## HOUSE . . . . . . . . No.

To the Honorable Senate

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NAME:	DISTRICT/ADDRESS:	DATE ADDED:
Tom Sannicandro	7th Middlesex	3/9/2016

PETITION OF:

FILED ON: 3/9/2016

## HOUSE . . . . . . . . . . . . . No.

By Mr. Sannicandro of Ashland, a petition (subject to Joint Rule 12) of Tom Sannicandro relative to price transparency for certain health procedures. Health Care Financing.

## The Commonwealth of Alassachusetts

In the One Hundred and Eighty-Ninth General Court (2015-2016)

An Act for health care price and quality transparency.

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Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- SECTION 1. Section 8 of Chapter 12C of the General Laws is hereby amended by inserting at the end thereof the following:
  (f) In order to create quality and price transparency for all residents so they can main section.
  - (f) In order to create quality and price transparency for all residents so they can make informed, values-based health care decisions and create incentives for providers to have high quality and low price, the center shall collect the following information from institutional providers and their parent organizations and any other affiliated entities, non-institutional providers and provider organizations:
- 8 (1) the location of each facility at which health care is performed for that entity;
- 9 (2) the names of every provider who practices at each location;
- 10 (3) the speciality or specialities of each provider at each location based on major service 11 category;

12	(4) test, procedures, and care bundles offered at each location;
13	(5) chargemaster cost of each billable item at that location;
14	(6) whether the provider is accessible for people with disabilities.
15	(g) Cost information under subsection (f) shall be provided according to individual
16	provider, not provider group or provider organization.
17	(h) The center shall create a comprehensive list of test, procedures, and care bundles for
18	the purposes of reporting paragraph (4) of subsection (f) of section 8 of this chapter, paragraph
19	(4) of subsection (e) of section 9 of this chapter, and paragraph (2) of subsection (f) of section 10
20	of this chapter, including but not limited to:
21	(1) Asthma
22	(2) Back Pain - Chiropractor Visit - Six Visits
23	(3) Back Pain - Epidural Steroid Injection
24	(4) Back Pain - Physical Therapy
25	(5) Carpal Tunnel Surgery
26	(6) Cataract Removal with Lens Implant
27	(7) Childbirth - Cesarean Delivery and Newborn Care
28	(8) Childbirth - Vaginal Delivery and Newborn Care
29	(9) Chiropractic Manipulation

30	(10) Cholesterol Test
31	(11) Colonoscopy - Preventive Screening
32	(12) Complete Blood Count - CBC Test
33	(13) CT Scan With Dye - Abdomen and Pelvis
34	(14) CT Scan Without Dye - Head or Brain
35	(15) CT Scan Without Dye - Maxillofacial - Face
36	(16) Electrocardiogram - EKG
37	(17) Gallbladder Removal - Laparoscopic
38	(18) Hemoglobin A1c Test
39	(19) Hernia Repair in Groin - Laparoscopic
40	(20) Knee Arthroscopy With ACL Surgery
41	(21) Knee Arthroscopy With Meniscus Surgery
42	(22) Knee Injection
43	(23) Knee Replacement
44	(24) Mammogram - Diagnostic - Digital
45	(25) Mammogram - Diagnostic - Film
46	(26) Mammogram - Preventive Screening - Digital

47 (27) Mammogram - Preventive Screening - Film 48 (28) MRI Scan With and Without Dye - Brain 49 (29) MRI Scan Without and With Dye - Lumbar Spine 50 (30) MRI Scan Without Dye - Brain 51 (31) MRI Scan Without Dye - Cervical Spine 52 (32) MRI Scan Without Dye - Knee 53 (33) MRI Scan Without Dye - Lumbar Spine 54 (34) MRI Scan Without Dye - Upper Extremity - Arm 55 (35) Office Visit - Primary Doctor - Established Patient - Moderate Complexity 56 (36) Office Visit - Primary Doctor - New Patient - Moderate Complexity (37) Physical Therapy - Exercises 57 58 (38) Physical Therapy - Massage and Traction 59 (39) Physical Therapy - Nerve and Muscle Retraining 60 (40) Shoulder Arthroscopy with Rotator Cuff Repair 61 (41) Strep Throat Test 62 (42) Ultrasound - Abdomen (43) Ultrasound - Pelvic - via Vagina 63

64 (44) Ultrasound - Pregnancy 65 (45) Upper Endoscopy 66 (46) Upper Endoscopy With Biopsy 67 (47) Urine Pregnancy Test 68 (48) Vaccine - Flu - Adult 69 (49) Vaccine - Shingles 70 (50) Vasectomy - Male Sterilization 71 (51) Weight Loss Surgery - Gastric Bypass 72 (52) Weight Loss Surgery - Laparoscopic Band 73 (53) Wellness Visit - Established Female Patient - Age 12-17 74 (54) Wellness Visit - Established Female Patient - Age 18-39 (55) Wellness Visit - Established Female Patient - Age 40-64 75 76 (56) Wellness Visit - Established Male Patient - Age 12-17 (57) Wellness Visit - Established Male Patient - Age 18-39 77 78 (58) Wellness Visit - Established Male Patient - Age 40-64 79 (59) Wellness Visit - Established Patient - Age 1-4 (60) Wellness Visit - Established Patient - Age 5-11 80

