HB760E

2006 SESSION

ENGROSSED

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HOUSE BILL NO. 760

House Amendments in [] - February 13, 2006

A BILL to amend and reenact §§ 32.1-276.4 and 32.1-276.5 of the Code of Virginia, relating to health care provider data reporting.

Patron Prior to Engrossment-Delegate Hamilton

Referred to Committee on Health, Welfare and Institutions

Be it enacted by the General Assembly of Virginia:

That §§ 32.1-276.4 and 32.1-276.5 of the Code of Virginia are amended and reenacted as 11 1. 12 follows:

§ 32.1-276.4. (Effective until July 1, 2008) Agreements for certain data services.

14 A. The Commissioner shall negotiate and enter into contracts or agreements with a nonprofit 15 organization for the compilation, storage, analysis, and evaluation of data submitted by health care providers pursuant to this chapter and for the development and administration of a methodology for the 16 measurement and review of the efficiency and productivity of health care providers. Such nonprofit 17 organization shall be governed by a board of directors composed of representatives of state government, 18 including the Commissioner, and the consumer, health care provider, and business communities. Of the 19 20 health care provider representatives, there shall be an equal number of hospital, nursing home, physician 21 and health plan representatives. The articles of incorporation of such nonprofit organization shall require 22 the nomination of such board members by organizations and associations representing those categories 23 of persons specified for representation on the board of directors.

24 B. In addition to providing for the compilation, storage, analysis, and evaluation services described in subsection A, any contract or agreement with a nonprofit, tax-exempt health data organization made 25 pursuant to this section shall require the board of directors of such organization to: 26

27 1. Develop and disseminate other health care cost and quality information designed to assist 28 businesses and consumers in purchasing health care and long-term care services;

29 2. Prepare and make public summaries, compilations, or other supplementary reports based on the 30 data provided by health care providers pursuant to this chapter;

3. Collect, compile, and publish Health Employer Data and Information Set (HEDIS) information or 31 32 reports or other quality of care or performance information sets approved by the Board, pursuant to § 32.1-276.5, and submitted by health maintenance organizations or other health care plans; 33

34 4. Jointly determine with the Board of Medicine any data concerning safety services and quality 35 health care services rendered by physicians [to Medicaid recipients] that should be identified, collected, and disseminated. The board of directors shall further determine jointly with the Board of 36 37 Medicine the costs of requiring physicians to identify, submit, or collect such information and identify 38 sufficient funding sources to appropriate to physicians for the collection of the same. No physician shall be required to collect or submit safety and quality of health care services information that is already 39 40 identified, collected, or submitted under this chapter [; or for which funds for collection are not appropriated]; 41 42

4 5. Maintain the confidentiality of data as set forth in § 32.1-276.9;

5 6. Submit a report to the Board, the Governor, and the General Assembly no later than October 1 43 44 of each year for the preceding fiscal year. Such report shall include a certified audit and provide information on the accomplishments, priorities, and current and planned activities of the nonprofit 45 46 organization;

47 $\mathbf{6}$ 7. Submit, as appropriate, strategic plans to the Board, the Governor, and the General Assembly **48** recommending specific data projects to be undertaken and specifying data elements that will be required 49 from health care providers. In developing strategic plans, the nonprofit organization shall incorporate 50 similar activities of other public and private entities to maximize the quality of data projects and to 51 minimize the cost and duplication of data projects. In its strategic plans, the nonprofit organization shall also evaluate the continued need for and efficacy of current data initiatives, including the use of patient 52 level data for public health purposes. The nonprofit organization shall submit the first such strategic plan 53 54 to the Board, the Governor, and the General Assembly by October 1, 1996. Such initial plan shall include recommendations for measuring quality of care for all health care providers and for funding all 55 data projects undertaken pursuant to this chapter. The approval of the General Assembly shall be 56 required prior to the implementation of any recommendations set forth in a strategic plan submitted 57 pursuant to this section; 58

59 7.8. Competitively bid or competitively negotiate all aspects of all data projects, if feasible.

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C. Except as provided in subsection A.2. of § 2.2-4345, the provisions of the Virginia Public
Procurement Act (§ 2.2-4300 et seq.) shall not apply to the activities of the Commissioner authorized by
this section. Funding for services provided pursuant to any such contract or agreement shall come from
general appropriations and from fees determined pursuant to § 32.1-276.8.

64 § 32.1-276.5. (Effective until July 1, 2008) Providers to submit data.

A. Every health care provider shall submit data as required pursuant to regulations of the Board, consistent with the recommendations of the nonprofit organization in its strategic plans submitted and approved pursuant to § 32.1-276.4, and as required by this section. Notwithstanding the provisions of Chapter 38 (§ 2.2-3800 et seq.) of Title 2.2, it shall be lawful to provide information in compliance with the provisions of this chapter.

B. In addition, health maintenance organizations shall annually submit to the Commissioner, to make available to consumers who make health benefit enrollment decisions, audited data consistent with the latest version of the Health Employer Data and Information Set (HEDIS), as required by the National Committee for Quality Assurance, or any other quality of care or performance information set as approved by the Board. The Commissioner, at his discretion, may grant a waiver of the HEDIS or other approved quality of care or performance information set upon a determination by the Commissioner that the health maintenance organization has met Board-approved exemption criteria. The Board shall promulgate regulations to implement the provisions of this section.

78 [C. The Commissioner shall negotiate and contract with a nonprofit organization authorized under
 79 § 32.1-276.4 for compiling, storing, and making available to consumers the data collected on physicians
 80 pursuant to this section. The nonprofit organization shall assist the Board in developing a quality of
 81 care or performance information set for physicians and in determining the process for collecting,
 82 compiling, and sharing information.]

C. The Commissioner shall also negotiate and contract with a nonprofit organization authorized under
 § 32.1-276.4 for compiling, storing, and making available to consumers the data submitted by health
 maintenance organizations pursuant to this section. The nonprofit organization shall assist the Board in
 developing a quality of care or performance information set for such health maintenance organizations
 and shall, at the Commissioner's discretion, periodically review this information set for its effectiveness.

88 D. The Board shall evaluate biennially the impact and effectiveness of such data collection.