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## State of Minnesota

## HOUSE OF REPRESENTATIVES

A bill for an act

relating to health; requiring medical practices to make available to the public their

SEVENTH SPECIAL SESSION

H. F. No. 32

12/14/2020

1.1

1.2

Authored by Elkins

The bill was read for the first time and referred to the Committee on Commerce

| 1.3        | current standard charges; authorizing the commissioner of health to establish a   |
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| 1.4<br>1.5 | price comparison tool for items and services offered by medical practices; proposing coding for new law in Minnesota Statutes, chapter 62J. |
| 1.6        | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:   |
| 1.7        | Section 1. [62J.826] MEDICAL PRACTICES; CURRENT STANDARD CHARGES;   |
| 1.8        | COMPARISON TOOL.  |
| 1.9        | Subdivision 1. <b>Definitions.</b> (a) The definitions in this subdivision apply to this section.   |
| 1.10       | (b) "Chargemaster" means the list of all individual items and services maintained by a  |
| 1.11       | medical practice for which the medical practice has established a charge.   |
| 1.12       | (c) "Diagnostic laboratory testing" means a service charged using a CPT code within   |
| 1.13       | the CPT code range of 80047 to 89398.   |
| 1.14       | (d) "Diagnostic radiology service" means a service charged using a CPT code within  |
| 1.15       | the CPT code range of 70010 to 7999 and includes the provision of x-rays, computed  |
| 1.16       | tomography scans, positron emission tomography scans, magnetic resonance imaging scans,   |
| 1.17       | and mammographies.  |
| 1.18       | (e) "Hospital" means an acute care institution licensed under sections 144.50 to 144.58,  |
| 1.19       | but does not include a health care institution conducted for those who rely primarily upon  |
| 1.20       | treatment by prayer or spiritual means in accordance with the creed or tenets of any church   |
| 1.21       | or denomination.  |
| 1.22       | (f) "Medical practice" means a business that:   |

Section 1.

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| 2.1  | (1) earns revenue by providing medical care to the public;                                      |
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| 2.2  | (2) issues payment claims to health plan companies and other payers; and                        |
| 2.3  | (3) may be identified by its federal tax identification number.                                 |
| 2.4  | (g) "Outpatient surgical center" means a health care facility other than a hospital offering    |
| 2.5  | elective outpatient surgery under a license issued under sections 144.50 to 144.58.             |
| 2.6  | Subd. 2. Requirement; current standard charges. The following medical practices                 |
| 2.7  | must make available to the public a list of their current standard charges, as reflected in the |
| 2.8  | medical practice's chargemaster, for all items and services provided by the medical practice    |
| 2.9  | (1) hospitals;  |
| 2.10 | (2) outpatient surgical centers; and  |
| 2.11 | (3) any other medical practice that has revenue of greater than \$50,000,000 per year and       |
| 2.12 | that derives the majority of its revenue by providing one or more of the following services:    |
| 2.13 | (i) diagnostic radiology services;  |
| 2.14 | (ii) diagnostic laboratory testing;   |
| 2.15 | (iii) orthopedic surgical procedures, including joint arthroplasty procedures within the        |
| 2.16 | <u>CPT code range of 26990 to 27899;</u>  |
| 2.17 | (iv) opthalmologic surgical procedures, including cataract surgery coded using CPT              |
| 2.18 | code 66982 or 66984, or refractive correction surgery to improve visual acuity;                 |
| 2.19 | (v) anesthesia services commonly provided as an ancillary to services provided at a             |
| 2.20 | hospital, outpatient surgical center, or medical practice that provides orthopedic surgical     |
| 2.21 | procedures or opthalmologic surgical procedures; or   |
| 2.22 | (vi) oncology services, including radiation oncology treatments within the CPT code             |
| 2.23 | range of 77261 to 77799 and drug infusions.   |
| 2.24 | Subd. 3. Required file format and data attributes. (a) A medical practice required to           |
| 2.25 | post its current standard charges must post the following data attributes in the listed order   |
| 2.26 | (1) federal tax identification number for the medical practice;                                 |
| 2.27 | (2) name of the medical practice, defined as the provider name that the medical practice        |
| 2.28 | enters on the CMS claim form 1500 or a successor form when it submits health care claims        |
| 2.29 | to a payer organization;  |

