By: Sheffield of Coryell H.B. No. 3020

A BILL TO BE ENTITLED

1	AN ACT
2	relating to disclosure of the price charged by a health care
3	provider for a health care service or supply; providing penalties.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. This Act may be cited as the Texas Health Care
6	Pricing Disclosure Act.
7	SECTION 2. The heading to Subchapter H, Chapter 101,
8	Occupations Code, is amended to read as follows:
9	SUBCHAPTER H. BILLING AND PRICING INFORMATION
10	SECTION 3. Subchapter H, Chapter 101, Occupations Code, is
11	amended by adding Section 101.3515 to read as follows:
12	Sec. 101.3515. PRICING INFORMATION. (a) In this section:
13	(1) "Bundled health care services and supplies" means
14	for pricing purposes the grouping of multiple health care services
15	and supplies provided by a health care provider to a patient during
16	one visit to or treatment by the provider.
17	(2) "Health care price" means the total amount of
18	compensation a health care provider accepts as payment in full for a
19	health care service or supply or bundled health care services and
20	supplies provided to a patient.
21	(3) "Health care provider" means:
22	(A) a health care professional who performs a
23	health care service or provides a health care supply in this state

24

under a license, certificate, registration, or other authority

- 1 issued by this state to diagnose, prevent, alleviate, or cure a
- 2 human illness or injury, including a physician and dentist;
- 3 (B) a health care facility that provides a health
- 4 care service or supply in this state under a license, certificate,
- 5 registration, or other authority issued by this state to diagnose,
- 6 prevent, alleviate, or cure a human illness or injury, including an
- 7 institutional health care provider; or
- 8 (C) a person that provides to patients in this
- 9 state ancillary health care-related services and supplies under a
- 10 license, certificate, or registration issued by this state, or that
- 11 is otherwise authorized to provide to patients in this state
- 12 ancillary health care-related services and supplies ordered or
- 13 authorized by a licensed health care professional, to diagnose,
- 14 prevent, alleviate, or cure a human illness or injury, including
- 15 <u>laboratory services</u>, radiological services, and durable medical
- 16 <u>equipment</u>.
- 17 (b) Each health care provider shall compile a pricing
- 18 information list that lists the prices of certain frequently
- 19 performed services. A health care facility that provides inpatient
- 20 care shall list the prices for the 25 most frequently performed
- 21 procedures of each department in the facility based on the 25 most
- 22 <u>frequently coded Diagnosis-Related Groups codes for that</u>
- 23 department. A health care facility that provides outpatient care
- 24 shall list the prices for the 25 most frequently performed
- 25 procedures of each department in the facility based on the 25 most
- 26 frequently coded Ambulatory Payment Classification codes for that
- 27 department. A physician or other practitioner shall list the

- 1 prices for the 10 most frequently performed procedures of the
- 2 physician or other practitioner based on the 10 most frequently
- 3 coded Current Procedural Terminology codes.
- 4 (c) The health care provider may choose to disclose its
- 5 prices under Subsection (b) in either of the following formats:
- 6 (1) the prices of each health care service and each
- 7 <u>health care supply; or</u>
- 8 (2) the prices of each set of bundled health care
- 9 services and supplies.
- 10 (d) For each service in the pricing information list under
- 11 Subsection (b), a health care provider shall disclose:
- 12 (1) the highest charge the patient can expect to pay;
- 13 and
- 14 (2) the lowest discounted charge accepted for that
- 15 service from a payor.
- (e) A health care provider shall make the provider's pricing
- 17 <u>information list under Subsection (b) available to the public in</u>
- 18 the form and manner determined by the provider.
- 19 (f) This section does not apply to a health care price of a
- 20 health care service or supply or bundled health care services and
- 21 supplies provided to:
- 22 (1) a patient for whom a health care provider has
- 23 accepted assignment for the health care service or supply from
- 24 Medicaid or Medicare or any other federal, state, or local
- 25 government-sponsored medical assistance program; or
- 26 (2) a financially or medically indigent person who
- 27 qualifies for indigent health care services based on:

1	(A) a sliding fee scale; or
2	(B) a health care provider's written charity care
3	policy.
4	(g) Each health care provider shall:
5	(1) compile a pricing information list under
6	Subsection (b);
7	(2) post on the provider's Internet website or
8	otherwise make public the pricing information list and the
9	effective date of the list before providing a health care service or
10	supply or bundled health care services and supplies to a patient;
11	<u>and</u>
12	(3) not less than 30 days before changing the health
13	care price of a health care service or supply or bundled health care
14	services and supplies provided by the provider to the patient,
15	provide notice of the price change by posting the notice on the
16	provider's Internet website or by another method of publication or
17	dissemination that the provider uses for the list.
18	(h) A health care provider may not:
19	(1) charge an amount that is different from the amount
20	listed as the health care price in the pricing information list
21	under Subsection (b) for a health care service or supply or bundled
22	health care services and supplies provided to a patient; or
23	(2) include a discount, bonus, fee, or other charge
24	that changes the health care price listed in the pricing
25	information list under Subsection (b).
26	(i) Notwithstanding Subsection (h), a health care provider
27	may accept or negotiate a payment that is less than the health care

- H.B. No. 3020
- 1 price listed in the pricing information list under Subsection (b)
- 2 from an individual patient. A health care provider may not accept
- 3 or negotiate a payment that is less than the health care price
- 4 listed in the pricing information list under Subsection (b) from a
- 5 third party payor.
- 6 (j) A health care provider that violates this section is
- 7 subject to an administrative penalty, a civil penalty, or other
- 8 disciplinary action, as applicable, in the same manner as if the
- 9 provider violated the law under which the provider is licensed,
- 10 certified, registered, or authorized.
- 11 SECTION 4. Notwithstanding Section 101.3515, Occupations
- 12 Code, as added by this Act, a health care provider is not required
- 13 to comply with the change in law made by that section until
- 14 September 1, 2014.
- 15 SECTION 5. This Act takes effect September 1, 2013.