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A bill to be entitled

2005

2 An act relating to health care price disclosure; amending 3 s. 395.301, F.S.; requiring certain licensed facilities to 4 provide prospective patients certain information relating 5 to billing and collection policies; requiring notice of 6 certain interest charged and its rate and of the right to 7 appeal charges; requiring facilities to provide certain 8 information relating to alternative treatments; 9 prohibiting facilities from requiring a patient to sign a 10 form requiring certain payments or waiving right to appeal; providing circumstances in which additional 11 12 itemized charges may be imposed; requiring provision of certain records to a designee of the patient within a 13 specified period of time, under certain circumstances; 14 requiring facilities to establish an appeal methodology; 15 16 requiring facilities to provide public Internet access to 17 certain information; providing an effective date. 18 19 Be It Enacted by the Legislature of the State of Florida: 20 21 Section 1. Section 395.301, Florida Statutes, is amended to read: 22 23 395.301 Itemized patient bill; form and content prescribed 24 by the agency. --25 (1)A licensed facility not operated by the state shall 26 notify each patient prior to during admission and at discharge 27 of his or her right to receive an itemized bill and a copy of 28 the facility's billing and collection policies upon request.

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29 Within 7 days following the patient's discharge or release from 30 a licensed facility not operated by the state, the licensed 31 facility providing the service shall, upon request, submit to 32 the patient, or to the patient's survivor or legal guardian as 33 may be appropriate, an itemized statement detailing in language 34 comprehensible to an ordinary layperson the specific nature of 35 charges or expenses incurred by the patient, which in the 36 initial billing shall contain a statement of specific services 37 received and expenses incurred for such items of service, 38 enumerating in detail the constituent components of the services received within each department of the licensed facility and 39 including unit price data on rates charged by the licensed 40 41 facility, as prescribed by the agency. 42 (2)(a) Each such statement submitted pursuant to this

42 (2)(a) Each such statement submitted pursuant to this 43 section:

44 1. May not include charges of hospital-based physicians if45 billed separately.

46 2. May not include any generalized category of expenses
47 such as "other" or "miscellaneous" or similar categories.

3. Shall list drugs by brand or generic name and not referto drug code numbers when referring to drugs of any sort.

50 4. Shall specifically identify therapy treatment as to the 51 date, type, and length of treatment when therapy treatment is a 52 part of the statement.

53 <u>5. Shall conspicuously display a notice of the right of a</u> 54 <u>patient or designee to appeal any of the charges itemized in the</u> 55 <u>patient's bill, and whether interest will be charged on the</u>

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56 <u>amount not covered by a third-party payor, and the interest rate</u> 57 charged, if applicable.

(b) Any person receiving a statement pursuant to this
section shall be fully and accurately informed as to each charge
and service provided by the institution preparing the statement.

61 On each itemized statement submitted pursuant to (3) 62 subsection (1) there shall appear the words "A FOR-PROFIT (or 63 NOT-FOR-PROFIT or PUBLIC) HOSPITAL (or AMBULATORY SURGICAL 64 CENTER) LICENSED BY THE STATE OF FLORIDA" or substantially 65 similar words sufficient to identify clearly and plainly the ownership status of the licensed facility. Each itemized 66 statement must prominently display the phone number of the 67 medical facility's patient liaison who is responsible for 68 69 expediting the resolution of any billing dispute between the 70 patient, or his or her representative, and the billing 71 department.

(4) An itemized bill shall be provided once to thepatient's physician at the physician's request, at no charge.

(5) In any billing for services subsequent to the initial billing for such services, the patient, or the patient's survivor or legal guardian, may elect, at his or her option, to receive a copy of the detailed statement of specific services received and expenses incurred for each such item of service as provided in subsection (1).

80 (6) No physician, dentist, podiatric physician, or
81 licensed facility may add to the price charged by any third
82 party except for a service or handling charge representing a
83 cost actually incurred as an item of expense; however, the

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84 physician, dentist, podiatric physician, or licensed facility is 85 entitled to fair compensation for all professional services 86 rendered. The amount of the service or handling charge, if any, 87 shall be set forth clearly in the bill to the patient.

Each licensed facility not operated by the state shall 88 (7) provide, prior to provision of any nonemergency medical 89 90 services, a written good faith estimate of reasonably 91 anticipated charges for the facility to treat the patient's 92 condition upon written request of a prospective patient. A 93 licensed facility shall also provide information relating to alternative treatments for the medical condition, including, but 94 not limited to, outpatient services or drug therapies, that the 95 patient may want to discuss with his or her physician. The 96 97 estimate shall be provided to the prospective patient within 7 98 business days after the receipt of the request. The estimate may 99 be the average charges for that diagnosis related group or the 100 average charges for that procedure. Upon request, The facility shall notify the patient of any revision to the good faith 101 102 estimate. Such estimate shall not preclude the actual charges from exceeding the estimate. The facility shall place a notice 103 104 in the reception area that such information is available. Failure to provide the estimate within the provisions 105 106 established pursuant to this section shall result in a fine of 107 \$500 for each instance of the facility's failure to provide the 108 requested information.

109 <u>(8)(a) A licensed facility shall not, as a condition of</u> 110 <u>admission or the provision of service, require a patient to sign</u> 111 <u>any form that requires the patient to make an unspecified or</u>

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112 <u>unlimited financial payment to the facility or to waive the</u> 113 <u>patient's right to appeal charges billed.</u> 114 <u>(b) In the event of any unanticipated complications, a</u> 115 <u>licensed facility may charge the patient for additional</u>

116 <u>treatment</u>, services, or supplies rendered in connection with the 117 <u>complication and such charges must be itemized on the patient's</u> 118 <u>bill</u>.

(9)(8) A licensed facility shall make available to a 119 120 patient or designee all records necessary for verification of 121 the accuracy of the patient's bill within 30 business days after 122 the request for such records. The verification information must be made available in the facility's offices. Such records shall 123 be available to the patient or designee prior to and after 124 125 payment of the bill or claim. The facility may not charge the 126 patient or designee for making such verification records 127 available; however, the facility may charge its usual fee for providing copies of records as specified in s. 395.3025. 128

129 (10)(9) Each licensed facility shall establish a method 130 for the patient to appeal any charge on the patient's bill. Each 131 facility shall establish a method for reviewing and responding 132 to an appeal submitted by a patient questions from patients 133 concerning the patient's itemized bill that includes:-

134 (a) Review by an individual who was not involved in the 135 initial billing.

(b) A written decision with a clear explanation of the
grounds for the decision which shall be provided to the patient
who made the appeal Such response shall be provided within 30
days after the date an appeal a question is received. If the

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140 patient is not satisfied with the decision response, the 141 facility must provide the patient with the address of the agency 142 to which the issue may be sent for review.

143 (11) (10) Each licensed facility shall make available on 144 its Internet website a link to the performance outcome and 145 financial data that is published by the Agency for Health Care 146 Administration pursuant to s. 408.05(3)(1) and a copy of the 147 facility's billing and collection policies. The facility shall 148 place a notice in the reception area indicating that the information is available electronically and the facility's 149 Internet website address. 150

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Section 2. This act shall take effect July 1, 2005.

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