## **HOUSE BILL No. 4365**

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 2913, 2915, and 2917.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 2913. THE OBJECTIVES OF ESTABLISHING THE DATABASE AND
- 2 THE DATA PLANS APPROVED AND MADE EFFECTIVE UNDER SECTION 2909 ARE
- 3 TO OBTAIN, PROCESS, ANALYZE, AND PUBLICLY DISSEMINATE STATEWIDE
- 4 COMPARATIVE DATA IN A CLEAR, USABLE, AND STANDARDIZED FORM,
- 5 REGARDING THE COST, QUALITY, AND ORGANIZATION OF HEALTH CARE
- 6 SERVICES IN THIS STATE AND ON THE HEALTH STATUS OF THE STATE POP-
- 7 ULATION AS A WHOLE AND BY GEOGRAPHIC, DEMOGRAPHIC, AND OTHER
- 8 APPROPRIATE CATEGORIES. THE DATABASE SHALL INCLUDE, BUT IS NOT
- 9 LIMITED TO, CLINICAL AND FINANCIAL DATA TO PROVIDE THE MEANS TO
- 10 EVALUATE HEALTH PROVIDERS AND HEALTH CARE PAYMENT AND BENEFITS

00841'99 CPD

- 1 PLANS ON A COMPARATIVE, PROVIDER-SPECIFIC, PLAN-SPECIFIC, AND
- 2 TREATMENT-SPECIFIC BASIS. THE DATA SHALL BE SEVERITY-ADJUSTED
- 3 AND RISK-ADJUSTED.
- 4 SEC. 2915. EACH DATA PLAN APPROVED AND MADE EFFECTIVE UNDER
- 5 SECTION 2909 SHALL SPECIFY ALL OF THE FOLLOWING:
- 6 (A) DATABASE CONTENT, INCLUDING, BUT NOT LIMITED TO, ALL OF
- 7 THE FOLLOWING DATA ELEMENTS:
- 8 (i) CLINICAL AND FINANCIAL DETAIL, SPECIFIC AS TO DIAGNOSES,
- 9 TREATMENTS OR PROCEDURES, AND PROVIDERS, INCLUDING PLAN PER-
- 10 FORMANCE, HEALTH SETTINGS, AND PRACTITIONERS.
- 11 (ii) DATA RELATED TO THE ORGANIZATION OF HEALTH SERVICES.
- 12 (iii) DATA DESCRIBING THE HEALTH STATUS OF PATIENTS.
- 13 (iv) DATA CHARACTERIZING THE QUALITY OF HEALTH SERVICE
- 14 OUTCOMES.
- 15 (v) STATISTICAL ADJUSTMENT, AS APPROPRIATE, OF ALL DATA ELE-
- 16 MENTS ACCORDING TO THE HEALTH STATUS OF THE PATIENT.
- 17 (B) RELEASE OF DATA ANALYSES AND REPORTS PROMOTING ALL OF
- 18 THE FOLLOWING:
- 19 (i) VALUE FOR ALL USERS OF THE DATA SYSTEM, INCLUDING CON-
- 20 SUMERS, PLANNERS, POLICY MAKERS, PROVIDERS, PURCHASERS, AND
- 21 RESEARCHERS.
- 22 (ii) CONTINUOUS IMPROVEMENTS IN QUALITY, APPROPRIATENESS,
- 23 AND EFFICIENCY OF HEALTH SERVICE DELIVERY AND IN THE HEALTH
- 24 STATUS OF THE RESIDENTS OF THIS STATE.
- 25 (iii) TIMELY AVAILABILITY OF INFORMATION THAT MEETS PRIORITY
- 26 NEEDS OF THE USERS OF THE DATABASE.

