## **HOUSE BILL No. 4363**

March 3, 1999, Introduced by Reps. Stallworth, Thomas, Schauer, Daniels, Vaughn, Garza and Scott and referred to the Committee on Health Policy.

A bill to amend 1978 PA 368, entitled "Public health code,"

(MCL 333.1101 to 333.25211) by adding sections 2907, 2909, and 2911.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 2907. (1) THE MICHIGAN HEALTH DATA INSTITUTE FUND IS
- 2 ESTABLISHED IN THE STATE TREASURY. THE MICHIGAN HEALTH DATA
- 3 INSTITUTE FUND MAY RECEIVE GIFTS AND DEVISES AND OTHER MONEY AS
- 4 PROVIDED BY LAW. THE MONEY IN THE MICHIGAN HEALTH DATA INSTITUTE
- 5 FUND SHALL BE EXPENDED ONLY FOR THE OPERATION OF THE INSTITUTE
- 6 INCLUDING, BUT NOT LIMITED TO, THE PAYMENT OF A CONTRACT WITH THE
- 7 DATA CORPORATION.
- 8 (2) THE STATE TREASURER SHALL DIRECT THE INVESTMENT OF THE
- 9 MICHIGAN HEALTH DATA INSTITUTE FUND. INTEREST AND EARNINGS FROM

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- 1 THE MICHIGAN HEALTH DATA INSTITUTE FUND SHALL BE CREDITED TO THE
- 2 MICHIGAN HEALTH DATA INSTITUTE FUND.
- 3 (3) THE UNENCUMBERED BALANCE IN THE MICHIGAN HEALTH DATA
- 4 INSTITUTE FUND AT THE CLOSE OF THE FISCAL YEAR SHALL REMAIN IN
- 5 THE MICHIGAN HEALTH DATA INSTITUTE FUND AND SHALL NOT REVERT TO
- 6 THE GENERAL FUND.
- 7 (4) THE INSTITUTE MAY ACCEPT GIFTS AND DEVISES IN KIND.
- **8** (5) FUNDING FOR THE ONGOING OPERATIONS OF THE DATABASE SHALL
- 9 BE BROADLY DERIVED FROM PROVIDERS AND GROUP PURCHASERS. PURSUANT
- 10 TO SECTION 2919, FEES FOR ACCESS TO THE DATABASE SHALL BE SET BY
- 11 THE BOARD BASED ON EXTENT OF USE. HOWEVER, A CONSUMER IS ENTI-
- 12 TLED TO RECEIVE FREE OF CHARGE A SINGLE COPY OF A DESIGNATED
- 13 PUBLIC REPORT DEVELOPED AND DISTRIBUTED UNDER SECTION 2911. THIS
- 14 SUBSECTION DOES NOT PRECLUDE APPROPRIATIONS TO THE MICHIGAN
- 15 HEALTH DATA INSTITUTE FUND FOR THE COSTS OF DEVELOPING A DATA
- **16** PLAN.
- 17 SEC. 2909. (1) THE BOARD SHALL APPROVE A DRAFT OF THE FIRST
- 18 DATA PLAN FOR THE DATABASE. THE DRAFT SHALL INCORPORATE THE
- 19 SCOPE, CONTENT, FORMAT, USE, TIMETABLE, AND FINANCING OF THE
- 20 DATABASE, PURSUANT TO THE ELEMENTS PRESCRIBED BY SECTION 2915.
- 21 (2) EACH DATA PLAN APPROVED BY THE BOARD SHALL DESIGNATE
- 22 SPECIFICALLY THE DATA AND THE SOURCE OF THE DATA TO BE
- 23 SUBMITTED.
- 24 (3) AFTER THE FIRST DRAFT DATA PLAN IS APPROVED UNDER SUB-
- 25 SECTION (1), THE BOARD SHALL CONDUCT APPROPRIATE PUBLIC HEARINGS
- 26 ON THE DRAFT. AFTER CONSIDERING THE INFORMATION OBTAINED IN THE

