

	CHAMBER ACTION
	Senate . House
	Comm: RCS .
	3/26/2008
1	The Committee on Health Degulation (Escare) recommended the
	The Committee on Health Regulation (Fasano) recommended the
2 3	following <b>amendment:</b>
	Serate Amendment (with title emendment)
4	Senate Amendment (with title amendment)
5	Delete everything after the enacting clause
6	and insert:
7	Costion 1 This set may be sited as the "Wealth Care
8 9	Section 1. This act may be cited as the "Health Care
	Consumer's Right to Information Act."
10 11	Section 2. <u>The purpose of this act is to provide health</u> care consumers with reliable and understandable information about
12	facility charges to assist consumers in making informed decisions
13	about health care.
13 14	Section 3. Paragraph (c) of subsection (4) of section
14 15	381.026, Florida Statutes, is amended to read:
15 16	381.026 Florida Patient's Bill of Rights and
17	Responsibilities
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	3/26/2008 3:47:00 PM 11-05502A-08



18 (4) RIGHTS OF PATIENTS.--Each health care facility or19 provider shall observe the following standards:

20

(c) Financial information and disclosure.--

1. A patient has the right to be given, upon request, by the responsible provider, his or her designee, or a representative of the health care facility full information and necessary counseling on the availability of known financial resources for the patient's health care.

26 2. A health care provider or a health care facility shall  $\tau$ 27 upon request, disclose to each patient who is eligible for Medicare, in advance of treatment, whether the health care 28 29 provider or the health care facility in which the patient is 30 receiving medical services accepts assignment under Medicare reimbursement as payment in full for medical services and 31 32 treatment rendered in the health care provider's office or health care facility. 33

34 3. A health care provider or a health care facility shall, 35 upon request, furnish an insured a person, prior to provision of medical services, a reasonable, itemized estimate of charges for 36 such services, electronically or in writing, as preferred by the 37 patient, and in language that is comprehensible to an ordinary 38 39 layperson. Such estimate shall be based on the contractual price, 40 if one exists, between the health care provider or health care facility and the person's health insurance company. A patient who 41 42 is uninsured shall automatically receive an itemized estimate of 43 charges before the provision of any scheduled medical service. Such estimate shall reflect the price, undiscounted or otherwise, 44 45 which the health care provider or health care facility normally 46 charges uninsured patients for the services. Such reasonable, 47 itemized estimate does shall not preclude the health care

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48 provider or health care facility from exceeding the estimate or 49 making additional charges based on changes in the patient's 50 condition or treatment needs.

51 4. Each licensed facility not operated by the state shall 52 make available to the public on its Internet website or by other 53 electronic means a description of and a link to the performance 54 outcome and financial data that is published by the agency pursuant to s. 408.05(3)(k) and to the charity care discount 55 56 policy of the facility if the facility has such a policy. The 57 facility shall place a notice in the reception area that such information is available electronically and the website address. 58 59 The licensed facility may indicate that the pricing information 60 is based on a compilation of charges for the average patient and that each patient's bill may vary from the average depending upon 61 62 the severity of illness and individual resources consumed. The licensed facility may also indicate that the price of service is 63 64 negotiable for eligible patients based upon the patient's ability 65 to pay.

5. A patient <u>shall</u> has the right to receive a copy of an
itemized bill <u>electronically or in writing</u>, as preferred by the
<u>patient</u> upon request. A patient has a right to be given an
explanation of charges upon request.

Section 4. Subsections (1) and (7) of section 395.301,
Florida Statutes, are amended to read:

72 395.301 Itemized patient bill; form and content prescribed 73 by the agency.--

(1) A licensed facility not operated by the state shall notify each patient during admission and at discharge of his or her right to receive an itemized bill upon request. Within 7 days following the patient's discharge or release from a licensed

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78 facility not operated by the state, the licensed facility 79 providing the service shall, upon request, submit to the patient, 80 or to the patient's survivor or legal guardian as may be appropriate, an itemized statement detailing in language 81 82 comprehensible to an ordinary layperson the specific nature of 83 charges or expenses incurred by the patient, which in the initial 84 billing shall contain a statement of specific services received and expenses incurred for such items of service, enumerating in 85 86 detail the constituent components of the services received within 87 each department of the licensed facility and including unit price data on rates charged by the licensed facility, as prescribed by 88 89 the agency.