- 1 (C) APPROPRIATE RECOGNITION OF ADMINISTRATIVE CONSIDERATIONS
- 2 INCLUDING, BUT NOT LIMITED TO, ALL OF THE FOLLOWING:
- 3 (i) IMPLEMENTATION OF EACH DATA PLAN PHASED IN BASED ON
- 4 DETERMINATIONS OF PRIORITY NEEDS OF DATA USERS, VALUE OF DATA,
- 5 AND DATA AVAILABILITY AND ACCESSIBILITY.
- 6 (ii) DATA COLLECTION IN A STANDARDIZED MANNER.
- 7 (iii) RELIANCE ON EXISTING DATA SETS, IN ORDER TO MINIMIZE
- 8 DUPLICATION IN REPORTING DATA.
- 9 (iv) Minimization of administrative cost and burden on those
- 10 INITIALLY GENERATING AND THOSE DIRECTLY SUPPLYING DATA.
- 11 (v) PROMOTION OF THE USE OF ELECTRONIC INFORMATION TECHNOL-
- 12 OGY AND UNIFORM CLAIMS PROCEDURES, INCLUDING DATA QUALITY
- 13 ASSESSMENT.
- 14 (vi) PROTECTION OF PRIVACY AND CONFIDENTIALITY OF INDIVIDUAL
- 15 PATIENT INFORMATION.
- 16 (vii) AVAILABILITY OF ADEOUATE RESOURCES TO COVER ALL INCRE-
- 17 MENTAL COSTS RELATED TO INITIATION AND ONGOING OPERATION OF THE
- 18 DATABASE, WITHOUT REGARD TO WHO INCURS THE COSTS.
- 19 SEC. 2917. (1) THE DATABASE SHALL INCLUDE, AT A MINIMUM,
- 20 DATA FROM THE MICHIGAN INPATIENT DATABASE OR COMPARABLE DATA,
- 21 DATA FROM THE MEDICAID PROGRAM, DATA FROM UNIFORM CLAIM FORMS
- 22 USED BY HOSPITALS TO SUBMIT BILLS AND, AS NEEDED TO EVALUATE
- 23 HEALTH CARE PAYMENT AND BENEFIT PLANS ON A COMPARATIVE BASIS,
- 24 DATA FROM HEALTH MAINTENANCE ORGANIZATIONS LICENSED UNDER PART
- 25 210, ALTERNATIVE HEALTH CARE DELIVERY AND FINANCING SYSTEMS
- 26 LICENSED UNDER SECTION 21042, ORGANIZATIONS OFFERING PRUDENT
- 27 PURCHASER ARRANGEMENTS UNDER THE PRUDENT PURCHASER ACT, INSURERS

- 1 AS DEFINED UNDER SECTION 106 OF THE INSURANCE CODE OF 1956, MCL
- 2 500.106, AND A HEALTH CARE CORPORATION INCORPORATED UNDER THE
- 3 NONPROFIT HEALTH CARE CORPORATION REFORM ACT.
- 4 (2) DATA COLLECTED FOR THE DATABASE SHALL BE COORDINATED TO
- 5 THE EXTENT PERMITTED BY LAW WITH INFORMATION COLLECTED BY THE
- 6 DEPARTMENT FOR MEDICAL RESEARCH PROJECTS AND AS OTHERWISE
- 7 REQUIRED BY THE CODE AND WITH INFORMATION CONTAINED IN ALL OF THE
- 8 FOLLOWING REGISTRIES AND REPORTS:
- 9 (A) THE OCCUPATIONAL DISEASE OR HEALTH CONDITION REPORTS
- 10 REQUIRED UNDER SECTION 5611.
- 11 (B) THE BIRTH DEFECTS REGISTRY ESTABLISHED UNDER SECTION
- **12** 5721.
- 13 Enacting section 1. This amendatory act does not take
- 14 effect unless all of the following bills of the 90th Legislature
- 15 are enacted into law:
- 16 (a) Senate Bill No. \_\_\_\_ or House Bill No. \_\_\_\_ (request
- **17** no. 00838'99).
- 18 (b) Senate Bill No. \_\_\_\_ or House Bill No. \_\_\_\_ (request
- **19** no. 00839'99).
- 20 (c) Senate Bill No. \_\_\_\_ or House Bill No. \_\_\_\_ (request
- **21** no. 00839'99 a).
- 22 (d) Senate Bill No. \_\_\_\_ or House Bill No. \_\_\_\_ (request

CPD

23 no. 00840'99).

00841'99 Final page.