

Health Care Liability Regulation 2007

under the

Health Care Liability Act 2001

His Excellency the Lieutenant-Governor, with the advice of the Executive Council, has made the following Regulation under the *Health Care Liability Act 2001*.

REBA MEAGHER, M.P., Minister for Health

Explanatory note

The object of this Regulation is to remake, without substantial changes, the provisions of the *Health Care Liability Regulation 2001*, which is repealed on 1 September 2007 by section 10 (2) of the *Subordinate Legislation Act 1989*.

The new Regulation:

- (a) specifies the classes of medical practitioners who are exempt from the requirement under section 19 of the *Health Care Liability Act 2001* to be covered by approved professional indemnity insurance, and
- (b) specifies the classes of health practitioners who are required under section 25 of that Act to be covered by approved professional indemnity insurance and the classes of health practitioners who are exempt from that requirement.

The Regulation does not continue in force provisions of the repealed Regulation that no longer have any practical operation.

This Regulation is made under the *Health Care Liability Act 2001*, including sections 19 (4) (b), 25 and 34 (the general regulation-making power).

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Clause 1

Preliminary

Part 1

Health Care Liability Regulation 2007

under the

Health Care Liability Act 2001

Part 1 Preliminary

1 Name of Regulation

This Regulation is the Health Care Liability Regulation 2007.

2 Commencement

This Regulation commences on 1 September 2007.

Note. This Regulation replaces the *Health Care Liability Regulation 2001*, which is repealed on 1 September 2007 by section 10 (2) of the *Subordinate Legislation Act 1989*.

3 Definitions

(1) In this Regulation:

approved insurance requirement means, in relation to a medical practitioner, the requirement under section 19 of the Act for the medical practitioner to be covered by approved professional indemnity insurance.

dental auxiliary means a dental auxiliary registered under the *Dental Practice Act 2001*.

dental prosthetist has the same meaning as in the Dental Technicians Registration Act 1975.

pharmacist means a pharmacist registered under the *Pharmacy Act* 1964 or the *Pharmacy Practice Act* 2006.

the Act means the Health Care Liability Act 2001.

(2) Notes in the text of this Regulation do not form part of this Regulation.

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Clause 4 Health Care Liability Regulation 2007

Part 2 Medical practitioners

Part 2 Medical practitioners

4 Exemption from approved insurance requirement

- (1) In accordance with section 19 (4) (b) of the Act, the following medical practitioners are exempt from the approved insurance requirement:
 - (a) a person whose registration as a medical practitioner is, in accordance with section 9 of the *Medical Practice Act 1992*, subject to the condition that the person does not practise medicine,
 - (b) a medical practitioner who practises medicine primarily outside New South Wales and who is covered by professional indemnity insurance of any kind while practising medicine in New South Wales,
 - (c) a medical practitioner whose medical practice is limited to the rendering, on a voluntary basis, of medical assistance in emergency situations or first-aid,
 - (d) a medical practitioner who practises medicine in the course of being:
 - (i) employed by another person, or
 - (ii) engaged by another person under some contractual arrangement,
 - (e) a medical practitioner whose medical practice does not include the provision of health care or medical opinion in respect of the physical or mental health of a person,
 - (f) a medical practitioner who, while practising medicine, is covered by an indemnity arrangement established or entered into by the State or the Commonwealth to cover civil liability,
 - (g) a medical practitioner who, while practising medicine in accordance with a function conferred or imposed by or under any State or Commonwealth Act or regulation, does not, under that Act or regulation, incur any personal liability,
 - (h) a medical practitioner who, without fee or reward, refers a person to another medical practitioner for the purposes of providing health care.
 - (i) a medical practitioner who, without fee or reward, prescribes a therapeutic substance in either of the following circumstances:
 - (i) the prescription involves the renewal of a prescription provided by another medical practitioner (other than a medical practitioner referred to in paragraph (a), (c) or (e)) within the previous period of 6 months and does not relate

- to a drug of addiction within the meaning of the *Poisons* and *Therapeutic Goods Act 1966*,
- (ii) the prescription is provided to a person who requires temporary relief or first-aid pending attendance on that person by another medical practitioner (other than a medical practitioner referred to in paragraph (a), (c) or (e)).
- (2) An exemption under subclause (1) (b)–(i) applies to a medical practitioner only to the extent to which the medical practitioner practises medicine in the circumstances described in the exemption concerned.
- (3) Without limiting subclause (2), the exemption under subclause (1) (d) applies only in relation to a medical practitioner:
 - (a) to the extent that the medical practitioner is practising medicine as an employee of, or contractor to, the other person, and
 - (b) to the extent that the medical practitioner is indemnified, under an insurance policy issued to the other person, for civil liability arising out of the provision of, or failure to provide, health care by the medical practitioner, and
 - (c) if the other person is not the medical practitioner's practice company.
- (4) The exemption under subclause (1) (i) applies only in relation to a medical practitioner if the medical practitioner has, within the period of 12 months preceding the date on which the prescription is provided by the medical practitioner, undertaken professional education activities relating to the prescribing of therapeutic substances.
- (5) In this clause, *therapeutic substance* means a substance that is manufactured for therapeutic use within the meaning of the current Poisons Standard (as defined in the *Therapeutic Goods Act 1989* of the Commonwealth).

