

1 SENATE BILL NO. 292

2 INTRODUCED BY T. FACEY, R. LYNCH, V. RICCI, G. VANCE

3

4 A BILL FOR AN ACT ENTITLED: "AN ACT REVISING DEBT REPORTING LAWS RELATED TO AMBULANCE
5 BILLS; PROHIBITING REPORTS TO CONSUMER REPORTING AGENCIES OF UNTIMELY PAYMENTS ON
6 BALANCE BILLS UNDER CERTAIN CIRCUMSTANCES; PROVIDING DEFINITIONS; PROVIDING A
7 NOTIFICATION REQUIREMENT; AMENDING SECTION 50-6-306, MCA; AND PROVIDING AN IMMEDIATE
8 EFFECTIVE DATE AND A RETROACTIVE APPLICABILITY DATE."

9

10 WHEREAS, individuals in a medical crisis that requires ambulance services may be faced with
11 unexpectedly high bills with the potential to propel them into bankruptcy even after their insurance, if they have
12 any, has paid on the ambulance bills; and

13 WHEREAS, individuals are responsible for paying ambulance bills with vendors they have selected
14 themselves but often individuals in highly critical medical emergencies are unable to make the decisions on who
15 is providing their ambulance service yet they still are expected to pay a bill over which they had no control.

16

17 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

18

19 **NEW SECTION. Section 1. Balance billing information -- notification to ambulance companies**

20 **-- definitions.** (1) (a) Subject to one of the conditions under subsection (1)(b), an ambulance service licensed
21 in this state may not submit to a consumer reporting agency information intended to affect a patient's credit report
22 because the patient has not made full payment of a bill for ambulance services.

23 (b) The prohibition under subsection (1)(a) is effective if:

24 (i) the patient's insurer OR HEALTH PLAN has paid for the ambulance services based on the in-network or
25 out-of-network charges outlined in the patient's insurance plan; or

26 (ii) an uninsured patient has paid toward the bill and filed with the attorney general's office a complaint
27 regarding the bill as being an unfair trade practice because the bill is not based on usual and customary charges
28 in the state.

29 (2) An ambulance service that transfers a bill to a collection agency shall state that the collection agency
30 may not report as delinquent to a consumer reporting agency a bill covered by subsection (1).

1 (3) For the purposes of this section, the following definitions apply:

2 (a) "Ambulance service" means a person licensed under 50-6-306 who provides ground or air ambulance
3 transport.

4 (b) "Consumer reporting agency" has the meaning provided in 30-14-1726.

5 (c) "Credit report" has the meaning provided in 30-14-1726.

6 (d) "HEALTH PLAN" MEANS THE GROUP INSURANCE PROGRAM AUTHORIZED BY TITLE 2, CHAPTER 18, PART 7,
7 STATE EMPLOYEE GROUP INSURANCE PROGRAM ESTABLISHED IN TITLE 2, CHAPTER 18, PART 8, OR THE MONTANA
8 UNIVERSITY SYSTEM GROUP BENEFITS PLANS ESTABLISHED IN TITLE 20, CHAPTER 25, PART 13.

9 ~~(d)~~(E) "Insurance plan" has the meaning of "health insurance coverage" under 33-22-140.

10 ~~(e)~~(F) "Insurer" has the meaning of a health insurance issuer as provided in 33-22-140 ~~and includes~~
11 ~~issuers of health insurance under Title 2 and Title 20.~~

12

13 **Section 2.** Section 50-6-306, MCA, is amended to read:

14 **"50-6-306. License required.** (1) A person may not conduct or operate an emergency medical service
15 without first obtaining a license from the department. A separate license is required for each type and level of
16 service.

17 (2) Applications for a license must be made in writing to the department on forms specified by the
18 department.

19 (3) Each license must be issued for a specific term not to exceed 2 years. Renewal may be obtained by
20 paying the required license fee and demonstrating compliance with department rules.

21 (4) The license is not transferable.

22 (5) The department shall notify an ambulance service at the time of licensing or licensing renewal of the
23 reporting limitation of [section 1]."

24

25 NEW SECTION. Section 3. Codification instruction. [Section 1] is intended to be codified as an
26 integral part of Title 30, chapter 14, part 1, and the provisions of Title 30, chapter 14, part 1, apply to [section 1].

27

28 NEW SECTION. Section 4. Effective date. [This act] is effective on passage and approval.

29

30 NEW SECTION. Section 5. Retroactive applicability. [This act] applies retroactively, within the

1 meaning of 1-2-109, to reports as of [the effective date of this act] of ambulance bills incurred for services
2 provided in the state prior to [the effective date of this act] and paid in part to the extent of an insurance policy
3 or for which a record exists of a complaint made to the insurance commissioner's office prior to [the effective date
4 of this act].

5 - END -