

Department of Planning and Budget 2012 Fiscal Impact Statement

1. Bill Number: SB135-S1

House of Origin ☐ Introduced ☐ Substitute ☐ Engrossed
 Second House ☒ In Committee ☐ Substitute ☐ Enrolled

2. Patron: Puller

3. Committee: Health, Welfare, and Institutions

4. Title: Virginia All-Payer Claims Database; creation

5. Summary: Establishes the Virginia All-Payer Claims Database system, in order to facilitate data-driven, evidence-based improvements in access, quality, and cost of health care and to improve the public health through understanding of health care expenditure patterns and operation and performance of the health care system. Entities that choose to submit claims data to the database shall do so pursuant to data use and submission agreements executed with the nonprofit organization that contract with the Commissioner of Health for public health data needs. The bill also directs the Commissioner to develop a work group to study continuing health information needs in the Commonwealth.

6. Budget Amendment Necessary: Yes, Item 292 - Information Technology Services (49902).

7. Fiscal Impact Estimates: Preliminary. See item #8.

Expenditure Impact:

Fiscal Year	Dollars	Positions	Fund
2012	\$0	0.00	
2013	\$152,200	1.00	GF
2014	\$152,200	1.00	GF
2015	\$152,200	1.00	GF
2016	\$152,200	1.00	GF
2017	\$152,200	1.00	GF
2018	\$152,200	1.00	GF

8. Fiscal Implications: The Virginia Department of Health (VDH) will need one new full-time employee to support a professional level position in the Office of Information Management and Health IT to provide expertise in public health and in health care performance measurement and reporting. This professional would provide project management expertise to the Commissioner's appointed advisory committee that will assist in the formation and operation of the All-Payer Claims Database. In addition, this professional would represent VDH on the workgroup of the nonprofit corporation to study continuing health information needs and to develop recommendations for design, development, and operation of systems and strategies to meet those needs. These services would include producing Virginia Department of Health systems inventories and conducting system capability research. This professional will serve as the primary liaison with the nonprofit organization and report on

the activities, finding and recommendations of the work group annually to the Commissioner. It is anticipated that a person with the necessary experience and skills will cost VDH approximately \$150,000 annually in salary and benefits. Operational expenses such as Virginia Information Technologies Agency (VITA) charges in the amount of \$2,200 annually are expected.

9. Specific Agency or Political Subdivisions Affected: Virginia Department of Health, Virginia Department of Medical Assistance Services, and State Corporation Commission's Bureau of Insurance

10. Technical Amendment Necessary: No.

11. Other Comments: No.

Date: 2/17/2012

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c: Secretary of Health and Human Resources