- 1 PUBLIC HEARINGS, THE BOARD SHALL APPROVE A PROPOSED FIRST DATA
- 2 PLAN.
- 3 (4) THE BOARD SHALL SUBMIT THE PROPOSED FIRST DATA PLAN TO
- 4 THE GOVERNOR AND TO THE STANDING COMMITTEE OF EACH HOUSE OF THE
- 5 LEGISLATURE WITH JURISDICTION OVER PUBLIC HEALTH MATTERS WITHIN 9
- 6 MONTHS AFTER THE APPOINTMENT AND CONFIRMATION OF ALL INITIAL
- 7 BOARD MEMBERS. THE GOVERNOR OR THE LEGISLATURE MAY DISAPPROVE
- 8 THE PROPOSED FIRST DATA PLAN WITHIN 90 DAYS AFTER THE DATE OF
- 9 SUBMISSION. IF THE PROPOSED FIRST DATA PLAN IS NOT SUBMITTED ON
- 10 A LEGISLATIVE SESSION DAY, THE 90 DAYS COMMENCE ON THE FIRST LEG-
- 11 ISLATIVE SESSION DAY AFTER THE PROPOSED FIRST DATA PLAN IS
- 12 SUBMITTED. THE 90 DAYS SHALL INCLUDE NOT LESS THAN 9 LEGISLATIVE
- 13 SESSION DAYS. LEGISLATIVE DISAPPROVAL SHALL BE EXPRESSED BY CON-
- 14 CURRENT RESOLUTION WHICH SHALL BE ADOPTED BY EACH HOUSE OF THE
- 15 LEGISLATURE. IF THE PROPOSED FIRST DATA PLAN IS NOT DISAPPROVED
- 16 UNDER THIS SUBSECTION, IT IS EFFECTIVE UPON THE EXPIRATION OF THE
- 17 90-DAY PERIOD. AS USED IN THIS SUBSECTION, "LEGISLATIVE SESSION
- 18 DAY" MEANS EACH DAY IN WHICH A QUORUM OF EITHER THE HOUSE OF REP-
- 19 RESENTATIVES OR THE SENATE, FOLLOWING A CALL TO ORDER, OFFICIALLY
- 20 CONVENES IN LANSING TO CONDUCT LEGISLATIVE BUSINESS.
- 21 (5) IF THE PROPOSED FIRST DATA PLAN IS DISAPPROVED UNDER
- 22 SUBSECTION (4), THE BOARD SHALL MODIFY THE PLAN. THE BOARD SHALL
- 23 SUBMIT A MODIFIED FIRST DATA PLAN TO THE GOVERNOR AND THE LEGIS-
- 24 LATURE WITHIN 6 MONTHS AFTER THE DATE OF DISAPPROVAL.
- 25 (6) AFTER THE FIRST DATA PLAN IS APPROVED AND MADE EFFECTIVE
- 26 UNDER SUBSECTIONS (1) TO (5), THE BOARD SHALL PERIODICALLY
- 27 PROPOSE REVISED DATA PLANS. THE BOARD SHALL SUBMIT A PROPOSED