81 (61) Wellness Visit - Established Patient - Age Less Than 1 82 (62) Wellness Visit - Established Patient - Female Age 65 and Over 83 (63) Wellness Visit - Established Patient - Male Age 65 and Over 84 (64) Wellness Visit - New Female Patient - Age 12-17 (65) Wellness Visit - New Female Patient - Age 18-39 85 86 (66) Wellness Visit - New Female Patient - Age 40-64 87 (67) Wellness Visit - New Male Patient - Age 12-17 (68) Wellness Visit - New Male Patient - Age 18-39 88 89 (69) Wellness Visit - New Male Patient - Age 40-64 (70) Wellness Visit - New Patient - Age 1-4 90 91 (71) Wellness Visit - New Patient - Age 5-11 92 (72) Wellness Visit - New Patient - Age Less Than 1 93 (73) Wellness Visit - New Patient - Female Age 65 and Over 94 (74) Wellness Visit - New Patient - Male Age 65 and Over 95 (75) X-ray Chest - 2 Views 96 (76) X-ray Foot - 3 Views (77) X-ray Lumbar Spine 97

99 center within 30 days. 100 SECTION 2. Section 9 of said Chapter 12C is hereby amended by inserting at the end 101 thereof the following:-102 (e) In order to create quality and price transparency for all residents so they can make 103 informed, values-based health care decisions and create incentives for providers to have high 104 quality and low price, the center shall collect the following information from provider 105 organizations registered under section 11 of chapter 6D: 106 (1) the location of each facility at which health care is performed for that entity; (2) the names of every provider who practices at each location; 107 108 (3) the speciality or specialities of each provider at each location based on major service 109 category; 110 (4) test, procedures, and care bundles offered at each location; 111 (5) chargemaster cost of each billable item at that location; 112 (6) whether the provider is accessible for people with disabilities. 113 (f) Cost information under subsection (e) shall be provided according to individual 114 provider, not provider group or provider organization. 115 (g) If any information from subsection (f) changes, the change shall be reported to to the

(i) If any information from subsection (f) changes, the change shall be reported to to the

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center within 30 days.

117 SECTION 3. Section 10 of said Chapter 12C is hereby amended by inserting at the end 118 thereof the following:-119 (f) Health insurance carriers, health insurance companies, any public or private health 120 care payers, self-insured groups, and any other organized payer of health care services shall 121 provide the following information to the center: 122 (1) which providers it is contracted with under each plan it offers; 123 (2) any procedure that may be performed by each provider that would be covered by the insurance company's plan; 124 125 (3) the negotiated price of each procedure covered under the insurance company's plan 126 for each provider it is contracted with; 127 (4) assuming a single office visit: 128 (A) what a patient's co-pay is for each provider contracted under the plan, including 129 differences that may exist in co-pays for different test, procedures, and care bundles performed 130 by the provider, 131 (B) what a patient's co-insurance cost is for each procedure that could be performed by 132 each provider contracted with under the plan, including cost thresholds that may need to be met 133 to determine the patient's co-insurance, 134 (C) what portion of the patient's expense is applied to their deductible for each procedure 135 that could be performed by each provider contracted with under the plan, including cost

thresholds that may need to be met to determine the portion of a patient's expense that is applied

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to the deductible,

138 (D) all items, if medically necessary, the plan would cover from each provider, including 139 but not limited to test, procedures, and care bundles, general health supplies, care, rehabilitative 140 services or accommodations, or any other billable item. 141 (5) for drugs: 142 (A) what a patient's co-pay is for each pharmacy contracted under the plan, 143 (B) what a patient's co-insurance cost is for each pharmacy contracted with under the 144 plan, including cost thresholds that may need to be met to determine the patient's co-insurance, 145 (C) what portion of the patient's expense is applied to their deductible for each pharmacy 146 contracted with under the plan, including cost thresholds that may need to be met to determine 147 the portion of a patient's expense that is applied to the deductible, 148 (g) Cost information under subsection (f) shall be provided according to individual 149 provider, not provider group or provider organization. 150 (h) If any information from subsection (f) changes, the change shall be reported to to the 151 center within 30 days. 152 SECTION 4. Said Chapter 12C is hereby amended by striking out Section 20 in its 153 entirety and replacing it with the following:-154 Section 20. 155 (a) The center shall implement, operate, and maintain a health information website to 156 provide quality and price transparency information to all residents. The website shall be designed

to assist consumers in making informed health care decisions, including finding quality measures

of providers, identifying locations of providers, and seeing cost information for test, procedures, and care bundles with different providers, including co-pay, co-insurance, and amount applied to their deductible.