90 (7) Each licensed facility not operated by the state shall provide electronically or in writing, as preferred by the 91 92 patient, prior to provision of any nonemergency medical services, an itemized, a written good faith estimate of reasonably 93 anticipated charges for the facility to treat the patient's 94 95 condition upon written request of a prospective patient. The 96 estimate shall be provided to the prospective patient within 7 business days after the receipt of the request. The estimate may 97 be the average charges for that diagnosis related group or the 98 99 average charges for that procedure. Upon request, The facility shall notify the patient of any revision to the good faith 100 101 estimate. Such estimate does shall not preclude the licensed 102 facility actual charges from exceeding the estimate or making 103 additional charges based on changes in the patient's condition or treatment needs if the charges are itemized on the patient 104 105 billing statement. The facility shall place a notice in the 106 reception area that such information is available. Failure to 107 provide the estimate within the provisions established pursuant

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108 to this section shall result in a fine of \$500 for each instance 109 of the facility's failure to provide the requested information.

Section 5. Paragraph (k) of subsection (3) of section 408.05, Florida Statutes, is amended to read:

112 408.05 Florida Center for Health Information and Policy 113 Analysis.--

(3) COMPREHENSIVE HEALTH INFORMATION SYSTEM.--In order to produce comparable and uniform health information and statistics for the development of policy recommendations, the agency shall perform the following functions:

Develop, in conjunction with the State Consumer Health 118 (k) 119 Information and Policy Advisory Council, and implement a long-120 range plan for making available health care quality measures and 121 financial data that will allow consumers to compare health care 122 services. The health care quality measures and financial data the agency must make available shall include, but is not limited to, 123 pharmaceuticals, physicians, health care facilities, and health 124 125 plans and managed care entities. The agency shall submit the 126 initial plan to the Governor, the President of the Senate, and the Speaker of the House of Representatives by January 1, 2006, 127 and shall update the plan and report on the status of its 128 129 implementation annually thereafter. The agency shall also make 130 the plan and status report available to the public on its 131 Internet website. As part of the plan, the agency shall identify 132 the process and timeframes for implementation, any barriers to implementation, and recommendations of changes in the law that 133 134 may be enacted by the Legislature to eliminate the barriers. As 135 preliminary elements of the plan, the agency shall:

Make available patient-safety indicators, inpatient
 quality indicators, and performance outcome and patient charge

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138 data collected from health care facilities pursuant to s. 139 408.061(1)(a) and (2). The terms "patient-safety indicators" and 140 "inpatient quality indicators" shall be as defined by the Centers for Medicare and Medicaid Services, the National Quality Forum, 141 142 the Joint Commission on Accreditation of Healthcare 143 Organizations, the Agency for Healthcare Research and Quality, the Centers for Disease Control and Prevention, or a similar 144 145 national entity that establishes standards to measure the 146 performance of health care providers, or by other states. The 147 agency shall determine which conditions, procedures, health care quality measures, and patient charge data to disclose based upon 148 149 input from the council. When determining which conditions and 150 procedures are to be disclosed, the council and the agency shall 151 consider variation in costs, variation in outcomes, and magnitude 152 of variations and other relevant information. When determining which health care quality measures to disclose, the agency: 153

a. Shall consider such factors as volume of cases; average
patient charges; average length of stay; complication rates;
mortality rates; and infection rates, among others, which shall
be adjusted for case mix and severity, if applicable.

b. May consider such additional measures that are adopted by the Centers for Medicare and Medicaid Studies, National Quality Forum, the Joint Commission on Accreditation of Healthcare Organizations, the Agency for Healthcare Research and Quality, Centers for Disease Control and Prevention, or a similar national entity that establishes standards to measure the performance of health care providers, or by other states.

166 When determining which patient charge data to disclose, the 167 agency shall include <del>consider</del> such measures as the average of

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168 <u>undiscounted charges on frequently performed procedures and</u> 169 <u>preventive diagnostic procedures, the range of procedure charges</u> 170 <u>from highest to lowest</u> <del>average charge</del>, average net revenue per 171 adjusted patient day, average cost per adjusted patient day, and 172 average cost per admission, among others.

173 2. Make available performance measures, benefit design, and premium cost data from health plans licensed pursuant to chapter 174 175 627 or chapter 641. The agency shall determine which health care 176 quality measures and member and subscriber cost data to disclose, 177 based upon input from the council. When determining which data to 178 disclose, the agency shall consider information that may be 179 required by either individual or group purchasers to assess the 180 value of the product, which may include membership satisfaction, quality of care, current enrollment or membership, coverage 181 areas, accreditation status, premium costs, plan costs, premium 182 increases, range of benefits, copayments and deductibles, 183 184 accuracy and speed of claims payment, credentials of physicians, 185 number of providers, names of network providers, and hospitals in 186 the network. Health plans shall make available to the agency any 187 such data or information that is not currently reported to the agency or the office. 188