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| 3.1  | (3) internal chargemaster record identification, defined as the internal record identifier      |
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| 3.2  | for this chargemaster line item in the medical practice's billing system;                       |
| 3.3  | (4) service billing code system, defined as a code signifying the HIPAA-compliant               |
| 3.4  | billing code system from which the service billing code was drawn;                              |
| 3.5  | (5) service billing code, defined as a specific billing code drawn from the service billing     |
| 3.6  | code system denoted by the value in the service billing code type field;                        |
| 3.7  | (6) service description, defined as the shortest, nonabbreviated official description           |
| 3.8  | associated with the service billing code in the applicable service billing code system;         |
| 3.9  | (7) revenue code, defined as the National Uniform Billing Committee revenue code                |
| 3.10 | denoting the patient's location within the medical practice where the patient will receive the  |
| 3.11 | item or service subject to this charge. This value is required only if the charge amount is     |
| 3.12 | dependent on the location within the medical practice where the item or service is provided;    |
| 3.13 | (8) revenue code description, defined as the description provided by the National Uniform       |
| 3.14 | Billing Committee for the revenue code. This value is required only if the charge amount        |
| 3.15 | is dependent on the location within the medical practice where the item or service is provided; |
| 3.16 | (9) national drug code, defined as the national drug code for a drug that is administered       |
| 3.17 | as part of the service subject to this charge. This field is required only when the charge      |
| 3.18 | amount is dependent on which, if any, drug is being administered as part of this service;       |
| 3.19 | (10) national drug code description, defined as the official description associated with        |
| 3.20 | the national drug code for a drug that is administered as part of the service subject to this   |
| 3.21 | charge. This field is required only when the charge amount is dependent on which, if any,       |
| 3.22 | drug is being administered as part of this service;   |
| 3.23 | (11) inpatient gross charge, defined as the charge for an individual item or service that       |
| 3.24 | is reflected on a hospital's chargemaster, absent any discounts as defined in Code of Federal   |
| 3.25 | Regulations, title 45, section 180.20, for an item or service provided on an inpatient basis;   |
| 3.26 | (12) outpatient gross charge, defined as the charge for an individual item or service that      |
| 3.27 | is reflected on a chargemaster, absent any discounts as defined in Code of Federal              |
| 3.28 | Regulations, title 45, section 180.20, for an item or service provided on an outpatient basis;  |
| 3.29 | (13) inpatient discounted cash price, defined as the charge that applies to an individual       |
| 3.30 | who pays cash or a cash equivalent for an item or service being reported under this section     |
| 3.31 | and provided on an inpatient basis;   |
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| 4.1  | (14) outpatient discounted cash price, defined as the charge that applies to an individual       |
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| 4.2  | who pays cash or a cash equivalent for an item or service being reported under this section      |
| 4.3  | and provided on an outpatient basis;   |
| 4.4  | (15) charge unit, defined as the unit cost basis for the charge; and                             |
| 4.5  | (16) effective date of the charge.   |
| 4.6  | (b) The data attributes specified in paragraph (a) must be posted in the form of a comma         |
| 4.7  | separated values file.   |
| 4.8  | (c) The data attributes specified in paragraph (a) must be reported to the commissioner          |
| 4.9  | of health in a form, manner, and frequency specified by the commissioner, and must be            |
| 4.10 | made available to the public in a form and manner specified by the commissioner.                 |
| 4.11 | Subd. 4. Price comparison tool. The commissioner may use the information reported                |
| 4.12 | to the commissioner under subdivision 3 to develop and make available to the public, a tool      |
| 4.13 | for the public to use to compare charges for a specific item or service across medical practices |
| 4.14 | that offer that item or service. The commissioner may contract with a third party for the        |
| 4.15 | development and operation of the tool for the public to use to compare charges for that item     |
| 4.16 | or service.  |
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**EFFECTIVE DATE.** This section is effective the day following final enactment.

Section 1. 4

4.17