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By the Committees on Banking and Insurance; Health Regulation; and Senator Dean

597-06931-08 20081488c2

A bill to be entitled

An act relating to consumer information concerning health care; providing a short title; providing a purpose; amending s. 381.026, F.S.; requiring a health care provider or a health care facility to provide an uninsured person with a reasonable estimate of charges for planned nonemergency medical services before such services are provided; requiring that the provider or the facility provide the uninsured person with information regarding such provider's or facility's discount or charity policies; requiring that the estimate be in writing and in a language comprehensible to an ordinary layperson; amending s. 395.301, F.S.; requiring certain licensed facilities to provide a written estimate within a certain period of time to an uninsured person seeking planned nonemergency elective admission; requiring the facility to notify the person if the estimate is revised; requiring the facility to provide the person with a copy of any discount or charity care discount policies for which such person may be eligible; requiring the facility to place a notice in the reception area where such information is available; imposing a monetary penalty if the facility fails to provide the requested information; amending s. 408.05, F.S.; revising the list of patient charge data that may be disclosed by the Agency for Health Care Administration; requiring the agency to publish on its website information concerning prices for the most commonly performed adult and pediatric procedures; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

- Section 1. This act may be cited as the "Health Care Consumer's Right to Information Act."
- Section 2. The purpose of this act is to provide health care consumers with reliable and understandable information about facility charges to assist consumers in making informed decisions about health care.
- Section 3. Paragraph (c) of subsection (4) of section 381.026, Florida Statutes, is amended to read:
- 381.026 Florida Patient's Bill of Rights and Responsibilities.--
- (4) RIGHTS OF PATIENTS.--Each health care facility or provider shall observe the following standards:
  - (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.
- 2. A health care provider or a health care facility shall, upon request, disclose to each patient who is eligible for Medicare, in advance of treatment, whether the health care provider or the health care facility in which the patient is receiving medical services accepts assignment under Medicare reimbursement as payment in full for medical services and treatment rendered in the health care provider's office or health care facility.

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3. A health care provider or a health care facility shall, upon request, furnish a person, prior to provision of medical services, a reasonable estimate of charges for such services. The health care provider or the health care facility shall provide an uninsured person, prior to the provision of a planned nonemergency medical service, a reasonable estimate of charges for such service and information regarding the provider's or facility's discount or charity policies for which the uninsured person may be eligible. Estimates shall, to the extent possible, be written in a language comprehensible to an ordinary layperson. Such reasonable estimate shall not preclude the health care provider or health care facility from exceeding the estimate or making additional charges based on changes in the patient's condition or treatment needs.

- 4. Each licensed facility not operated by the state shall make available to the public on its Internet website or by other electronic means a description of and a link to the performance outcome and financial data that is published by the agency pursuant to s. 408.05(3)(k). The facility shall place a notice in the reception area that such information is available electronically and the website address. The licensed facility may indicate that the pricing information is based on a compilation of charges for the average patient and that each patient's bill may vary from the average depending upon the severity of illness and individual resources consumed. The licensed facility may also indicate that the price of service is negotiable for eligible patients based upon the patient's ability to pay.
- 5. A patient has the right to receive a copy of an itemized bill upon request. A patient has a right to be given an

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explanation of charges upon request.

Section 4. Present subsections (8), (9), and (10) of section 395.301, Florida Statutes, are redesignated as subsections (9), (10), and (11), respectively, and a new subsection (8) is added to that section, to read:

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

(8) Each licensed facility that is not operated by the state shall provide any uninsured person seeking planned nonemergency elective admission a written good faith estimate of reasonably anticipated charges for the facility to treat such person. The estimate must be provided to the uninsured person within 7 business days after the person notifies the facility and the facility confirms that the person is uninsured. The estimate may be the average charges for that diagnosis-related group or the average charges for that procedure. Upon request, the facility shall notify the person of any revision to the good faith estimate. Such estimate does not preclude the actual charges from exceeding the estimate. The facility shall also provide to the uninsured person a copy of any facility discount and charity care discount policies for which the uninsured person may be eligible. The facility shall place a notice in the reception area where such information is available. Failure to provide the estimate as required by this subsection shall result in a fine of \$500 for each instance 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:

408.05 Florida Center for Health Information and Policy

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(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 Information and Policy Advisory Council, and implement a longrange plan for making available health care quality measures and financial data that will allow consumers to compare health care services. The health care quality measures and financial data the agency must make available shall include, but is not limited to, pharmaceuticals, physicians, health care facilities, and health plans and managed care entities. The agency shall submit the initial plan to the Governor, the President of the Senate, and the Speaker of the House of Representatives by January 1, 2006, and shall update the plan and report on the status of its implementation annually thereafter. The agency shall also make the plan and status report available to the public on its Internet website. As part of the plan, the agency shall identify the process and timeframes for implementation, any barriers to implementation, and recommendations of changes in the law that may be enacted by the Legislature to eliminate the barriers. As preliminary elements of the plan, the agency shall:
- 1. Make available patient-safety indicators, inpatient quality indicators, and performance outcome and patient charge data collected from health care facilities pursuant to s. 408.061(1)(a) and (2). The terms "patient-safety indicators" and "inpatient quality indicators" shall be as defined by the Centers for Medicare and Medicaid Services, the National Quality Forum,

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the Joint Commission on Accreditation of Healthcare
Organizations, the Agency for Healthcare Research and Quality,
the 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. The
agency shall determine which conditions, procedures, health care
quality measures, and patient charge data to disclose based upon
input from the council. When determining which conditions and
procedures are to be disclosed, the council and the agency shall
consider variation in costs, variation in outcomes, and magnitude
of variations and other relevant information. When determining
which health care quality measures to disclose, the agency:

- 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.

When determining which patient charge data to disclose, the agency shall <u>include</u> consider such measures as <u>the average of undiscounted charges on frequently performed procedures and preventive diagnostic procedures, the range of procedure charges from highest to lowest average charge, average net revenue per</u>

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adjusted patient day, average cost per adjusted patient day, and average cost per admission, among others.

- Make available performance measures, benefit design, and premium cost data from health plans licensed pursuant to chapter 627 or chapter 641. The agency shall determine which health care quality measures and member and subscriber cost data to disclose, based upon input from the council. When determining which data to disclose, the agency shall consider information that may be required by either individual or group purchasers to assess the value of the product, which may include membership satisfaction, quality of care, current enrollment or membership, coverage areas, accreditation status, premium costs, plan costs, premium increases, range of benefits, copayments and deductibles, accuracy and speed of claims payment, credentials of physicians, number of providers, names of network providers, and hospitals in the network. Health plans shall make available to the agency any such data or information that is not currently reported to the agency or the office.
- 3. Determine the method and format for public disclosure of data reported pursuant to this paragraph. The agency shall make its determination based upon input from the State Consumer Health Information and Policy Advisory Council. At a minimum, the data shall be made available on the agency's Internet website in a manner that allows consumers to conduct an interactive search that allows them to view and compare the information for specific providers. The website must include such additional information as is determined necessary to ensure that the website enhances informed decisionmaking among consumers and health care purchasers, which shall include, at a minimum, appropriate

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guidance on how to use the data and an explanation of why the data may vary from provider to provider. The data specified in subparagraph 1. shall be released no later than January 1, 2006, for the reporting of infection rates, and no later than October 1, 2005, for mortality rates and complication rates. The data specified in subparagraph 2. shall be released no later than October 1, 2006.

- 4. Publish on its website undiscounted charges for no fewer than 150 of the most commonly performed adult and pediatric procedures, including outpatient, inpatient, diagnostic, and preventative procedures.
  - Section 6. This act shall take effect January 1, 2009.