

Department of Planning and Budget 2012 Fiscal Impact Statement

1. Bill Number: HB343-H2

House of Origin	<input type="checkbox"/>	Introduced	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Engrossed
Second House	<input checked="" type="checkbox"/>	In Committee	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Enrolled

2. Patron: O'Bannon

3. Committee: Education and Health

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

5. Summary: Establishes the Virginia All-Payer Claims Database system, to facilitate data-driven, evidence-based improvements in access, quality, and cost of health care through understanding of health care expenditure patterns and operation and performance of the health care system. The bill requires health insurers, health care subscription plans, health maintenance organizations third-party administrators, pharmacy benefits administrators or managers, the Department of Medical Assistance Services, and federal health insurance plans to submit claims data to the All-Payer Claims Database, and requires the Board of Health to promulgate regulations for the operation of the All-Payer Claims Database which will protect patient privacy and data security, identify specific data elements to be submitted and collected, foster geographic and other comparisons of data, allow the public to collect information about and compare services offered by health plans, insurers, and providers; and facilitate value-based, cost-effective purchasing of health care services by public and private purchasers and consumers. The bill also creates the Advisory Board on Health Care Data Reporting to assist the Board of Health in developing regulations implementing the All-Payer Claims Database, and establishes a multi-phase implementation process and reporting schedule for establishing the All Payer Claims Database. Upon promulgation of final regulations implementing the Database, the existing statute dealing with the current survey of health carriers subject to HEDIS reporting is repealed.

6. Budget Amendment Necessary: No.

7. No Fiscal Impact

8. Fiscal Implications: The substitute of this legislation requires the board of directors of the nonprofit organization, Virginia Health Information, to develop short-term and long-term funding strategies for the creation and operation of the All-Payer Claims Database that may include public and private grant funding, subscriptions for access to data reports, and revenue for specific data projects. This provision eliminates the fiscal impact for the Virginia Department of Health.

9. Specific Agency or Political Subdivisions Affected: Virginia Department of Health,
Department of Medical Assistance Services, and Virginia Health Information

10. Technical Amendment Necessary: No.

11. Other Comments: No.

Date: 2/22/2012

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c: Secretary of Health and Human Resources