## CERTIFICATION OF ENROLLMENT

## HOUSE BILL 2306

Chapter 100, Laws of 2012

62nd Legislature 2012 Regular Session

PATHOLOGY SERVICES--CLAIMS FOR PAYMENT

EFFECTIVE DATE: 06/07/12

Passed by the House February 1, 2012 Yeas 96 Nays 0

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate February 27, 2012 Yeas 49 Nays 0

BRAD OWEN

President of the Senate

Approved March 29, 2012, 1:26 p.m.

CERTIFICATE

I, Barbara Baker, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 2306** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BARBARA BAKER

Chief Clerk

FILED

March 29, 2012

CHRISTINE GREGOIRE

Governor of the State of Washington

Secretary of State State of Washington

## HOUSE BILL 2306

Passed Legislature - 2012 Regular Session

State of Washington 62nd Legislature 2012 Regular Session

By Representatives Hinkle and Green

Read first time 01/11/12. Referred to Committee on Health Care & Wellness.

1 AN ACT Relating to authorizing the presentation of claims for 2 payment for pathology services to direct patient-provider primary care 3 practices; amending RCW 48.43.081; and creating a new section.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 Sec. 1. RCW 48.43.081 and 2011 c 128 s 1 are each amended to read 6 as follows:

7 (1) A clinical laboratory or physician, located in this state, or
8 in another state, providing anatomic pathology services for patients in
9 this state, shall present or cause to be presented a claim, bill, or
10 demand for payment for these services only to the following:

11 (a) The patient;

12 (b) The responsible insurer or other third-party payer;

13 (c) The hospital, public health clinic, or nonprofit health clinic 14 ordering such services;

15 (d) <u>A direct patient-provider primary care practice regulated by</u> 16 <u>chapter 48.150 RCW, provided the practice:</u>

17 (i) Is in compliance with all applicable provisions of law to 18 regulate that practice; 1 (ii) Has furnished a written confirmation to the physician or 2 laboratory providing the anatomic pathology service that the patient is 3 not covered for anatomic pathology services under any health insurance 4 plan or program;

5 (iii) Furnishes the patient with an itemized bill that does not,
6 directly or indirectly, mark up or increase the actual amount billed by
7 the physician or clinical laboratory that performed the service; and

8 (iv) Discloses to the patient, through printed material or through 9 a web site, that all anatomic pathology services are billed at exactly 10 the amount charged for the service by the physician or laboratory that 11 provided the service, and the identity of the provider;

12 <u>(e)</u> The referring laboratory, excluding a laboratory of a 13 physician's office or group practice that does not perform the 14 professional component of the anatomic pathology service for which such 15 claim, bill, or demand is presented; or

16 ((<del>(e)</del>)) <u>(f)</u> Governmental agencies or their specified public or 17 private agent, agency, or organization on behalf of the recipient of 18 the services.

(2) Except for a physician at a referring laboratory that has been 19 billed pursuant to subsection (1)(d) or (6) of this section, no 20 licensed practitioner in the state may, directly or indirectly, charge, 21 22 bill, or otherwise solicit payment for anatomic pathology services unless such services were rendered personally by the licensed 23 24 practitioner or under the licensed practitioner's direct supervision in 25 accordance with section 353 of the public health service act (42 U.S.C. Sec. 263a). 26

(3) No patient, insurer, third-party payer, hospital, public health clinic, or nonprofit health clinic may be required to reimburse any licensed practitioner for charges or claims submitted in violation of this section.

31 (4) Nothing in this section may be construed to mandate the 32 assignment of benefits for anatomic pathology services as defined in 33 this section.

34 (5) For purposes of this section, "anatomic pathology services" 35 means:

(a) Histopathology or surgical pathology, meaning the gross and
 microscopic examination performed by a physician or under the
 supervision of a physician, including histologic processing;

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(b) Cytopathology, meaning the microscopic examination of cells
 from the following: (i) Fluids, (ii) aspirates, (iii) washings, (iv)
 brushings, or (v) smears, including the pap test examination performed
 by a physician or under the supervision of a physician;

5 (c) Hematology, meaning the microscopic evaluation of bone marrow 6 aspirates and biopsies performed by a physician, or under the 7 supervision of a physician, and peripheral blood smears when the 8 attending or treating physician, or technologist requests that a blood 9 smear be reviewed by a pathologist;

10 (d) Subcellular pathology or molecular pathology, meaning the 11 assessment of a patient specimen for the detection, localization, 12 measurement, or analysis of one or more protein or nucleic acid 13 targets; and

14

(e) Blood-banking services performed by pathologists.

(6) The provisions of this section do not prohibit billing of a 15 referring laboratory for anatomic pathology services in instances where 16 17 a sample or samples must be sent to another physician or laboratory for consultation or histologic processing, except that for purposes of this 18 subsection the term "referring laboratory" does not include a 19 laboratory of a physician's office or group practice that does not 20 21 perform the professional component of the anatomic pathology service 22 involved.

(7) The uniform disciplinary act, chapter 18.130 RCW, governs the discipline of any practitioner who violates the provisions of this section.

26 <u>NEW SECTION.</u> Sec. 2. Section 1 of this act applies retroactively 27 to July 22, 2011, so that no entity is liable for having presented or 28 caused to be presented a claim, bill, or demand for payment to a direct 29 patient-provider primary care practice in accordance with section 30 1(1)(d) of this act.

> Passed by the House February 1, 2012. Passed by the Senate February 27, 2012. Approved by the Governor March 29, 2012. Filed in Office of Secretary of State March 29, 2012.