of this section conflict with any other 762 law, then the provisions of such other law shall govern and 763 control to the extent of the conflict.

764 SECTION 16. Section 11-46-1, Mississippi Code of 1972, is
765 amended as follows:

H. B. NO. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 23 (CJR\LH) 766 11-46-1. As used in this chapter the following terms shall
767 have the meanings herein ascribed unless the context otherwise
768 requires:

769 (a) "Claim" means any demand to recover damages from a770 governmental entity as compensation for injuries.

(b) "Claimant" means any person seeking compensation under the provisions of this chapter, whether by administrative remedy or through the courts.

(c) "Board" means the Mississippi Tort Claims Board.
(d) "Department" means the Department of Finance and
Administration.

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(e) "Director" means the executive director of the department who is also the executive director of the board.

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778

(f) "Employee" means:

780 (i) Any officer, employee or servant of the State 781 of Mississippi or a political subdivision of the state, including 782 elected or appointed officials and persons acting on behalf of the 783 state or a political subdivision in any official capacity, 784 temporarily or permanently, in the service of the state or a 785 political subdivision whether with or without compensation. The 786 term "employee" shall not mean a person or other legal entity 787 while acting in the capacity of an independent contractor under 788 contract to the state or a political subdivision; provided, 789 however, that for purposes of the limits of liability provided for 790 in Section 11-46-15, the term "employee" shall include physicians 791 under contract to provide health services with the State Board of Health, the State Board of Mental Health or any county or 792 793 municipal jail facility while rendering services under such 794 contract. The term "employee" shall also include any physician, 795 dentist or other health care practitioner employed by the 796 University of Mississippi Medical Center (UMMC) and its 797 departmental practice plans who is a faculty member and provides 798 health care services only for patients at UMMC or its affiliated *HR03/R48PH* H. B. No. 13

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practice sites. The term "employee" shall also include any 799 800 physician, dentist or other health care practitioner employed by any university under the control of the Board of Trustees of State 801 802 Institutions of Higher Learning who practices only on the campus 803 of any university under the control of the Board of Trustees of State Institutions of Higher Learning. The term "employee" shall 804 also include any physician, dentist or other health care 805 practitioner employed by the State Veterans Affairs Board and who 806 807 provides health care services for patients for the State Veterans Affairs Board. The term "employee" shall also include Mississippi 808 809 Department of Human Services licensed foster parents for the limited purposes of coverage under the Tort Claims Act as provided 810 811 in Section 11-46-8. For the purposes of the limits of liability provided for in Section 11-46-15 and for no other purpose under 812 this chapter, the term "employee" also shall include any physician 813 814 who provides health care services to Medicaid recipients, State 815 and School Employees Health Insurance Plan participants and Children's Health Insurance Program participants, provided that at 816 least thirty-five percent (35%) of the physician's patients, as 817 818 determined by the board, are Medicaid recipients; and (ii) Any retired physician who provides volunteer 819 820 unpaid health care services to any public entity or private 821 entity. For the purposes of this subparagraph (ii), "public entity" means any agency, department, institution, instrumentality 822 823 or political subdivision of the state, or any agency, department, institution or instrumentality of any political subdivision of the 824 825 state; and "private entity" means any business, organization, 826 corporation, association or other legal entity which is not a public entity. 827 828 "Governmental entity" means and includes the state (g)

829 and political subdivisions as herein defined.

H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 25 (CJR\LH) (h) "Injury" means death, injury to a person, damage to
or loss of property or any other injury that a person may suffer
that is actionable at law or in equity.

833 (i) "Political subdivision" means any body politic or 834 body corporate other than the state responsible for governmental 835 activities only in geographic areas smaller than that of the 836 state, including, but not limited to, any county, municipality, 837 school district, community hospital as defined in Section 838 41-13-10, Mississippi Code of 1972, airport authority or other instrumentality thereof, whether or not such body or 839 840 instrumentality thereof has the authority to levy taxes or to sue or be sued in its own name. 841

(j) "State" means the State of Mississippi and any
office, department, agency, division, bureau, commission, board,
institution, hospital, college, university, airport authority or
other instrumentality thereof, whether or not such body or
instrumentality thereof has the authority to levy taxes or to sue
or be sued in its own name.

(k) "Law" means all species of law including, but not limited to, any and all constitutions, statutes, case law, common law, customary law, court order, court rule, court decision, court opinion, court judgment or mandate, administrative rule or regulation, executive order, or principle or rule of equity.

