

For Immediate Release March 15, 2024 Contact: <u>Tara Bradshaw</u>

ICYMI: Biden Budget Sets Sights on Hospital "Junk" Fees

On Monday (March 11), the Biden Administration released the Department of Health and Human Services' "Fiscal Year 2025 Budget in Brief" which includes a proposal to help reduce health care costs by banning hospital facility fees for patients when their care isn't received in a hospital.

The proposal, which would save \$2.3 billion over 10 years, would **"ban facility fees for telehealth and certain outpatient services in commercial insurance**," explaining:

"As hospitals expand ownership of outpatient and physician office settings, consumers are seeing an uptick in fees for more than just the care provided to them. These "facility fees" are increasingly a driver of healthcare costs in America and are leading to consumers being charged as though they received treatment in a hospital even if they never entered one. This proposal would prohibit hospitals from billing unwarranted facility fees for telehealth services and for certain other outpatient services." (Page 115 of the <u>HHS Budget in Brief</u>)

Charging patients a hospital 'facility fee' for telehealth services that occur in the patient's home feels particularly egregious. Sadly, it is happening, which is why the Alliance to Fight for Health Care supports site-neutral payment reform and policies to tamp down or eliminate hospital facility fees for care received outside of the hospital setting.

Check out the December <u>letter</u> from the **Alliance to Fight for Health Care** to House Leadership in support of Sections 203 & 204 in H.R. 5378, the *Lower Costs, More Transparency Act (LCMT)*, which is currently awaiting Senate consideration and action.

<u>Click here</u> to learn why you should support site-neutral payment reform (Section 203) and honest billing (Section 204) in the LCMT.

The **Alliance to Fight for Health Care** is a broad-based coalition comprised of businesses, patient advocates, employer organizations, unions, health care companies, consumer groups and other stakeholders that support employer-provided health coverage. Together, we are working to ensure that employer-provided coverage remains an available and affordable option for working Americans and their families.



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