By: Phelan, et al. (Senate Sponsor - Watson) H.B. No. 1941 (In the Senate - Received from the House May 8, 2019; May 10, 2019, read first time and referred to Committee on Business 1-1 1-2 1-3 & Commerce; May 17, 2019, reported adversely, with favorable Committee Substitute by the following vote: Yeas 6, Nays 1; 1-4 1-5 1-6 May 17, 2019, sent to printer.) COMMITTEE VOTE 1-7 1-8 Absent PNV Yea Nay 1-9 Hancock Χ 1-10 1-11 Nichols X <u>Campbell</u> 1-12 Creighton 1-13 Χ Menéndez Paxton 1-14 1**-**15 1**-**16 Schwertner Whitmire 1-17 Zaffirini Χ 1-18 COMMITTEE SUBSTITUTE FOR H.B. No. 1941 By: Nichols 1-19 A BILL TO BE ENTITLED 1-20 AN ACT 1-21 relating to unconscionable prices charged by certain health care ī**-**22 facilities for medical care. 1-23 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 1-24 SECTION 1. Subchapter E, Chapter 17, Business & Commerce Code, is amended by adding Section 17.464 to read as follows: 1-25 Sec. 17.464. UNCONSCIONABLE
TY. (a) In this section:
(1) "Emergency care" 1-26 1-27 UNCONSCIONABLE PRICE FOR CARE AT EMERGENCY FACILITY. 1-28 means health care provided in an emergency facility to evaluate and stabilize medical conditions of a recent onset and severity, including severe pain, 1-29 1-30 that would lead a prudent layperson possessing an average knowledge of medicine and health to believe that the individual's condition, 1-31 1-32 sickness, or injury is of such a nature that failure to 1-33 1-34 immediate medical care could: 1-35 individual's health in serious (A) place the 1-36 jeopardy; 1-37 result in serious impairment to bodily (B) 1-38 functions; 1-39 (C) result in serious dysfunction of a bodily 1-40 organ or part; 1-41 (D) result in serious disfigurement; or(E) for a pregnant woman, result in serious 1-42 jeopardy to the health of the fetus. 1-43 1-44 "Emergency facility" means: (A) a freestanding emergency 1-45 care medical facility licensed under Chapter 254, Health and Safety Code; or
(B) a hospital that does not meet the conditions 1-46 1-47 1-48 of participation for certification under Title XVIII of the Social 1-49 Security Act (42 U.S.C. Section 1395 et seq.). (b) For purposes of Section 17.46(a), the term "false, misleading, or deceptive acts or practices" includes an emergency 1-50 1-51 1-52 facility that: 1-53 (1)provides emergency care at an unconscionable 1-54 price; or 1-55 demands or charges an unconscionable price for or (2) 1-56 in connection with emergency care or other care at the facility.

under Section 17.47 for an act or practice described by Subsection

(b) if the price alleged to be unconscionable is less than 200 percent of the average charge for the same or substantially similar

The consumer protection division may not bring an action

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C.S.H.B. No. 1941

care provided to other individuals by emergency rooms of hospitals located in the same county or nearest county in which the emergency facility is located, as applicable, according to data collected by the Department of State Health Services under Chapter 108, Health and Safety Code, and made available to the division, except as provided by Subsection (d). The consumer protection division may not use data that includes prices for care provided in an urgent care setting or physician practice to establish the division's authority to investigate and pursue an action under this subchapter.

(d) If the attorney general determines that the consumer protection division is unable to obtain the charge data described by Subsection (c), the attorney general may adopt rules designating another source of hospital charge data for use by the division in establishing the average charge for emergency care or other care provided by hospital emergency rooms for purposes of Subsection (c).

2-15 <u>esta</u> 2-16 <u>prov</u> 2-17 <u>(c).</u> 2-18

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2**-**27 2**-**28 (e) In an action brought under Section 17.47 to enforce this section, the consumer protection division may request, and the trier of fact may award the recovery of:

(1) reasonable attorney's fees and court costs; and

(2) the reasonable expenses incurred by the division in obtaining any remedy available under Section 17.47, including the cost of investigation, witness fees, and deposition expenses.

(f) This section does not create a private cause of action for a false, misleading, or deceptive act or practice described by Subsection (b).

SECTION 2. This Act takes effect September 1, 2019.

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