189 3. Determine the method and format for public disclosure of 190 data reported pursuant to this paragraph. The agency shall make 191 its determination based upon input from the State Consumer Health 192 Information and Policy Advisory Council. At a minimum, the data 193 shall be made available on the agency's Internet website in a manner that allows consumers to conduct an interactive search 194 195 that allows them to view and compare the information for specific providers. The website must include such additional information 196 as is determined necessary to ensure that the website enhances 197

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informed decisionmaking among consumers and health care 198 199 purchasers, which shall include, at a minimum, appropriate 200 guidance on how to use the data and an explanation of why the 201 data may vary from provider to provider. The data specified in 202 subparagraph 1. shall be released no later than January 1, 2006, 203 for the reporting of infection rates, and no later than October 204 1, 2005, for mortality rates and complication rates. The data specified in subparagraph 2. shall be released no later than 205 206 October 1, 2006.

207 Section 6. Paragraph (a) of subsection (1) of section 208 408.061, Florida Statutes, is amended to read:

209 408.061 Data collection; uniform systems of financial 210 reporting; information relating to physician charges; 211 confidential information; immunity.--

(1) The agency shall require the submission by health care facilities, health care providers, and health insurers of data necessary to carry out the agency's duties. Specifications for data to be collected under this section shall be developed by the agency with the assistance of technical advisory panels including representatives of affected entities, consumers, purchasers, and such other interested parties as may be determined by the agency.

219 (a) Data submitted by health care facilities, including the 220 facilities as defined in chapter 395, shall include, but are not limited to: case-mix data, patient admission and discharge data, 221 222 hospital emergency department data which shall include the number of patients treated in the emergency department of a licensed 223 224 hospital reported by patient acuity level, data on hospital-225 acquired infections as specified by rule, data on complications 226 as specified by rule, data on readmissions as specified by rule, 227 with patient and provider-specific identifiers included, actual

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228 charge data by diagnostic groups; undiscounted charges for no 229 fewer than 150 of the most commonly performed adult and pediatric 230 procedures, including outpatient, inpatient, diagnostic, or 231 preventive procedures;  $\tau$  financial data;  $\tau$  accounting data;  $\tau$ 232 operating expenses; - expenses incurred for rendering services to 233 patients who cannot or do not pay;  $\tau$  interest charges;  $\tau$ 234 depreciation expenses based on the expected useful life of the 235 property and equipment involved;  $\tau$  and demographic data. The 236 agency shall adopt nationally recognized risk adjustment 237 methodologies or software consistent with the standards of the 238 Agency for Healthcare Research and Quality and as selected by the 239 agency for all data submitted as required by this section. Data 240 may be obtained from documents such as, but not limited to: 241 leases, contracts, debt instruments, itemized patient bills, medical record abstracts, and related diagnostic information. 242 Reported data elements shall be reported electronically in 243 244 accordance with rule 59E-7.012, Florida Administrative Code. Data 245 submitted shall be certified by the chief executive officer or an 246 appropriate and duly authorized representative or employee of the 247 licensed facility that the information submitted is true and 248 accurate. 249 Section 7. This act shall take effect July 1, 2008. 250 251 252 And the title is amended as follows: 253 Delete everything before the enacting clause 254 and insert: 255 A bill to be entitled 256 An act relating to consumer information concerning health 257 care; providing a short title; providing a purpose; Page 9 of 10

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258 amending s. 381.026, F.S.; revising requirements for 259 health care providers and facilities in notifying insured 260 persons of charges for health care services; requiring an itemized, comprehensible estimate of charges; requiring 261 262 the estimate to be based on a certain price; requiring 263 uninsured patients to automatically receive an estimate of 264 charges; requiring a licensed facility not operated by the 265 state to make available to the public on its Internet 266 website a description of and a link to the performance 267 outcome and financial data that is published by the agency 268 pursuant to the charity care discount policy of the 269 facility; deleting the provision that authorizes a 270 licensed facility to indicate that pricing information is based on a compilation of charges for the average patient; 271 amending s. 395.301, F.S.; revising requirements for 272 billing and written estimates provided to patients by 273 274 health care facilities; providing that an estimate does 275 not preclude additional charges if the charges are 276 itemized; amending s. 408.05, F.S.; revising the list of 277 patient charge data that may be disclosed by the agency; amending s. 408.061, F.S.; requiring that the health care 278 279 data submitted by health care facilities to the agency 280 include information concerning prices for the most 281 commonly performed adult and pediatric procedures; 282 providing an effective date.

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