STATE OF NEW YORK

5400

2021-2022 Regular Sessions

IN SENATE

March 3, 2021

Introduced by Sen. HINCHEY -- read twice and ordered printed, and when printed to be committed to the Committee on Health

AN ACT to amend the public health law and the insurance law, in relation to providing information to patients and the public on policy-based exclusions

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Legislative findings. The legislature finds that since 2003 more than 40 community hospitals in New York state have closed.

3 The legislature additionally finds that as a result of hospital 4 consolidation, large health care systems now control more than 70 5 percent of acute hospital beds in the state and that these systems some-6 times remove categories of care from local hospitals, leaving patients 7 in regions of the state without access to particular types of care, 8 including some types of emergency care.

9 The legislature further finds that patients do not have the ability to 10 determine whether the hospital, or hospitals, in their area provides the 11 care they seek, because information about how hospitals' restrictions 12 impact options for care is too difficult to obtain.

13 The legislature also finds that denials of care can lead to serious 14 adverse health impacts that jeopardize individuals' lives and wellbeing 15 and that New York needs to understand health care gaps and their impact 16 statewide.

Finally, the legislature finds that some denials of care violate state and federal law.

19 § 2. Section 2803 of the public health law is amended by adding a new 20 subdivision 13 to read as follows:

21 <u>13. (a) The commissioner or his or her designee shall collect from</u> 22 <u>each general hospital a list of its policy-based exclusions on an annual</u>

23 basis.

EXPLANATION--Matter in <u>italics</u> (underscored) is new; matter in brackets [-] is old law to be omitted.

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1 (b) The commissioner or his or her designee shall publish on the department's website a current list of all of the general hospitals with 2 3 policy-based exclusions and the policy-based exclusions for each general hospital not later than six months after the effective date of this 4 5 subdivision. The commissioner or his or her designee shall update this б list on an annual basis. The commissioner, in consultation with experts 7 in health care access, patient advocacy, types of health care that are 8 frequently inaccessible, and hospital administration shall promulgate 9 rules and regulations creating standardized language for this list to ensure that it is readily understandable to patients, prospective 10 11 patients, and members of the public. (c) Within one year of the effective date of this subdivision and 12 13 every four years thereafter, the commissioner shall submit a report to 14 the temporary president of the senate and the speaker of the assembly regarding policy-based exclusions in the state and the impact of such 15 16 policy-based exclusions on patients' ability to access quality, comprehensive, affordable care near their residences and whether and how 17 access to care varies by community, as well as by race, ethnicity, and 18 19 socioeconomic status, across the state. The report shall be made public-20 ly available on the department's website. 21 (d) The commissioner or his or her designee shall evaluate and ensure community awareness of policy-based exclusions and the website required 22 pursuant to paragraph (b) of this subdivision. 23 (e) For the purposes of this subdivision, "policy-based exclusions" 24 25 shall mean non-clinical criteria, rules, or policies, whether written or 26 unwritten, that restrict medical personnel at that general hospital from 27 providing types of care that the medical personnel are licensed to provide and that the general hospital is licensed to provide or that 28 29 restrict the provision of care to categories of patients on the basis of 30 any characteristic protected under section two hundred ninety-six of the 31 executive law that the general hospital is licensed to provide. "Poli-32 cy-based exclusions" shall include, but not be limited to, objections 33 under section twenty-nine hundred ninety-four-n or twenty-nine hundred 34 eighty-four of this chapter and 10 NYCCRR § 405.9(b)(10). "Policy-based 35 exclusions shall not include restrictions based on lack of equipment, 36 available bed space in the facility, or insurance denial. 37 (f) The commissioner may promulgate additional rules and regulations 38 as may be necessary and proper to carry out effectively the provisions 39 of this subdivision. § 3. Subdivision 1 of section 2803 of the public health law is amended 40 41 by adding a new paragraph (m) to read as follows: 42 (m) The statement regarding patient rights and responsibilities, 43 required pursuant to paragraph (g) of this subdivision, shall include a 44 link to the section of the department's website required in paragraph 45 (b) of subdivision twelve of this section. Each general hospital's 46 website shall prominently link to the department's website required in paragraph (b) of subdivision twelve of this section. The commissioner 47 may promulgate rules and regulations as may be necessary and proper to 48 carry out effectively the provisions of this paragraph. 49 50 § 4. Subsection (a) of section 3217-a of the insurance law is amended 51 by adding a new paragraph 22 to read as follows: (22)(A) an explanation of policy-based exclusions and the fact that 52 53 some general hospitals may have policy-based exclusions, along with a 54 link to the website required pursuant to subdivision twelve of section 55 twenty-eight hundred three of the public health law.

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(B) for the purposes of this paragraph, "policy-based exclusions" 1 shall mean non-clinical criteria, rules, or policies, whether written or 2 unwritten, that restrict medical personnel at that general hospital from 3 4 providing types of care that the medical personnel are licensed to 5 provide and that the general hospital is licensed to provide or that б restrict the provision of care to categories of patients on the basis of 7 any characteristic protected under section two hundred ninety-six of the 8 executive law that the general hospital is licensed to provide. "Poli-9 cy-based exclusions" shall include, but not be limited to, objections 10 under section twenty-nine hundred ninety-four-n or twenty-nine hundred 11 eighty-four of the public health law and 10 NYCCRR § 405.9(b)(10). "Policy-based exclusions" shall not include restrictions based on lack 12 13 of equipment, available bed space in the facility, or insurance denial. 14 § 5. Subsection (a) of section 4324 of the insurance law is amended by 15 adding a new paragraph 23 to read as follows: 16 (23)(A) an explanation of policy-based exclusions and the fact that 17 some general hospitals may have policy-based exclusions, along with a link to the website required pursuant to subdivision twelve of section 18 19 twenty-eight hundred three of the public health law. (B) for the purposes of this paragraph, "policy-based exclusions" 20 21 shall mean non-clinical criteria, rules, or policies, whether written or unwritten, that restrict medical personnel at that general hospital from 22 providing types of care that the medical personnel are licensed to 23 provide and that the general hospital is licensed to provide or that 24 25 restrict the provision of care to categories of patients on the basis of 26 any characteristic protected under section two hundred ninety-six of the 27 executive law that the general hospital is licensed to provide. "Policy-based exclusions" shall include, but not be limited to, objections 28 29 under section twenty-nine hundred ninety-four-n or twenty-nine hundred 30 eighty-four of the public health law and 10 NYCCRR § 405.9(b)(10). "Policy-based exclusions" shall not include restrictions based on lack 31 32 of equipment, available bed space in the facility, or insurance denial. 33 § 6. Nothing in this act shall be construed to permit or authorize 34 denials of care or discrimination in the provision of health care or 35 health insurance. Compliance with this act does not reduce or limit any 36 liability for general hospitals in connection with policy-based exclu-37 sions, including violations of state or federal law. 38 § 7. Severability clause. If any clause, sentence, paragraph, subdivision, section or part of this act shall be adjudged by any court of 39 competent jurisdiction to be invalid, such judgment shall not affect, 40 41 impair, or invalidate the remainder thereof, but shall be confined in 42 its operation to the clause, sentence, paragraph, subdivision, section 43 or part thereof directly involved in the controversy in which such judgment shall have been rendered. It is hereby declared to be the intent of 44 45 the legislature that this act would have been enacted even if such 46 invalid provisions had not been included herein.

§ 8. This act shall take effect six months after it shall have become a law. Effective immediately, the addition, amendment and/or repeal of any rule or regulation necessary for the implementation of this act on its effective date are authorized to be made and completed on or before such effective date.

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