SECTION 17. There is created in the State Treasury a special 853 854 fund to the credit of the Mississippi Tort Claims Board, which 855 shall be comprised of any funds that may be made available for the 856 fund by the Legislature. Monies in the fund shall be expended by 857 the Mississippi Tort Claims Board, upon appropriation by the Legislature, only for the purpose of providing additional funds 858 859 for prior acts extended reporting period coverage as provided in 860 Section 83-48-5 and for paying the medical malpractice premiums 861 for those physicians described in Section 11-46-1(f)(ii) as 862 provided for in Section 83-48-5. Unexpended amounts remaining in *HR03/R48PH* H. B. No. 13

041E/HR03/R48PH PAGE 26 (CJR\LH) the special fund at the end of a fiscal year shall not lapse into the State General Fund, and any interest earned or investment earnings on amounts in the special fund shall be deposited to the credit of the special fund.

867 SECTION 18. The Tort Claims Board shall develop methods and 868 promulgate rules and regulations to verify whether a physician 869 meets the percentage requirement under Section 11-46-1(f) to 870 qualify as an employee. There is created an advisory council to 871 assist the Mississippi Tort Claims Board in determining whether a 872 physician meets the percentage requirement under Section 873 11-46-1(f) to qualify as an employee. The advisory council shall 874 be composed of the Executive Director of the Mississippi Medical 875 Association or his designee; the President of the Mississippi 876 Medical and Surgical Association or his designee; the 877 administrator of the Mississippi Tort Claims Board or his 878 designee; two (2) physicians appointed by the Lieutenant Governor; 879 two (2) physicians appointed by the Speaker of the House of 880 Representatives and three (3) nonphysician members, one (1) from each Supreme Court district, appointed by the Governor. 881

882 SECTION 19. (1) Any medical provider or hospital or nursing 883 home or other medical facility shall charge no more than the 884 following amounts to patients or their representatives for 885 photocopying any patient's records: Twenty Dollars (\$20.00) for pages one (1) through twenty (20); One Dollar (\$1.00) per page for 886 887 the next eighty (80) pages; Fifty Cents (50¢) per page for all pages thereafter. Ten percent (10%) of the total charge may be 888 889 added for postage and handling. Fifteen Dollars (\$15.00) may be 890 recovered by the medical provider or hospital or nursing home or other medical facility for retrieving medical records in archives 891 at a location off the premises where the facility/office is 892 893 located.

H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 27 (CJR\LH) 894 (2) A physician shall only charge normal, reasonable and
 895 customary charges for a deposition related to a patient that the
 896 physician is treating or has treated.

897 SECTION 20. Section 73-25-27, Mississippi Code of 1972, is 898 amended as follows:

The Mississippi State Board of Medical Licensure 899 73-25-27. 900 after notice and opportunity for a hearing to the licentiate, is 901 authorized to suspend or revoke for any cause named herein any 902 license it has issued, or the renewal thereof, that authorizes any person to practice medicine, osteopathy, or any other method of 903 904 preventing, diagnosing, relieving, caring for, or treating, or 905 curing disease, injury or other bodily condition. The procedure 906 for suspension of a license for being out of compliance with an 907 order for support, and the procedure for the reissuance or 908 reinstatement of a license suspended for that purpose, and the 909 payment of any fees for the reissuance or reinstatement of a license suspended for that purpose, shall be governed by Section 910 911 93-11-157 or 93-11-163, as the case may be. If there is any conflict between any provision of Section 93-11-157 or 93-11-163 912 913 and any provision of this chapter, the provisions of Section 914 93-11-157 or 93-11-163, as the case may be, shall control.

915 Such notice shall be effected by registered mail or personal 916 service setting forth the particular reasons for the proposed 917 action and fixing a date not less than thirty (30) days or more 918 than sixty (60) days from the date of such mailing or such service, at which time the licentiate shall be given an 919 920 opportunity for a prompt and fair hearing. For the purpose of 921 such hearing the board, acting by and through its executive office, may subpoena persons and papers on its own behalf and on 922 923 behalf of licentiate, including records obtained pursuant to 924 Section 73-25-28, may administer oaths and such testimony when 925 properly transcribed, together with such papers and exhibits, 926 shall be admissible in evidence for or against the licentiate. At *HR03/R48PH*

H. B. No. 13 041E/HR03/R48PH PAGE 28 (CJR\LH) 927 such hearing licentiate may appear by counsel and personally in 928 his own behalf. Any person sworn and examined as a witness in 929 such hearing shall not be held to answer criminally, nor shall any 930 papers or documents produced by such witness be competent evidence 931 in any criminal proceedings against such witness other than for 932 perjury in delivering his evidence. Any patient or a representative of the patient who has suffered harm by a physician 933 subject to a hearing under this section shall have the right to 934 935 attend any crucial proceedings conducted by the Board of Medical 936 Licensure for disciplinary purposes regarding such physician as to 937 that patient's treatment. Notice shall be provided to the patient or his representative at the same time and in the same manner as 938 939 the notice is made to the physician. On the basis of any such 940 hearing, or upon default of the licentiate, the Board of Medical 941 Licensure shall make a determination specifying its findings of 942 fact and conclusions of law.