- 1 REVISED DATA PLAN TO THE GOVERNOR AND TO THE STANDING COMMITTEE
- 2 OF EACH HOUSE OF THE LEGISLATURE WITH JURISDICTION OVER PUBLIC
- 3 HEALTH MATTERS NOT LATER THAN 3 YEARS AFTER THE FIRST AND EACH
- 4 SUBSEQUENT DATA PLAN IS APPROVED AND MADE EFFECTIVE UNDER SUBSEC-
- 5 TIONS (1) TO (5). WHEN THE BOARD REVISES THE DATA PLAN, THE
- 6 BOARD SHALL PROCEED IN THE SAME MANNER AS REQUIRED FOR THE FIRST
- 7 DATA PLAN UNDER SUBSECTIONS (1) TO (5), EXCEPT THAT THE TIME FOR
- 8 GUBERNATORIAL AND LEGISLATIVE REVIEW AND DISAPPROVAL IS REDUCED
- 9 FROM 90 DAYS TO 60 DAYS.
- 10 SEC. 2911. (1) THE BOARD SHALL ESTABLISH A NONPROFIT CORPO-
- 11 RATION PURSUANT TO THE NONPROFIT CORPORATION ACT, 1982 PA 162,
- 12 MCL 450.2101 TO 450.3192. THE NAME OF THE NONPROFIT CORPORATION
- 13 SHALL BE THE MICHIGAN HEALTH DATABASE CORPORATION. THE PURPOSE
- 14 OF THE DATA CORPORATION SHALL BE TO ASSIST THE INSTITUTE IN THE
- 15 DEVELOPMENT AND IMPLEMENTATION OF THE MICHIGAN COMPARATIVE HEALTH
- 16 DATABASE. THE MEMBERS OF THE BOARD SHALL BE THE BOARD OF DIREC-
- 17 TORS OF THE NONPROFIT CORPORATION. EXCEPT AS OTHERWISE PROVIDED
- 18 BY LAW, THE BOARD SHALL CONTRACT WITH THE DATA CORPORATION AND
- 19 WITH OTHER PARTIES IN ORDER TO CARRY OUT ITS DUTIES UNDER THIS
- **20** PART.
- 21 (2) THE CONTRACT BETWEEN THE BOARD AND THE DATA CORPORATION
- 22 ENTERED INTO UNDER SUBSECTION (1) SHALL, AT A MINIMUM, PROVIDE
- 23 FOR ALL OF THE FOLLOWING:
- 24 (A) THE DATA CORPORATION SHALL PREPARE FOR SUBMISSION TO THE
- 25 BOARD A DRAFT OF EACH DATA PLAN.
- 26 (B) THE DATA CORPORATION SHALL, AS APPROPRIATE AND SUBJECT
- 27 TO THE CONFIDENTIALITY REQUIREMENTS OF SECTIONS 2919 AND 2921,

- 1 ARRANGE FOR THE DEVELOPMENT AND DISTRIBUTION OF PUBLICLY
- 2 AVAILABLE, CONSISTENT, AND STANDARDIZED ANALYSES OF THE DATA IN
- 3 THE DATABASE AND SHALL ESTABLISH AN APPROPRIATE PROCESS FOR COM-
- 4 PUTER ACCESS TO THE DATABASE.
- 5 (C) THE DATA CORPORATION SHALL, TO THE MAXIMUM EXTENT APPRO-
- 6 PRIATE, RELY ON CONTRACTS WITH OTHER PRIVATE ENTITIES INCLUDING,
- 7 BUT NOT LIMITED TO, LOCAL AND REGIONAL COALITIONS AND OTHER
- 8 GROUPS TO PERFORM ALL OR PART OF THE ANALYSES REQUIRED UNDER THIS
- 9 PART INCLUDING, BUT NOT LIMITED TO, ANALYSES ON A REGIONAL
- 10 BASIS. CONTRACTS UNDER THIS SUBSECTION SHALL BE OPENLY AND COM-
- 11 PETITIVELY BID.
- 12 (D) THE DATA CORPORATION ANNUALLY SHALL ISSUE 1 OR MORE
- 13 REPORTS THAT ANALYZE AND SUMMARIZE, FROM THE DATABASE, TIMELY
- 14 HEALTH CARE EXPENDITURE DATA AND TIMELY DATA DESCRIBING IMPORTANT
- 15 VARIATIONS IN BOTH THE DELIVERY OF HEALTH CARE AND THE HEALTH
- 16 STATUS CHARACTERISTICS OF THE POPULATION.
- 17 Enacting section 1. This amendatory act does not take
- 18 effect unless all of the following bills of the 90th Legislature
- 19 are enacted into law:
- 20 (a) Senate Bill No. \_\_\_\_\_ or House Bill No. \_\_\_\_\_
- 21 (request no. 00838'99).
- 22 (b) Senate Bill No. \_\_\_\_\_ or House Bill No. \_\_\_\_\_
- 23 (request no. 00839'99).
- 24 (c) Senate Bill No. \_\_\_\_\_ or House Bill No. \_\_\_\_\_
- 25 (request no. 00840'99).
- 26 (d) Senate Bill No. \_\_\_\_\_ or House Bill No. \_\_\_\_\_
- 27 (request no. 00841'99).

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