SLS 14RS-652 ENGROSSED

Regular Session, 2014

SENATE BILL NO. 382

BY SENATOR LAFLEUR

PRIVILEGES/LIENS. Provides with respect to privileges for health care providers. (8/1/14)

1 AN ACT

To amend and reenact R.S. 9:4752, relative to proceeds recovered by an injured person; to provide with respect to the privilege on net proceeds collected from a third party in favor of medical providers for services and supplies furnished to injured persons; to provide certain terms, conditions, and effects; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

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Section 1. R.S. 9:4752 is hereby amended and reenacted to read as follows:

§4752. Privilege on net proceeds collected from third party in favor of medical

providers for services and supplies furnished injured persons

A. A health care provider, hospital, or ambulance service that furnishes services or supplies to any injured person shall have a privilege for the reasonable charges or fees of such health care provider, hospital, or ambulance service on the net amount payable to the injured person, his heirs, or legal representatives, out of the total amount of any recovery or sum had, collected, or to be collected, whether by judgment or by settlement or compromise, from another person on account of such injuries, and on the net amount payable by any insurance company under any contract providing for indemnity or compensation to the injured person. The

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Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

privilege of an attorney shall have precedence over the privilege created under this Section.

B. The health care provider's privilege shall attach to the net amount payable to the injured person out of the total amount of any recovery or sum had, collected, or to be collected from another person and on the net amount payable by any insurance company in accordance with this Section. The privilege, when timely filed, shall interrupt prescription and shall remain effective until released or paid in accordance with this Section.

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Angela L. De Jean.

DIGEST

LaFleur (SB 382)

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<u>Present law</u> provides that a health care provider, hospital, or ambulance service that furnishes services or supplies to any injured person shall have a privilege for the reasonable charges or fees of such health care provider, hospital, or ambulance service on the net amount payable to the injured person, his heirs, or legal representatives, out of the total amount of any recovery or sum had, collected, or to be collected, whether by judgment or by settlement or compromise, from another person on account of such injuries, and on the net amount payable by any insurance company under any contract providing for indemnity or compensation to the injured person. The privilege of an attorney shall have precedence over the privilege created under <u>present law</u>.

<u>Proposed law</u> retains <u>present law</u> and adds that the health care provider's privilege shall attach to the net amount payable to the injured person out of the total amount of any recovery or sum had, collected, or to be collected from another person and on the net amount payable by any insurance company in accordance with <u>proposed law</u>. The privilege, when timely filed, shall interrupt prescription and shall remain effective until released or paid in accordance with <u>proposed law</u>.

Effective August 1, 2014.

(Amends R.S. 9:4752)