## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE RESOLUTION

No. 188

Session of 2019

INTRODUCED BY COSTA, FARNESE, LEACH, MUTH, FONTANA, TARTAGLIONE, HUGHES, COLLETT, BLAKE AND SCHWANK, JULY 9, 2019

REFERRED TO JUDICIARY, JULY 9, 2019

## A RESOLUTION

Directing the Legislative Budget and Finance Committee to include additional topics regarding medical malpractice actions in its study provided under Senate Resolution No. 20, 2 3 Printer's No. 155, adopted February 5, 2019. 4 5 WHEREAS, The Commonwealth faced a medical malpractice and medical liability insurance crisis in 2002; and 6 7 WHEREAS, To address the medical malpractice crisis, the General Assembly enacted the act of March 20, 2002 (P.L.154, 8 9 No.13), known as the Medical Care Availability and Reduction of Error (Mcare) Act (Act 13); and 10 11 WHEREAS, At the time, Act 13 was considered to be a landmark State law that addressed patient safety, insurance reform and 12 tort reform; and 13 14 WHEREAS, Act 13 established the Patient Safety Authority, 15 which is responsible for the following: 16 Collecting and evaluating data submitted by medical 17 facilities through their Patient Safety Committees. 18 Coordinating with the Department of Health in making 19 facility-specific and systemwide recommendations;

- 1 and
- 2 WHEREAS, Act 13 provides for tort reform, including the
- 3 following provisions relating to medical malpractice actions:
- 4 (1) Changes to the collateral source rule.
- 5 (2) Requiring specific findings by juries regarding
- 6 economic and noneconomic damages.
- 7 (3) Reducing verdicts to present value.
- 8 (4) Requiring certain periodic payments.
- 9 (5) Requiring expert witnesses to be licensed in the
- 10 same medical field or specialty;
- 11 and
- 12 WHEREAS, Act 13 includes the following insurance reforms:
- 13 (1) Reducing the amount of liability insurance carried
- by health care professionals from \$1.2 million to \$1 million.
- 15 (2) Requiring the Insurance Commissioner to make annual
- evaluations concerning the strength of the private insurance
- 17 market in an effort to eliminate the Mcare Fund and
- 18 assessment.
- 19 (3) Providing for annual transfers from the Catastrophic
- 20 Loss Benefits Continuation Fund to the Mcare Fund to
- 21 subsidize premiums for high-risk specialists;
- 22 and
- 23 WHEREAS, The Pennsylvania Supreme Court implemented the
- 24 following changes to rules relating to medical malpractice
- 25 actions requiring the following:
- 26 (1) Venue rule changes requiring an action to be filed
- in the county where the cause of action arose.
- 28 (2) Certificates of merit with a statement by a licensed
- 29 professional that the action was a breach of a professional
- 30 standard of care;

- 1 and
- 2 WHEREAS, All of these actions have contributed to the steady
- 3 reduction in medical malpractice filings, verdicts and awards
- 4 across this Commonwealth as evidenced by a reduction in the
- 5 Statewide average of filings of medical malpractice actions by
- 6 47% between the average in the years 2000 through 2003 and 2017;
- 7 and
- 8 WHEREAS, Recent data collected by the Pennsylvania Supreme
- 9 Court noted the continued reduction in filings of medical
- 10 malpractice actions in 2018; and
- 11 WHEREAS, Based on the comprehensive reforms implemented since
- 12 2002, the medical malpractice crisis that existed in this
- 13 Commonwealth has abated; and
- 14 WHEREAS, It is important to determine the extent to which the
- 15 comprehensive reforms implemented more than 15 years ago have
- 16 alleviated this Commonwealth's medical malpractice crisis; and
- 17 WHEREAS, On February 5, 2019, the Senate adopted Senate
- 18 Resolution 20, Printer's No. 155 that called for a study by the
- 19 Legislative Budget Finance Committee regarding the impact of a
- 20 proposed change to Pennsylvania Rules of Civil Procedure
- 21 governing venue of medical malpractice actions; and
- 22 WHEREAS, It is important that the Legislative Budget and
- 23 Finance Committee add several elements to the study regarding
- 24 medical malpractice actions and the impact on health care
- 25 availability and the professional liability insurance
- 26 marketplace; therefore be it
- 27 RESOLVED, That the Senate direct the Legislative Budget and
- 28 Finance Committee to include additional topics regarding medical
- 29 malpractice actions in its study provided under Senate
- 30 Resolution No. 20, Printer's No. 155, adopted February 5, 2019;

- 1 and be it further
- 2 RESOLVED, That the additional topics in the study include an
- 3 assessment of the impact of the following on medical malpractice
- 4 actions:
- 5 (1) The Patient Safety Authority and patient safety
- 6 protocols established under Act 13.
- 7 (2) The insurance reforms under Act 13.
- 8 (3) Changes to the collateral source rule.
- 9 (4) Requiring juries to make specific findings regarding
- 10 economic and noneconomic damages.
- 11 (5) Reducing verdicts to present value and requiring
- 12 certain periodic payments.
- 13 (6) Requiring expert witnesses to be licensed in the
- same medical field or specialty.
- 15 (7) Venue rule changes requiring that actions be filed
- in the county where cause of action arose.
- 17 (8) Certificates of merit requiring a statement by a
- 18 licensed professional that the action was a breach of a
- 19 professional standard of care;
- 20 and be it further
- 21 RESOLVED, That the study include a history of claims made to,
- 22 and payouts made by, the Pennsylvania Professional Liability
- 23 Joint Underwriting Association from 2003 through present day;
- 24 and be it further
- 25 RESOLVED, That the study include a history of claims made to,
- 26 and payouts made by, the Mcare Fund from 2003 through present
- 27 day; and be it further
- 28 RESOLVED, That the Legislative Budget and Finance Committee
- 29 hold at least one public hearing prior to preparing a report on
- 30 the study and accept testimony from affected parties, including,

- 1 but not limited to, representatives of the health care industry,
- 2 the insurance industry and the legal community; and be it
- 3 further
- 4 RESOLVED, That the Legislative Budget and Finance Committee
- 5 report its findings to the General Assembly no later than
- 6 January 1, 2020; and be it further
- 7 RESOLVED, That the Secretary of the Senate transmit duly
- 8 certified copies of this resolution to the Justices of the
- 9 Pennsylvania Supreme Court and the members of the Civil
- 10 Procedural Rules Committee.