# Legislative Analysis



### RARE DISEASE ADVISORY COUNCIL

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House Bill 4167 as introduced Sponsor: Rep. Jason Morgan Committee: Health Policy Complete to 3-8-23

Analysis available at http://www.legislature.mi.gov

#### **SUMMARY:**

House Bill 4167 would add two sections to the Public Health Code to create the Rare Disease Advisory Council within the Department of Health and Human Services (DHHS). The council would exist for the purpose of advising DHHS and other state agencies on research, diagnosis, and treatment efforts related to *rare diseases* in Michigan.

**Rare disease** would mean a disease or condition that affects fewer than 200,000 individuals in the United States.

Council members would include the DHHS director or their designee and all of the following members appointed by the DHHS director:

- A licensed physician (either an M.D. or a D.O.) who has experience treating patients with rare diseases.
- A registered professional nurse who has expertise in providing care to patients with rare diseases.
- An epidemiologist who practices in Michigan and has experience in the incidence, prevalence, and control of rare diseases.
- Two individuals who represent two different hospitals located in Michigan, at least one of whom represents a hospital that conducts research.
- An individual who represents a health insurer.
- An individual who represents a health maintenance organization.
- Two individuals who represent the biopharmaceutical industry.
- Two individuals who engage in rare disease research.
- Two parents of children with a rare disease. (The parents would all have to be from different families.)
- Two individuals, each with a different rare disease.
- Two individuals who represent two different rare disease patient organizations in Michigan.
- A medical ethicist who practices in Michigan.
- A representative from the national pharmaceutical industry or a pharmaceutical company working in the area of rare diseases.
- A licensed genetic counselor who is familiar with rare diseases.

Additionally, upon recommendation from the council, the DHHS director could appoint additional members that the director considers necessary or appropriate. Further, the governor could appoint one member to the council.

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The initial members would have to be appointed within 90 days of the bill's effective date. Members would serve for four-year terms or until appointment of a successor, whichever is later, and vacancies would be filled in the same way as that position was filled originally. The DHHS director could remove members for incompetence, dereliction of duty, malfeasance, misfeasance, or nonfeasance in office, or any other good cause.

After the DHHS director called the initial meeting, members would elect a chairperson and could elect other officers. The council would meet at least quarterly thereafter. Meetings would have to be held in compliance with the Open Meetings Act, and council documents would have to be made available to the public in compliance with the Freedom of Information Act (FOIA). Members would serve without compensation but could be reimbursed for actual and necessary expenses.

The council could do one or more of the following:

- Apply for and accept grants and gifts from government and private sources. (DHHS
  would provide assistance in applying as the DHHS director determined necessary and
  appropriate.)
- Hold public hearings and make inquiries and receive comments from the general public to assist the council in developing recommendations.
- Consult with experts on rare diseases to assist in developing recommendations.

The council would have to do all of the following:

- Research and identify priorities relating to the cost-effectiveness of and access to treatments and services provided to individuals with rare diseases in Michigan and develop policy recommendations aimed at preventing discrimination against those individuals with respect to the cost-effectiveness of and access to treatments and services and other related issues.
- Identify best practices for rare diseases from other states and at the national level that could improve the education, care, and treatment of, and services and supports provided to, adults and minors with rare diseases in Michigan.
- Coordinate with other rare disease advisory bodies and organizations in performing its
  duties to ensure greater cooperation between Michigan, other states, and the federal
  government regarding the research, diagnosis, and treatment of rare diseases, by
  disseminating the council's research, findings, and recommendations when
  appropriate.
- Serve as an advisory body on rare diseases to the legislature, the governor, DHHS, and other state agencies.
- Research and make recommendations to the legislature and DHHS on the most appropriate method to collect data on rare diseases.
- Provide information or advice on rare diseases to DHHS or the governor as needed.
- By December 21, 2023, and every two years thereafter, develop or review a list of rare diseases and post it on DHHS's website.
- Annually select one rare disease from that list, investigate the disease, and make recommendations to the legislature on the disease.
- Beginning December 21, 2023, and by December 21 of every other year thereafter, submit a report to the legislature on its activities, findings, and recommendations.

Any findings or recommendations made by the council under the bill would have to be based on medical or scientific evidence.

The bill would take effect 90 days after its enactment.

Proposed MCL 333.5135 and 333.5135a

## **BACKGROUND:**

House Bill 4167 is a reintroduction of HB 5465 of the 2019-20 legislative session and HB 4654 of the 2021-22 legislative session, the latter of which was passed by the House of Representatives.

#### **FISCAL IMPACT:**

The bill would have a minimal fiscal impact on DHHS, as the members of the Rare Disease Advisory Council would not receive compensation for service but could be reimbursed for actual expenses. Additionally, the FY 2022-23 DHHS budget appropriates \$70,000 GF/GP for a rare disease advisory council through boilerplate section 1240.

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<sup>■</sup> This analysis was prepared by nonpartisan House Fiscal Agency staff for use by House members in their deliberations and does not constitute an official statement of legislative intent.