## ASSEMBLY BILL NO. 586-COMMITTEE ON COMMERCE AND LABOR

## MARCH 15, 1999

## Referred to Committee on Health and Human Services

SUMMARY—Revises provisions relating to health care. (BDR 40-870)

FISCAL NOTE: Effect on Local Government: No. Effect on the State or on Industrial Insurance: Yes.

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EXPLANATION - Matter in bolded italics is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to health care; providing in skeleton form for the establishment of certain requirements relating to medical facilities; requiring the state board of health to enact certain regulations; requiring a medical facility to report certain information to the board; prohibiting a medical facility from taking certain actions against an employee of the facility in certain circumstances; providing a penalty; and providing other matters properly relating thereto.

## THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY. DO ENACT AS FOLLOWS:

- Section 1. Chapter 449 of NRS is hereby amended by adding thereto the provisions set forth as sections 2 to 13, inclusive, of this act.
  - Sec. 2. 1. A medical facility shall document and report to the board any adverse outcome to a patient that receives care from the facility.
    - 2. The board shall adopt regulations which:
  - (a) Define the circumstances that constitute an adverse outcome to a patient that receives care from a medical facility. The definition must include, without limitation, such circumstances as:
    - (1) An injury to or death of a patient;

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- 10 (2) An error in the administration of medication or a biological substance;
  - (3) The development of decubitus ulcers by a patient; and
- 13 (4) The development by a patient of an infection that is resistant to 14 antibiotics.
- 15 (b) Establish procedures for the documentation and reporting by
- 16 medical facilities of adverse outcomes to patients that received care at the facilities.

- The board shall prescribe a form that a medical facility shall use to document and report an adverse outcome to a patient pursuant to subsection 1.
- The board shall review the regulations that it adopts pursuant to this section at least once each year to determine whether it should repeal or amend any of the regulations.
- Sec. 3. 1. In accordance with regulations adopted by the board pursuant to subsection 2, a medical facility shall report to the board the number of employees assigned to each unit of service of the medical facility that provides care to patients and the licensure status and the number of hours worked by each of those employees. For each unit of 12 nursing service, the report must identify the employees who are assigned to provide care directly to patients.
  - The board shall adopt regulations which:

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- (a) Define the units of service in a medical facility that provide care to 15 patients; and 16
  - (b) Establish procedures for the reporting of the information required pursuant to subsection 1 by medical facilities.
- The board shall prescribe a form that a medical facility shall use to report the information required pursuant to subsection 1. 20
  - Sec. 4. 1. A medical facility shall maintain daily records of:
- (a) The number of patients to which a unit of service of the facility 22 provided care; and
- (b) The classification of those patients based on the severity of their conditions, and shall report the information to the board. 25
- The board shall prescribe a form that a medical facility shall use 26 to report the information required pursuant to subsection 1.
- Sec. 5. A medical facility shall report all occupational injuries 29 sustained and diseases contracted by its employees to the board on the form prescribed by and in the manner required by the board. 30
- Sec. 6. The board shall publish annually a report that compiles the 31 information reported to it by medical facilities pursuant to sections 2 to 5, 32 inclusive, of this act. 33
- Sec. 7. 1. Except as otherwise provided in subsection 2, all 34 information reported to the board by medical facilities pursuant to 35 sections 2 to 5, inclusive, of this act is public information. The board shall provide this information to any person who requests the 37 information. The board may charge a reasonable fee for providing the 38 information. 39
- Information must not be provided pursuant to subsection 1 in a 40 manner that discloses the name of a patient or other identifying information.

- Sec. 8. 1. A medical facility shall institute a system for classifying its patients. The system must classify a patient based upon the severity of the condition of the patient.
- 2. A medical facility shall keep and maintain a staffing plan that is approved by the board. The staffing plan must be based on the system of classification of patients established pursuant to subsection 1 and conform to the ratios established by the board pursuant to section 9 of this act.
- 9 **Sec. 9.** 1. The board shall establish annually by regulation the 10 following minimum ratios for the staffing of a medical facility:
  - (a) The ratio of licensed employees to patients for each unit of service of the medical facility, as defined pursuant to section 3 of this act; and
  - (b) The ratio of licensed and nonlicensed employees to patients for all units of service of the medical facility.
- 2. In establishing the ratios pursuant to subsection 1, the board shall consider:
  - (a) Information provided by medical facilities pursuant to the regulations adopted pursuant to sections 2, 3 and 4 of this act;
    - (b) Information derived from medical research;

