SENATE BILL REPORT ESSB 6189

As Passed Senate, February 13, 2006

Title: An act relating to requiring hospitals to provide information to help patients better understand their hospital bills.

Brief Description: Requiring hospitals to provide patients certain billing information.

Sponsors: Senate Committee on Health & Long-Term Care (originally sponsored by Senator Keiser).

Brief History:

Committee Activity: Health & Long-Term Care: 1/11/06, 1/26/06 [DPS].

Passed Senate: 2/13/06, 42-1.

SENATE COMMITTEE ON HEALTH & LONG-TERM CARE

Majority Report: That Substitute Senate Bill No. 6189 be substituted therefor, and the substitute bill do pass.

Signed by Senators Keiser, Chair; Thibaudeau, Vice Chair; Deccio, Ranking Minority Member; Benson, Brandland, Franklin, Johnson, Kastama, Parlette and Poulsen.

Staff: Jonathan Seib (786-7427)

Background: Hospitals in Washington are subject to regulation by the state Department of Health, although the regulations do not address pricing policies or procedures. There is concern that hospital billing procedures are not patient friendly and that receiving multiple bills for a single hospital stay, often filled with procedure codes and other specialized terminology, leaves many who receive treatment frustrated and confused about the services they received, and to whom any charges are to be paid.

Summary of Bill: Expresses the intent of the Legislature to encourage hospitals to design the implementation of health information technologies to provide patients with understandable billing information.

Requires a hospital to furnish patients with a list of those professionals that commonly provide care at the hospital and from whom the patient may get a bill, along with appropriate contact information. Hospitals owned or operated by a health maintenance organization are exempt.

Appropriation: None.

Fiscal Note: Available.

Committee/Commission/Task Force Created: No.

Effective Date: Ninety days after adjournment of session in which bill is passed.

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Testimony For: We hear a lot about consumer driven health care and transparency, but as consumers and patients, we have very little access to price information either before or after a hospital visit. After leaving the hospital, patients often get multiple statements from multiple providers, none of which make any overall sense. This bill tries to open up an industry that has been talking to itself instead of consumers. It is trying to get information to consumers so they understand what they, or their insurance, is paying for and how much it costs.

Testimony Against: The 14 day requirement for informing patients of their charges is unworkable. Getting cost information from all those who provided care to a patient at a hospital places a tremendous burden on the hospital, and may not even be available. The bill will not assist the consumer in making informed choices, and will create an administrative burden on providers. Because most patients have insurance coverage, they are rarely responsible for the amount the hospital charges.

Who Testified: PRO: Senator Keiser, prime sponsor.

CON: Lynne Oliver, Freestanding Ambulatory Surgery Center Association of Washington State; Tom Byron, Washington State Hospital Association; Ken Bertrand, Group Health Cooperative.

<u>Signed in, Unable to Testify & Submitted Written Testimony:</u> Dr. Jude Van Buren, Department of Health.

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