943 A copy of such determination shall be sent by registered mail 944 or served personally upon the licentiate. The decision of the 945 Board of Medical Licensure revoking or suspending the license 946 shall become final thirty (30) days after so mailed or served unless within said period the licentiate appeals the decision to 947 948 the chancery court, pursuant to the provisions hereof, and the 949 proceedings in chancery shall be conducted as other matters coming 950 before the court. All proceedings and evidence, together with 951 exhibits, presented at such hearing before the Board of Medical Licensure in the event of appeal shall be admissible in evidence 952 953 in said court.

The Board of Medical Licensure may subpoena persons and papers on its own behalf and on behalf of the respondent, including records obtained pursuant to Section 73-25-28, may administer oaths, and may compel the testimony of witnesses. It may issue commissions to take testimony, and testimony so taken and sworn to shall be admissible in evidence for and against the

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960 respondent. The Board of Medical Licensure shall be entitled to 961 the assistance of the chancery court or the chancellor in 962 vacation, which, on petition by the board, shall issue ancillary 963 subpoenas and petitions and may punish as for contempt of court in 964 the event of noncompliance therewith.

965 Unless the court otherwise decrees, a license that has been 966 suspended by the Board of Medical Licensure for a stated period of 967 time shall automatically become valid on the expiration of that 968 period and a license that has been suspended for an indefinite period shall become again valid if and when the Board of Medical 969 970 Licensure so orders, which it may do on its own motion or on the petition of the respondent. A license that has been revoked shall 971 972 not be restored to validity except: (1) after a rehearing by the 973 Board of Medical Licensure, on petition of the respondent, for 974 good cause shown, filed within ten (10) days, immediately 975 following the service on him of the order or judgment of the Board 976 of Medical Licensure revoking his license or (2) by order of the 977 court, on petition as aforesaid. Any licentiate whose license 978 becomes again valid after a period of suspension or after it has 979 been restored to validity after a rehearing or by an order of the 980 court, shall record it again in the office of the clerk of the 981 circuit court of the county in which he resides in conformity with 982 the requirements of Section 73-25-13. Nothing in this chapter 983 shall be construed as limiting or revoking the authority of any 984 court or of any licensing or registering officer or board, other 985 than the State Board of Medical Licensure, to suspend, revoke and 986 reinstate licenses and to cancel registrations under the 987 provisions of Section 41-29-311.

988 <u>SECTION 21.</u> In any medical malpractice action with multiple 989 defendants, the medical privilege shall be considered waived by 990 and between all defendants.

991 <u>SECTION 22.</u> Any product sold or distributed in Mississippi 992 by any manufacturer licensed to do business or doing business in H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH

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993 Mississippi shall publish statewide notice of any recall of any 994 product or its component parts within thirty (30) days of the 995 recall. Any manufacturer who fails to provide notice of a recall 996 as required by this section shall, upon conviction, be fined Fifty 997 Thousand Dollars (\$50,000.00) for each violation. The Attorney 998 General shall enforce compliance with the provisions of this 999 section.

1000 <u>SECTION 23.</u> If the parties to a cause of action agree, any 1001 claim filed alleging damages may receive a bench trial which shall 1002 be conducted in two hundred seventy (270) days or less after the 1003 cause of action has been filed. The cause of action shall be a 1004 priority item in the court.

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1006

SECTION 24. Medical review panel.

(1) Claims; statute of limitations.

1007 (a) **Definitions.** For purposes of this section:
1008 (i) "Board" means the Tort Claims Board
1009 established by Section 11-46-18, Mississippi Code of 1972.

