### A BILL FOR AN ACT

RELATING TO THE HAWAII HEALTH SYSTEMS CORPORATION.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- SECTION 1. Chapter 323F, Hawaii Revised Statutes, is 1 2 amended by adding a new section to part III to be appropriately 3 designated and to read as follows: 4 "§323F- Consumer invoices; grievance procedure. (a)
- Every Hawaii health systems facility, or a third party provider 5
- acting on its behalf, shall record and describe in detail, on a 6
- 7 consumer's invoice, all medical or health care goods and
- services provided to a consumer at the Hawaii health systems 8
- facility. To ensure transparency, medical or health care goods 9
- 10 and services shall be listed separately on the invoice, which
- shall also state separately the subtotal prices for goods and 11
- 12 services and the tax amount, if any, applicable to the goods and
- 13 services. The Hawaii health systems facility, or a third party
- provider acting on its behalf, shall provide a copy of the 14
- 15 invoice to the consumer.
- 16 (b) A Hawaii health systems facility, or a third party
- 17 provider acting on its behalf, shall attach to the copy of each
- 18 invoice provided to a consumer:



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| 1  | (1)        | A description of the internal grievance procedures      |
|----|------------|---|
| 2  |            | followed by the Hawaii health systems facility for the  |
| 3  |            | investigation and resolution of consumer complaints     |
| 4  |            | and grievances related to the content of an invoice     |
| 5  |            | provided to a consumer by, or on behalf of, the Hawaii  |
| 6  |            | health systems facility; and                            |
| 7  | (2)        | A toll-free telephone number that the consumer may use  |
| 8  |            | to initiate the internal grievance procedures.          |
| 9  | <u>(c)</u> | No Hawaii health systems facility that attempts         |
| 10 | through a  | contract to delegate its invoice functions to a third   |
| 11 | party pro  | vider shall be relieved of the requirements established |
| 12 | under thi  | s section. No contract entered into between a Hawaii    |
| 13 | health sy  | stems facility and a third party provider shall be      |
| 14 | valid unl  | ess the contract:                                       |
| 15 | (1)        | Requires the third party provider to implement the      |
| 16 |            | internal grievance procedure described under            |
| 17 | ,          | subsection (d); and                                     |
| 18 | (2)        | Requires the Hawaii health system facility to           |
| 19 |            | implement the internal grievance procedure upon the     |
| 20 |            | failure of the third party provider to implement it     |
| 21 |            | under paragraph (1).                                    |

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| 1  | (d) Every Hawaii health systems facility, or a third party       |  |  |
|----|--|--|--|
| 2  | provider acting on its behalf, shall follow a uniform internal   |  |  |
| 3  | grievance procedure to be developed by the corporation for the   |  |  |
| 4  | investigation and resolution of consumer complaints and          |  |  |
| 5  | grievances related to the content of an invoice provided to a    |  |  |
| 6  | consumer by, or on behalf of, a Hawaii health systems facility.  |  |  |
| 7  | (e) For the purposes of this section:                            |  |  |
| 8  | "Grievance" means an oral or written complaint submitted in      |  |  |
| 9  | accordance with the corporation's uniform grievance procedure    |  |  |
| 10 | by, or on behalf of, the consumer regarding disputes over the    |  |  |
| 11 | contents of any invoice provided to a consumer by, or on behalf  |  |  |
| 12 | of, the Hawaii health systems facility.                          |  |  |
| 13 | "Services" include services of the type provided at a            |  |  |
| 14 | Hawaii health systems facility, including medical procedures,    |  |  |
| 15 | surgery, and other related services."                            |  |  |
| 16 | SECTION 2. This Act does not affect rights and duties that       |  |  |
| 17 | matured, penalties that were incurred, and proceedings that were |  |  |
| 18 | begun before its effective date.                                 |  |  |
| 19 | SECTION 3. New statutory material is underscored.                |  |  |
| 20 | SECTION 4. This Act shall take effect upon its approval.         |  |  |
| 21 |  |  |  |

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### Report Title:

HHSC; Trade Practices; Invoices; Grievance Procedures

#### Description:

Requires HHSC health care system facilities to itemize their invoices to patients and to follow a uniform grievance procedure to investigate and resolve issues relating to invoices.

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