- (b) The website shall, on a single webpage, offer visitors the following search criteria:
- 162 (1) whether or not the patient has insurance;
  - (2) if the patient has insurance, the insurance company;
  - (3) if the patient has insurance with an insurance company offering multiple plans, the insurance plan;
    - (4) zip code or city in which the patient is seeking health care;
- 167 (5) provider name;

(6) provider type, including but not limited to addiction psychiatrist, adolescent medicine specialist, allergist, anesthesiologist, audiologist, board certified behavior analyst, cardiac electrophysiologist, cardiologist, cardiovascular surgeon, colon and rectal surgeon, critical care medicine specialist, dermatologist, developmental pediatrician, emergency medicine specialist, endocrinologist, family medicine physician, forensic pathologist, gastroenterologist, geriatric medicine specialist, gynecologist, gynecologic oncologist, hand surgeon, hematologist, hepatologist, hospitalist, hospice and palliative medicine specialist, hyperbaric physician, infectious disease specialist, internist, interventional cardiologist, medical examiner, medical geneticist, neonatologist, nephrologist, neurological surgeon, neurologist, nuclear medicine specialist, obstetrician, occupational medicine specialist, oncologist, ophthalmologist, orthopedic surgeon, otolaryngologist, pain management specialist, pathologist, pediatrician, perinatologist,

- physiatrist, plastic surgeon, primary care physician psychiatrist, pulmonologist, radiation oncologist, radiologist, reproductive endocrinologist, rheumatologist, sleep disorders specialist, spinal cord injury specialist, sports medicine specialist, thoracic surgeon, urologist, and vascular surgeon;
- (7) procedure type, a list to be determined by the center as provided in subsection (h) of section 8 of this chapter, including the option to search by more than one procedure at a time;
- (8) procedure billing code according to the most recent International Statistical
  Classification of Diseases and Related Health Problems, including the option to search by more
  than one billing code at a time;
  - (9) whether the provider is accessible for people with disabilities;
- (c) The inputs from subparagraph (b) shall yield a results page. The results page shall include the following information in separate columns in an easy-to-read format:
- (1) Name and address of provider;

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- (2) The quality measure set as outlined in section 14 of Chapter 12C of the General Laws;
- 193 (3) What insurance companies the provider is contracted with;
- 194 (4) What insurance plans the provider accepts;
  - (5) What test, procedures, and care bundles the provider performs, a list to be determined by the center as provided in subsection (h) of section 8 of this chapter;

- (6) the total cost the insurance company would charge the patient for having the
   procedure with that provider, including separate columns for co-pay, co-insurance, and amount
   applied to deductible;
  - (7) If the patient has a personal profile, the patient's total deductible on his plan and amount of the deductible that has been used;
    - (8) The chargemaster cost of the procedure;

- (9) Whether the provider is accessible for people with disabilities.
- (d) The website shall provide patients the option to create a secure, electronic personal profile where they can access their individual co-pay, co-insurance, and deductible information. The website shall meet all applicable federal and state privacy and security requirements, including requirements imposed by the Health Insurance Portability and Accountability Act of 1996, P.L.104-191, the American Recovery and Reinvestment Act of 2009, P.L. 111-5, 42 C.F.R. §§2.11 et seq. and 45 C.F.R. §§160, 162, 164 and 170.
- (e) Any changes reported to the center under subsection (i) of section 8, subsection (g) of section 9, or subsection (h) of section 10 shall be changed on the website within 10 days of receiving the reported change.
- (e) The website shall inform consumers that all information is only accurate within the past 40 days, and that they should check with their insurance company that the cost is correct, and with the provider to confirm the test, procedures, and care bundles are correct.
- (f) The website shall inform patients that they may need preauthorization for services from their health insurance company.

218 (g) All data shall be available with a public API to encourage private sector innovation 219 and development with the information on the website. 220 (h) The center shall conduct procurements and enter into contracts for the purchase and 221 development of all hardware and software in connection with the creation and implementation of 222 the website. The center may, in consultation with the council and the executive office, oversee 223 the technical aspects of the development, dissemination and implementation of the website, 224 including any modules, applications, interfaces or other technology infrastructure. 225 (i) The center may consult with all relevant parties, public or private, in exercising its 226 duties under this section, including persons with expertise and experience in the development 227 and dissemination of complex health care websites. 228 (i) The center shall develop and implement website infrastructure, including, without 229 limitation, certificate storage, transmission gateways, auditing systems and any components 230 necessary to connect the website to carriers' electronic health systems. 231 (k) The Health Policy Commission shall issue a report on the effectiveness of the website 232 in enabling values-based health care decisions by individual consumers and businesses two years 233 following the creation of the website. 234 SECTION 5. Section 4 shall take effect four years after passage of this act. 235 SECTION 6. Section 11 of Chapter 176G of the General Laws is hereby amended by

striking out, in line 12, the word "14" and replacing it with the following:-

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