1010 (ii) "Health care provider" means a person, partnership, limited liability partnership, limited liability 1011 1012 company, corporation, facility, or institution licensed by this state to provide health care or professional services as a 1013 1014 physician, hospital, institution for the aged or infirm, community blood center, tissue bank, dentist, registered or licensed 1015 1016 practical nurse or certified nurse assistant, ambulance service, 1017 certified registered nurse anesthetist, nurse-midwife, licensed 1018 midwife, pharmacist, optometrist, podiatrist, chiropractor, 1019 physical therapist, occupational therapist, psychologist, social worker, licensed professional counselor, or any nonprofit facility 1020 considered tax-exempt under Section 501(c)(3), Internal Revenue 1021 Code, pursuant to 26 USC 501(c)(3), for the diagnosis and 1022 1023 treatment of cancer or cancer-related diseases, whether or not 1024 such a facility is required to be licensed by this state, or any 1025 professional corporation a health care provider is authorized to *HR03/R48PH*

H. B. No. 13 041E/HR03/R48PH PAGE 31 (CJR\LH) 1026 form under the Mississippi Code of 1972, or any partnership, 1027 limited liability partnership, limited liability company, or 1028 corporation whose business is conducted principally by health care 1029 providers, or an officer, employee, partner, member, shareholder, 1030 or agent thereof acting in the course and scope of his employment.

1031 "Malpractice" means any unintentional tort (iii) 1032 or any breach of contract based on health care or professional services rendered, or which should have been rendered, by a health 1033 care provider, to a patient, including failure to render services 1034 1035 timely and the handling of a patient, including loading and 1036 unloading of a patient, and also includes all legal responsibility of a health care provider arising from acts or omissions in the 1037 1038 training or supervision of health care providers, or from defects 1039 in blood, tissue, transplants, drugs and medicines, or from defects in or failures of prosthetic devices, implanted in or used 1040 on or in the person of a patient. 1041

(b) (i) All malpractice claims against health care providers, other than claims validly agreed for submission to a lawfully binding arbitration procedure, shall be reviewed by a medical review panel as provided in this section unless all parties specifically waive the use of the medical review panel.

(ii) An action against a health care provider or his insurer commenced in any court shall be presented to a medical review panel and an opinion rendered by the panel pursuant to this section, and the court's request for review shall constitute a stay pending the panel's decision.

(iii) The request for review of a malpractice claim under this section shall be made by the court on its own motion or on the motion of any party.

1055 (c) (i) The request for review must be in writing,
1056 delivered to the board in person or by certified or registered
1057 United States mail, and include as an exhibit the complaint filed.

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(ii) Each defendant shall file a written answer 1058 1059 within thirty (30) days of service of the request. If the 1060 defendant fails to file an answer as required, the board shall 1061 notify the defendant of the obligation to file and penalty for 1062 failure to file; notice shall be by certified or registered United 1063 States mail. If the defendant has not filed within thirty (30) days of the receipt of the notice specified in this subparagraph 1064 (ii), the request for review shall be dismissed; the panel, if 1065 1066 formed, shall be dissolved, and the plaintiff shall be allowed to 1067 proceed in court upon the complaint filed.

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(2) Dismissal of review; dissolution of panel.

(a) During the pendency of proceedings under this section, a health care provider against whom a claim has been filed may raise any exception or defenses available pursuant to Mississippi law, whether a procedural, statute of limitations or other exception or defense, at any time without need for completion of the review process by the medical review panel.

1075 (b) If the court finds for the party raising the 1076 exception or defense, that party shall be dismissed. If there are 1077 no defendants remaining, the panel, if established, shall be 1078 dissolved.

1079

(3) Composition and selection of panel.

1080 The medical review panel shall consist of two (2) (a) physicians who each hold an unlimited license to practice medicine 1081 1082 in Mississippi, one (1) patient advocate appointed by the Tort Claims Board and one (1) attorney who shall be the nonvoting chair 1083 1084 of the panel. The parties may agree on the attorney member of the 1085 medical review panel within thirty (30) days after the filing of the answer; if no agreement can be reached, then the attorney 1086 1087 member of the medical review panel shall be selected as follows: 1088 (i) The board shall draw five (5) names at random 1089 from the list of attorneys maintained by the board who have 1090 medical malpractice experience. The names of judges, magistrates, *HR03/R48PH*

H. B. No. 13 041E/HR03/R48PH PAGE 33 (CJR\LH) 1091 district attorneys and assistant district attorneys shall be 1092 excluded if drawn and new names drawn in their place. After selection of the attorney names, the board shall notify the 1093 1094 parties of the attorney names from which the parties, within five 1095 (5) days, may choose the attorney member of the panel. If no 1096 agreement can be reached within five (5) days, the parties shall immediately initiate a procedure of selecting the attorney by each 1097 striking two (2) names alternately, with the plaintiff striking 1098 first and so advising the defendant of the name of the attorney so 1099 stricken; thereafter, the defendant and the plaintiff shall 1100 1101 alternately strike until both sides have stricken two (2) names and the remaining name shall be the attorney member of the panel. 1102 1103 If either the plaintiff or defendant fails to strike, the board shall strike for that party within five (5) additional days. 1104

(ii) After the striking, the board shall notify the attorney and all parties of the name of the selected attorney. An attorney who has a conflict of interest shall decline to serve.