5 Exemption for limited period after cessation of insurer's business

(1) If a medical practitioner ceases to be covered by approved professional indemnity insurance as a consequence of the cessation of business of the insurer who provided the insurance, the medical practitioner is, in accordance with section 19 (4) (b) of the Act, exempt from the approved insurance requirement but only for a period of no more than 3 months (or such longer period as the Minister may specify by order published in the Gazette) immediately following the date on which the medical practitioner ceased to be so covered.

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Part 2 Medical practitioners

(2) The reference in subclause (1) to the cessation of business of an insurer includes a reference to the appointment of a liquidator, administrator or controller (within the meaning of the *Corporations Act 2001* of the Commonwealth) in respect of the insurer's business.

Clause 6

Health practitioners

Part 3

Part 3 Health practitioners

6 Classes of health practitioner required to be covered by professional indemnity insurance

Section 25 of the Act applies to the following classes of health practitioner:

- (a) chiropractors,
- (b) dental auxiliaries,
- (c) dental prosthetists,
- (d) dentists,
- (e) optometrists,
- (f) osteopaths,
- (g) pharmacists,
- (h) physiotherapists,
- (i) podiatrists,
- (j) psychologists.

7 Exemption from insurance requirement

- (1) In accordance with section 25 (5) of the Act, the following health practitioners are exempt from the requirement for professional indemnity insurance:
 - (a) a person whose registration as a health practitioner is subject to the condition that the person does not practise,
 - (b) a health practitioner who practises primarily outside New South Wales and who is covered by professional indemnity insurance of any kind while practising in New South Wales,
 - (c) a health practitioner whose practice is limited to the rendering of assistance, in the practitioner's capacity as a health practitioner, on a voluntary basis in emergency situations,
 - (d) a health practitioner who practises in the course of being:
 - (i) employed by another person, or
 - (ii) engaged by another person under some contractual arrangement,
 - (e) a health practitioner whose practice does not include the provision of health care or of an opinion given in the practitioner's capacity as a health practitioner in respect of the physical or mental health of any person,

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Part 3 Health practitioners

- (f) a health practitioner who, while practising, is covered by an indemnity arrangement established or entered into by the State or the Commonwealth to cover civil liability,
- (g) a health practitioner who, while practising in accordance with a function conferred or imposed by or under any State or Commonwealth Act or regulation, does not, under that Act or regulation, incur any personal liability.
- (2) An exemption under subclause (1) (b)–(g) applies to a health practitioner only to the extent to which the health practitioner practises in the circumstances described in the exemption concerned.
- (3) Without limiting subclause (2), the exemption under subclause (1) (d) applies only in relation to a health practitioner:
 - (a) to the extent that the health practitioner is practising as an employee of, or under contract to, the other person, and
 - (b) to the extent that the health practitioner is indemnified, under an insurance policy issued to the other person, for civil liability arising out of the provision of, or failure to provide, health care by the health practitioner, and
 - (c) if the other person is not the health practitioner's practice company.

8 Exemption for limited period after cessation of insurer's business

- (1) If a health practitioner ceases to be covered by professional indemnity insurance as a consequence of the cessation of business of the insurer who provided the insurance, the health practitioner is, in accordance with section 25 (5) of the Act, exempt from the requirement for professional indemnity insurance but only for a period of no more than 3 months (or such longer period as the Minister may specify by order published in the Gazette) commencing on the date on which the health practitioner ceased to be so covered.
- (2) The reference in subclause (1) to the cessation of business of an insurer includes a reference to the appointment of a liquidator, administrator or controller (within the meaning of the *Corporations Act 2001* of the Commonwealth) in respect of the insurer's business.

9 Interim exemption for dental prosthetists without insurance

A dental prosthetist who was not covered by professional indemnity insurance of any kind immediately before 27 April 2007 is, in accordance with section 25 (5) of the Act, exempt from the requirement for professional indemnity insurance until 27 October 2007 (or until such later date as the Minister may specify by order published in the Gazette).

BY AUTHORITY