## SENATE BILL No. 425

By Committee on Ways and Means

1-23

9 AN ACT concerning hospitals and ambulatory surgical centers; relating to disclosure of prices.

Be it enacted by the Legislature of the State of Kansas:

Section 1. (a) Within 60 days from the effective date of this act, and each twelve months thereafter, the Kansas health policy authority shall compile a list of 25 common nonemergent services performed during inpatient hospital stays and a list of 25 common nonemergent outpatient surgical and diagnostic procedures performed.

- (b) The executive director of the health policy authority shall provide the lists to the secretary of health and environment who shall obtain the current price for the items on the two lists from every hospital and ambulatory surgical center licensed under article 4 of chapter 65 of the Kansas Statutes Annotated. Upon receipt of the pricing lists from the hospitals and ambulatory surgical centers, the department of health and environment shall compile the lists into a brochure of comparative prices or regional brochures of comparative prices, to be made available to the public upon request, and shall post such information for public access on the department's website. Such data shall be set forth in a manner that promotes charge comparison among hospitals and ambulatory surgical centers.
- $\ ^{(c)}$   $\ ^{(c)}$  The department shall provide for the yearly updating of the price information in the brochure.
- Sec. 2. (a) Any hospital or ambulatory surgical center licensed under article 4 of chapter 65 of the Kansas Statutes Annotated shall keep a copy of the price lists requested by the secretary of health and environment and shall publish such pricing lists for access by any person who seeks such information. The price list may include a statement that actual charges may vary depending on individual need and other factors.
- (b) Each hospital and ambulatory surgical center licensed under article 4 of chapter 65 of the Kansas Statutes Annotated shall post in a clear and conspicuous manner in its admissions office, business office and emergency department a notice that the hospital or ambulatory surgical center's pricing list is available to the public in written form upon request and that such information may also be found on the department of health

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and environment's website.

- (c) Each hospital and ambulatory surgical center licensed under article 4 of chapter 65 of the Kansas Statutes Annotated shall post the per diem room price and any ancillary fees for the room in the admissions office, business office, emergency room and on the back of the entry door of each patient room.
- Sec. 3. (a) Any hospital or ambulatory surgical center licensed under article 4 of chapter 65 of the Kansas Statutes Annotated which fails to provide the requested information to the secretary of health and environment pursuant to section 1, and amendments thereto, or to a person upon request pursuant to section 2, and amendments thereto, or fails to post the required notices pursuant to section 2, and amendments thereto, shall be in violation of the provisions of this act. The secretary of health and environment may impose a civil penalty of \$1,000 per day for each violation of this act. In the case of a continuing violation, every day such violation continues shall for the purpose of this act be deemed a separate violation and such penalty shall accrue, not to exceed \$10,000 per violation.
- (b) Orders of the secretary under this section, and hearings thereon, shall be subject to the provisions of the Kansas administrative procedure act. Any action of the secretary pursuant to this section is subject to review in accordance with the act for judicial review and civil enforcement of agency actions.
- Sec. 4. The secretary of health and environment shall adopt rules and regulations to implement the provisions of this act.
  - Sec. 5. This act shall take effect and be in force from and after its publication in the statute book.