1108 The attorney shall act as chairman of the panel and (b) shall have no vote. The chairman shall preside at panel meetings, 1109 1110 advise the panel as to questions of law, and shall prepare the opinion of the panel as required in subsection (7) of this 1111 1112 section. It is the duty of the chairman to expedite the selection of the other panel members, to convene the panel and expedite the 1113 1114 panel's review of the proposed complaint. The attorney chairman 1115 shall establish, by order, a reasonable schedule for submission of evidence to the medical review panel, but must allow sufficient 1116 1117 time for the parties to make full and adequate presentation of related facts and authorities within one hundred twenty (120) days 1118 following selection of the panel. 1119

(c) The qualification and selection of physician members of the medical review panel shall be as follows: (i) All physicians who hold a license to practice medicine in the State of Mississippi and who are engaged in the H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH

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active practice of medicine in this state, whether in the teaching 1124 1125 profession or otherwise, shall be available for selection and, 1126 unless excused for cause, required to serve upon selection. 1127 (ii) Each party to the action shall have the right 1128 to select one (1) physician and upon selection the physician shall 1129 be required to serve. (iii) When there are multiple plaintiffs or 1130 defendants, there shall be only one (1) physician selected per 1131

1132 side. The plaintiff, whether single or multiple, shall have the 1133 right to select one (1) physician, and the defendant, whether 1134 single or multiple, shall have the right to select one (1) 1135 physician.

(iv) If any defendant is a physician, the physicians selected must be of the same specialty as at least one (1) physician defendant.

(v) Parties and their attorneys are absolutely prohibited from contact with the physician whose name is submitted, either before or after submission. No physician may be informed of the method of any panel member's selection.

1143 (vi) No physician may be selected to serve on more 1144 than four (4) medical review panels in a twelve-month period.

(vii) The physician selection process shall be completed within thirty (30) days of the selection of the attorney chairman.

(d) Attorneys and physicians with any financial, employment, or personal or family ties to any party or attorney for a party shall not serve on a panel. Any conflict that cannot be resolved shall be decided by the court upon the motion of any party.

1153 (4) **Evidence.**

(a) The evidence to be considered by the medical review panel shall be promptly submitted by the respective parties in written form only.

H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 35 (CJR\LH) 1157 (b) The evidence may consist of:

- 1158 (i) Medical records;
- 1159 (ii) Sworn statements;
- 1160 (iii) Expert reports signed by experts;
- 1161 (iv) Deposition transcripts;

(v) Any other evidence allowed by the medical review panel or submitted by the parties.

1164 (c) Depositions of the parties only may be taken, and 1165 may be taken prior to the convening of the panel.

(d) Upon request of any party or panel member, the board shall issue subpoenas and subpoenas duces tecum in aid of the taking of depositions and the production of documentary evidence for inspection, copying or both.

(e) The plaintiff must sign a valid authorization allowing defendants to obtain the plaintiff's medical records. The defendant shall treat all medical records in a confidential manner and shall not disclose the contents of the records to anyone other than the panel or other experts; all other experts must treat the plaintiff's records as confidential.

1176 (f) The board shall send a copy of the evidence to each 1177 member of the panel.

1178 (5) Hearings. (a) After submission of all evidence and upon ten (10) days' notice to the other side, either party or the 1179 1180 panel shall have the right to convene the panel at a time and 1181 place agreeable to the members of the panel; each party is entitled to request only one (1) hearing. The panel may hold as 1182 1183 many hearings as it chooses. The purpose of a hearing is to ask questions as to additional evidence needed and to afford an 1184 opportunity to make oral presentation of the facts. The chairman 1185 of the panel shall preside at all hearings, which shall be 1186 1187 informal.

1188 (b) The following are locations where hearings may be 1189 held:

H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 36 (CJR\LH) (i) At a courthouse or other available public building in the county where the act or omission is alleged to have occurred.

(ii) The attorney chairman shall decide the location in the event of any dispute.

(iii) Private offices in the county where the act or omission is alleged to have occurred may be used if there is no cost or if the parties pay for the cost.

