1-1 By: S.B. No. 481 Hancock (In the Senate - Filed February 6, 2015; February 10, 2015, read first time and referred to Committee on Business and Commerce; 1-2 1-3 March 31, 2015, reported favorably by the following vote: Yeas 6, 1-4 1-5 Nays 1; March 31, 2015, sent to printer.)

1-6 COMMITTEE VOTE 1-7 Yea Nay Absent PNV 1-8 Eltife Х 1-9 Creighton Х 1-10 1-11 Ellis Х Huffines Х 1-12 Schwertner Х Seliger 1-13 Х Taylor of Galveston Χ 1-14 1**-**15 1**-**16 Watson Х Whitmire

1-17 1-18

A BILL TO BE ENTITLED AN ACT

1-19 relating to notice and availability of mediation for balance 1-20 billing by a facility-based physician. 1-21

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-22 1-23 SECTION 1. Section 324.001(8), Health and Safety Code, is amended to read as follows:

(8) "Facility-based physician" means a radiologist, 1-24 anesthesiologist, a pathologist, an emergency department 1-25 an physician, [or] a neonatologist, or an assistant surgeon. SECTION 2. Section 1456.001(3), Insurance Code, is amended 1-26

1-27 1-28 to read as follows:

1-29 "Facility-based physician" means a radiologist, (3) anesthesiologist, a pathologist, an emergency department 1-30 physician, [or] a neonatologist, or an assistant surgeon: (A) to whom the facility has granted clinical 1-31

1-32 1-33 privileges; and

1-34 (B) who provides services to patients of the 1-35 facility under those clinical privileges.

1-36 SECTION 3. Section 1456.004(c), Insurance Code, is amended 1-37 to read as follows:

1-38 (C) A facility-based physician who bills a patient covered 1-39 by a preferred provider benefit plan or a health benefit plan under 1-40 Chapter 1551 that does not have a contract with the facility-based physician shall send a billing statement to the patient that 1-41 contains a conspicuous, plain-language explanation [with information sufficient to notify the patient] of the mandatory 1-42 1-43 mediation process available under Chapter 1467 if [the amount for 1-44 after 1-45 which] the enrollee is responsible to the physician, 1-46 copayments, deductibles, and coinsurance, for an [including the] 1-47 amount unpaid by the administrator or insurer[is greater than \$1,000]. 1-48

1-49 SECTION 4. Section 1467.001(4), Insurance Code, is amended to read as follows: 1-50

(4) "Facility-based physician" means a radiologist, anesthesiologist, a pathologist, an emergency department 1-51 1-52 an 1-53 physician, [or] a neonatologist, or an assistant surgeon:

1-54 (A) to whom the facility has granted clinical 1-55 privileges; and

who provides services to patients of the 1-56 (B) 1-57 facility under those clinical privileges.

SECTION 5. Section 1467.051(a), Insurance Code, is amended 1-58 1-59 to read as follows:

1-60 An enrollee may request mediation of a settlement of an (a) 1-61 out-of-network health benefit claim if:

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[the amount for which] the enrollee is responsible 2-1 (1)2-2 to a facility-based physician, after copayments, deductibles, and coinsurance, for an [including the] amount unpaid by 2-3 the 2-4 administrator or insurer[, is greater than \$1,000]; and

(2) the health benefit claim is for a medical service or supply provided by a facility-based physician in a hospital that is a preferred provider or that has a contract with the 2**-**5 2**-**6 2-7 2-8 administrator.

SECTION 6. Sections 1456.004(c) and 1467.051(a), Insurance Code, as amended by this Act, apply only to charges for a medical 2-9 2**-**10 2**-**11 service or supply provided on or after the effective date of this Act. Charges for a medical service or supply provided before the effective date of this Act are governed by the law as it existed 2-12 2-13 immediately before the effective date of this Act, and that law is 2-14 2**-**15 2**-**16 continued in effect for that purpose.

SECTION 7. This Act takes effect September 1, 2015.

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