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- (c) Comments received from the general public; and
- (d) The existing requirements for staffing of medical facilities.
- 22 3. The ratio established by the board for an intensive care unit of service must not be less than one registered nurse for each two patients.
- Sec. 10. 1. A person shall not retaliate or discriminate in any manner against an employee of a medical facility or a person acting on behalf of the employee who in good faith:
- 27 (a) Disclosed information relating to the care or services provided by 28 or conditions at a medical facility;
  - (b) Advocated on behalf of a patient with respect to the care or services provided by or conditions at a medical facility; or
- 31 (c) Initiated, cooperated or otherwise participated in an investigation 32 or proceeding conducted by a governmental entity relating to the care or 33 services provided by or conditions at a medical facility.
- 2. A person shall not retaliate or discriminate in any manner against an employee of a medical facility because the employee has attempted to or intends to engage in an action described in subsection 1.
- 33. A person shall not prohibit, restrict or attempt to prohibit or 38 restrict by contract, policy, procedure or any other manner the right of an 39 employee of a medical facility to engage in an action described in 40 subsection 1.
- 41 4. The identity of an employee of a medical facility who discloses 42 information in good faith to a governmental entity regarding the care or

services provided by or conditions at a medical facility is confidential and must not be disclosed by any person unless:

- (a) The employee consents in writing to the disclosure; or
- (b) There is imminent danger to public health or safety or the threat of physical harm.
  - The provisions of this act do not protect the disclosure of information that would violate federal or state law or diminish or impair the rights of a person to the continued protection of confidentiality of communications provided by federal or state law.
- For the purposes of this section, an employee of a medical facility 10 acts in "good faith" if he reasonably believes that: 11
  - (a) The information is true; and

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- (b) The information disclosed by the employee:
- (1) Evidences a violation of any law, rule, regulation or generally recognized professional or clinical standard; or
- (2) Relates to care or services provided by or conditions at a 16 medical facility that potentially endanger one or more patients or employees or the public. 18
  - **Sec. 11.** 1. An employee of a medical facility who believes that he has been retaliated or discriminated against in violation of section 10 of this act may file an action in a court of competent jurisdiction.
- If a court determines that a violation of section 10 of this act has 22 occurred, the court shall award such damages as it determines to have resulted from the violation, including, without limitation, compensatory damages, reinstatement, reimbursement of any wages, salary, employment benefits or other compensation denied to or lost by the 26 employee as a result of the violation, attorney's fees and costs, including, 27 without limitation, fees for expert witnesses and punitive damages, if the facts warrant. The court shall award interest on the amount of damages awarded at the prevailing rate. 30
- The court may grant any equitable relief it considers appropriate, 31 including, without limitation, issue temporary, preliminary or permanent 32 injunctive relief. 33
- 34 4. An action must be brought pursuant to this section within 2 years after the date of the last event constituting the alleged violation for which 35 the action is brought. 36
- **Sec. 12.** 1. A person who violates the provisions of section 10 of 37 this act is subject to a civil penalty of not more than \$10,000 for each 38 violation. 39
- 2. A person who willfully and repeatedly violates section 10 of this 40 act, if the violation is related to: 41
- (a) A pattern or practice of such violations; 42

- (b) The quality of care or services provided by or conditions at a medical facility that would likely lead to serious injury or death for patients or employees of the medical facility; or
- (c) Retaliation against an employee of a medical facility that could lead to serious injury or death,
- is guilty of a gross misdemeanor.

- Sec. 13. 1. The board shall prepare and disseminate to medical facilities:
- (a) A notice that sets forth and summarizes the provisions of sections 10, 11 and 12 of this act. 10
- (b) A notice that sets forth summaries of or excerpts from the most 12 recent report published by the board pursuant to section 6 of this act.
- 2. A medical facility shall post in a conspicuous place the notices 13 14 prepared by the board pursuant to subsection 1. A medical facility that willfully fails to post such a notice is subject to a civil fine not to exceed \$100 for each day that it continues to willfully fail to post the notice.
- **Sec. 14.** The amendatory provisions of this act do not apply to 17 offenses that were committed before October 1, 1999.