(6) Panel deliberations and decision. After receiving all evidence from the parties, the panel shall convene to discuss the evidence presented not less than one (1) time, and, not later than sixty (60) days after receiving all evidence from the parties, shall render a written decision signed by the panelists, together with written reasons for their conclusions, as follows:

1204 (a) There was a breach of the appropriate standard of1205 care;

1206 (b) There was not a breach of the appropriate standard 1207 of care; or

1208 (c) Whether the defendant or defendants failed to1209 comply with the appropriate standard of care cannot be determined.

1210 (7) **Form of decision.** The decision reached by the medical 1211 review panel shall be in writing, shall state the facts upon which 1212 it is based, shall be of public record, and shall be admissible as 1213 evidence in the civil case filed.

1214 (8) Panelist immunity. A panelist shall have absolute
1215 immunity from civil liability for all communications, findings,
1216 opinions and conclusions made in the course and scope of duties
1217 prescribed by this section.

1218

(9) Panelist compensation.

(a) (i) Each physician member of the medical review panel shall be paid a fee of Five Hundred Dollars (\$500.00) for all work performed as a member of the panel, and in addition thereto, per diem as provided in Section 25-3-69, Mississippi Code H. B. No. 13 *HRO3/R48PH*

H. B. No. 13 041E/HR03/R48PH PAGE 37 (CJR\LH) 1223 of 1972, and travel expenses as would be calculated for a state 1224 employee pursuant to Section 25-3-41, Mississippi Code of 1972.

1225 (ii) The attorney chairman of the medical review 1226 panel shall be paid at the rate of One Hundred Fifty Dollars 1227 (\$150.00) per hour, not to exceed a total of Three Thousand 1228 Dollars (\$3,000.00), for all work performed as a member of the 1229 panel, and in addition thereto, per diem as provided in Section 25-3-69, Mississippi Code of 1972, and travel expenses as would be 1230 calculated for a state employee pursuant to Section 25-3-41, 1231 1232 Mississippi Code of 1972.

(b) The costs of the medical review panel shall be split between the parties. The panel members shall by affidavit request the payment due under this subsection (9) from the board, which in turn shall bill the parties for the proportionate share of each party.

(10) Delivery and effect of decision. The chairman shall submit a copy of the panel's report to the board and all parties and attorneys by registered or certified mail within five (5) days after the panel renders its opinion. The panel's report shall be of public record.

1243 **SECTION 25.** Section 11-46-19, Mississippi Code of 1972, is 1244 amended as follows:

1245[Until July 1, 2005, this section shall read as follows:]124611-46-19. (1) The board shall have the following powers:1247(a) To provide oversight over the Tort Claims Fund;1248(b) To approve any award made from the Tort Claims

1249 Fund;

1250 (c) To pay all necessary expenses attributable to the1251 operation of the Tort Claims Fund from such fund;

(d) To assign litigated claims against governmental
entities other than political subdivisions to competent attorneys
unless such governmental entity has a staff attorney who is
competent to represent the governmental entity and is approved by
H. B. No. 13 *HRO3/R48PH*

041E/HR03/R48PH PAGE 38 (CJR\LH) 1256 the board; the board shall give primary consideration to attorneys 1257 practicing in the jurisdiction where the claim arose in assigning 1258 cases; attorneys hired to represent a governmental entity other 1259 than a political subdivision shall be paid according to the 1260 department fee schedule;

1261 (e) To approve all claimants' attorney fees in claims 1262 against the state;

(f) To employ on a full-time basis a staff attorney who shall possess the minimum qualifications required to be a member of The Mississippi Bar, and such other staff as it may deem necessary to carry out the purposes of this chapter; the employees in the positions approved by the board shall be hired by the director, shall be employees of the department, and shall be compensated from the Tort Claims Fund;

1270 (g) To contract with one or more reputable insurance 1271 consulting firms as may be necessary;

(h) To purchase any policies of liability insurance and and to administer any plan of self-insurance or policies of liability insurance required for the protection of the state against claims and suits brought under this chapter;

(i) To expend money from the Tort Claims Fund for the
purchase of any policies of liability insurance and the payment of
any award or settlement of a claim against the state under the
provisions of this chapter or of a claim against any school
district, junior college or community college district, or state
agency, arising from the operation of school buses or other
vehicles, under the provisions of Section 37-41-42;

1283 (j) To cancel, modify or replace any policy or policies 1284 of liability insurance procured by the board;

1285 (k) To issue certificates of coverage to governmental 1286 entities, including any political subdivision participating in any 1287 plan of liability protection approved by the board;

H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 39 (CJR\LH) (1) To review and approve or reject any plan of liability insurance or self-insurance reserves proposed or provided by political subdivisions if such plan is intended to serve as security for risks of claims and suits against them for which immunity has been waived under this chapter;

1293 (m) To administer disposition of claims against the 1294 Tort Claims Fund;

(n) To withhold issuance of any warrants payable from funds of a participating state entity should such entity fail to make required contributions to the Tort Claims Fund in the time and manner prescribed by the board;

1299 (o) To develop a comprehensive statewide list of
1300 attorneys who are qualified to represent the state and any
1301 employee thereof named as a defendant in a claim brought under
1302 this chapter against the state or such employee;

1303 (p) To develop a schedule of fees for paying attorneys1304 defending claims against the state or an employee thereof;

1305 (q) To adopt and promulgate such reasonable rules and 1306 regulations and to do and perform all such acts as are necessary 1307 to carry out its powers and duties under this chapter;

1308 (r) To establish and assess premiums to be paid by 1309 governmental entities required to participate in the Tort Claims 1310 Fund;

1311 (s) To contract with a third-party administrator to1312 process claims against the state under this chapter;

1313 (t) To annually submit its budget request to the 1314 Legislature as a state agency;

1315 (u) To dispose of salvage obtained in settlement or 1316 payment of any claim at fair market value by such means and upon 1317 such terms as the board may think best; * * *

1318 (v) To administer the Medical Malpractice Insurance
1319 Availability Plan under Section 83-48-5; and

H. B. NO. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 40 (CJR\LH) 1320 (w) To act as the board as required under House Bill No. 13, 2004 First Extraordinary Session, dealing with medical 1321 1322 malpractice claims as follows: 1323 (i) To accept filings under the act; (ii) To coordinate the selection of panels; 1324 (iii) To maintain <u>lists of attorneys eligible for</u> 1325 1326 appointment as attorney chairmen; 1327 (iv) To promulgate rules in reference to the qualifications of attorneys serving as panel members; 1328 (v) To promulgate rules and regulations necessary 1329 1330 to implement the provisions of Section 24 of House Bill No. 13, 2004 First Extraordinary Session; and 1331 1332 (vi) To provide general administrative support. (2) Policies of liability insurance purchased for the 1333 protection of governmental entities against claims and suits 1334 brought under this chapter shall be purchased pursuant to the 1335 1336 competitive bidding procedures set forth in Section 31-7-13. 1337 (3) The department shall have the following powers and 1338 duties: 1339 To annually report to the Legislature concerning (a) each comprehensive plan of liability protection established 1340 1341 pursuant to Section 11-46-17(2). Such report shall include a comprehensive analysis of the cost of the plan, a breakdown of the 1342 cost to participating state entities, and such other information 1343 1344 as the department may deem necessary. To provide the board with any staff and meeting 1345 (b) 1346 facilities as may be necessary to carry out the duties of the 1347 board as provided in this chapter. (c) To submit the board's budget request for the 1348 1349 initial year of operation of the board in order to authorize expenditures for the 1993-1994 fiscal year and for the 1350 1351 appropriation of such general funds as shall be required for the 1352 commencement of its activities. *HR03/R48PH* H. B. No. 13 041E/HR03/R48PH

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1353 [From and after July 1, 2005, this section shall read as 1354 follows:]

1355 11-46-19. (1) The board shall have the following powers: 1356 (a) To provide oversight over the Tort Claims Fund; 1357 (b) To approve any award made from the Tort Claims 1358 Fund;

1359 (c) To pay all necessary expenses attributable to the1360 operation of the Tort Claims Fund from such fund;

1361 To assign litigated claims against governmental (d) entities other than political subdivisions to competent attorneys 1362 1363 unless such governmental entity has a staff attorney who is competent to represent the governmental entity and is approved by 1364 1365 the board; the board shall give primary consideration to attorneys practicing in the jurisdiction where the claim arose in assigning 1366 cases; attorneys hired to represent a governmental entity other 1367 1368 than a political subdivision shall be paid according to the 1369 department fee schedule;

1370 (e) To approve all claimants' attorney fees in claims1371 against the state;

(f) To employ on a full-time basis a staff attorney who shall possess the minimum qualifications required to be a member of The Mississippi Bar, and such other staff as it may deem necessary to carry out the purposes of this chapter; the employees in the positions approved by the board shall be hired by the director, shall be employees of the department, and shall be compensated from the Tort Claims Fund;

1379 (g) To contract with one or more reputable insurance1380 consulting firms as may be necessary;

(h) To purchase any policies of liability insurance and to administer any plan of self-insurance or policies of liability insurance required for the protection of the state against claims and suits brought under this chapter;

H. B. No. 13 *HRO3. 041E/HR03/R48PH PAGE 42 (CJR\LH)

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(i) To expend money from the Tort Claims Fund for the purchase of any policies of liability insurance and the payment of any award or settlement of a claim against the state under the provisions of this chapter or of a claim against any school district, junior college or community college district, or state agency, arising from the operation of school buses or other vehicles, under the provisions of Section 37-41-42;

1392 (j) To cancel, modify or replace any policy or policies1393 of liability insurance procured by the board;

(k) To issue certificates of coverage to governmental entities, including any political subdivision participating in any plan of liability protection approved by the board;

(1) To review and approve or reject any plan of liability insurance or self-insurance reserves proposed or provided by political subdivisions if such plan is intended to serve as security for risks of claims and suits against them for which immunity has been waived under this chapter;

1402 (m) To administer disposition of claims against the 1403 Tort Claims Fund;

(n) To withhold issuance of any warrants payable from funds of a participating state entity should such entity fail to make required contributions to the Tort Claims Fund in the time and manner prescribed by the board;

(o) To develop a comprehensive statewide list of attorneys who are qualified to represent the state and any employee thereof named as a defendant in a claim brought under this chapter against the state or such employee;

1412 (p) To develop a schedule of fees for paying attorneys1413 defending claims against the state or an employee thereof;

1414 (q) To adopt and promulgate such reasonable rules and 1415 regulations and to do and perform all such acts as are necessary 1416 to carry out its powers and duties under this chapter;

H. B. No. 13 *HRO3/R48PH* 041E/HR03/R48PH PAGE 43 (CJR\LH) 1417 To establish and assess premiums to be paid by (r) 1418 governmental entities required to participate in the Tort Claims 1419 Fund; 1420 (s) To contract with a third-party administrator to 1421 process claims against the state under this chapter; 1422 (t) To annually submit its budget request to the 1423 Legislature as a state agency; 1424 To dispose of salvage obtained in settlement or (u) 1425 payment of any claim at fair market value by such means and upon 1426 such terms as the board may think best; and 1427 (v) To act as the board as required under House Bill No. 13, 2004 First Extraordinary Session, dealing with medical 1428 1429 malpractice claims as follows: 1430 (i) To accept filings under the act; 1431 (ii) To coordinate the selection of panels; 1432 (iii) To maintain lists of attorneys eligible for 1433 appointment as attorney chairmen; 1434 (iv) To promulgate rules in reference to the qualifications of attorneys serving as panel members; 1435 1436 (v) To promulgate rules and regulations necessary to implement the provisions of Section 24 of House Bill No. 13, 1437 1438 2004 First Extraordinary Session; and 1439 (vi) To provide general administrative support. Policies of liability insurance purchased for the 1440 (2) 1441 protection of governmental entities against claims and suits brought under this chapter shall be purchased pursuant to the 1442 1443 competitive bidding procedures set forth in Section 31-7-13. 1444 (3) The department shall have the following powers and 1445 duties: 1446 To annually report to the Legislature concerning (a) each comprehensive plan of liability protection established 1447 1448 pursuant to Section 11-46-17(2). Such report shall include a 1449 comprehensive analysis of the cost of the plan, a breakdown of the *HR03/R48PH* H. B. No. 13 041E/HR03/R48PH

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1450 cost to participating state entities, and such other information 1451 as the department may deem necessary.

(b) To provide the board with any staff and meeting facilities as may be necessary to carry out the duties of the board as provided in this chapter.

1455 (c) To submit the board's budget request for the 1456 initial year of operation of the board in order to authorize 1457 expenditures for the 1993-1994 fiscal year and for the 1458 appropriation of such general funds as shall be required for the 1459 commencement of its activities.

1460 SECTION 26. All insurance companies writing insurance in the State of Mississippi shall roll back premium rates to the amount 1461 1462 charged on January 1, 2004, unless such roll back shall result in 1463 an increase in premium rates. The Commissioner of Insurance shall enforce compliance with the provisions of this section. 1464 Any insurance company who violates the provisions of this section 1465 1466 shall, upon conviction, be fined Fifty Thousand Dollars 1467 (\$50,000.00) for each violation.

1468 **SECTION** <u>27.</u> If any provision of this act is held by a court 1469 to be invalid, such invalidity shall not affect the remaining 1470 provisions of this act, and to this end the provisions of this act 1471 are declared severable.

1472 **SECTION** <u>28.</u> This act shall take effect and be in force from 1473 and after July 1, 2004, and Sections 1 through 7 of this act shall 1474 apply to all causes of action filed on or after that date.