## **SENATE BILL No. 590**

October 28, 2015, Introduced by Senators MARLEAU, HILDENBRAND, KNOLLENBERG, JONES, EMMONS, HUNE, SMITH, ROBERTSON, BOOHER, HORN, MACGREGOR, KOWALL, GREEN and WARREN 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 part 29.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 29

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| 2 | HEALTH CARE TRANSPARENCY  |
| 3 | SEC. 2901. THIS PART MAY BE REFERRED TO AS THE "MICHIGAN            |
| 4 | HEALTH CARE TRANSPARENCY LAW".                                      |
| 5 | SEC. 2903. (1) FOR PURPOSES OF THIS PART, THE WORDS AND             |
| 6 | PHRASES DEFINED IN SECTIONS 2905 TO 2907 HAVE THE MEANINGS ASCRIBED |
| 7 | TO THEM IN THOSE SECTIONS.  |
| Q | (2) TH ADDITION APPICIE 1 CONTAINS GENERAL DEFINITIONS AND          |

- 1 PRINCIPLES OF CONSTRUCTION APPLICABLE TO ALL ARTICLES IN THIS CODE.
- 2 SEC. 2905. (1) "ADVISORY COMMITTEE" MEANS THE MICHIGAN HEALTH
- 3 CARE TRANSPARENCY ADVISORY COMMITTEE CREATED IN SECTION 2914.
- 4 (2) "CARRIER" MEANS A HEALTH CARRIER.
- 5 (3) "COMMISSIONER" MEANS THE DIRECTOR OF THE DEPARTMENT OF
- 6 INSURANCE AND FINANCIAL SERVICES.
- 7 (4) "CPT CODE" MEANS THE APPLICABLE CURRENT PROCEDURAL
- 8 TERMINOLOGY CODE AS ADOPTED BY THE AMERICAN MEDICAL ASSOCIATION OR,
- 9 IF A CPT CODE IS NOT AVAILABLE, THE APPLICABLE CODE UNDER AN
- 10 APPROPRIATE UNIFORM CODING SCHEME APPROVED BY THE DIRECTOR.
- 11 (5) "DATA AGGREGATOR" MEANS THE MICHIGAN HEALTH CARE
- 12 TRANSPARENCY DATA AGGREGATOR ESTABLISHED PURSUANT TO THIS PART.
- 13 SEC. 2907. (1) "HEALTH BENEFIT PLAN" MEANS A POLICY, CONTRACT,
- 14 CERTIFICATE, OR AGREEMENT OFFERED OR ISSUED BY A HEALTH CARRIER TO
- 15 PROVIDE, DELIVER, ARRANGE FOR, PAY FOR, OR REIMBURSE ANY OF THE
- 16 COSTS OF HEALTH CARE SERVICES. HEALTH BENEFIT PLAN DOES NOT INCLUDE
- 17 ANY OF THE FOLLOWING:
- 18 (A) COVERAGE ONLY FOR ACCIDENT OR DISABILITY INCOME INSURANCE
- 19 OR A COMBINATION OF THOSE COVERAGES.
- 20 (B) COVERAGE ISSUED AS A SUPPLEMENT TO LIABILITY INSURANCE.
- 21 (C) LIABILITY INSURANCE, INCLUDING GENERAL LIABILITY INSURANCE
- 22 AND AUTOMOBILE LIABILITY INSURANCE.
- 23 (D) WORKER'S COMPENSATION OR SIMILAR INSURANCE.
- 24 (E) AUTOMOBILE MEDICAL PAYMENT INSURANCE.
- 25 (F) CREDIT-ONLY INSURANCE.
- 26 (G) COVERAGE FOR ON-SITE MEDICAL CLINICS.
- 27 (H) OTHER SIMILAR INSURANCE COVERAGE, SPECIFIED IN FEDERAL

- 1 REGULATIONS ISSUED PURSUANT TO THE HEALTH INSURANCE PORTABILITY AND
- 2 ACCOUNTABILITY ACT OF 1996, PUBLIC LAW 104-191, UNDER WHICH
- 3 BENEFITS FOR HEALTH CARE SERVICES ARE SECONDARY OR INCIDENTAL TO
- 4 OTHER INSURANCE BENEFITS.
- 5 (I) A PLAN THAT PROVIDES THE FOLLOWING BENEFITS IF THOSE
- 6 BENEFITS ARE PROVIDED UNDER A SEPARATE POLICY, CERTIFICATE, OR
- 7 CONTRACT OF INSURANCE OR ARE OTHERWISE NOT AN INTEGRAL PART OF THE
- 8 PLAN:
- 9 (i) LIMITED SCOPE DENTAL OR VISION BENEFITS.
- 10 (ii) BENEFITS FOR LONG-TERM CARE, NURSING HOME CARE, HOME
- 11 HEALTH CARE, COMMUNITY-BASED CARE, OR ANY COMBINATION OF THOSE
- 12 BENEFITS.
- 13 (iii) OTHER SIMILAR, LIMITED BENEFITS SPECIFIED IN FEDERAL
- 14 REGULATIONS ISSUED PURSUANT TO THE HEALTH INSURANCE PORTABILITY AND
- 15 ACCOUNTABILITY ACT OF 1996, PUBLIC LAW 104-191.
- 16 (J) A PLAN THAT PROVIDES THE FOLLOWING BENEFITS IF THE
- 17 BENEFITS ARE PROVIDED UNDER A SEPARATE POLICY, CERTIFICATE, OR
- 18 CONTRACT OF INSURANCE, THERE IS NO COORDINATION BETWEEN THE
- 19 PROVISION OF THE BENEFITS AND ANY EXCLUSION OF BENEFITS UNDER ANY
- 20 GROUP HEALTH BENEFIT PLAN MAINTAINED BY THE SAME PLAN SPONSOR, AND
- 21 THE BENEFITS ARE PAID WITH RESPECT TO AN EVENT WITHOUT REGARD TO
- 22 WHETHER BENEFITS ARE PROVIDED WITH RESPECT TO SUCH AN EVENT UNDER
- 23 ANY GROUP HEALTH BENEFIT PLAN MAINTAINED BY THE SAME PLAN SPONSOR:
- 24 (i) COVERAGE ONLY FOR A SPECIFIED DISEASE OR ILLNESS.
- 25 (ii) HOSPITAL INDEMNITY OR OTHER FIXED INDEMNITY INSURANCE.
- 26 (K) ANY OF THE FOLLOWING IF OFFERED AS A SEPARATE POLICY,
- 27 CERTIFICATE, OR CONTRACT OF INSURANCE:

- 1 (i) A MEDICARE SUPPLEMENTAL POLICY AS DEFINED IN SECTION
- 2 1882(G)(1) OF THE SOCIAL SECURITY ACT, 42 USC 1395SS.
- 3 (ii) COVERAGE SUPPLEMENTAL TO THE COVERAGE PROVIDED BY THE
- 4 TRICARE PROGRAM UNDER 10 USC 1071 TO 1110B.
- 5 (iii) SIMILAR COVERAGE SUPPLEMENTAL TO COVERAGE PROVIDED UNDER
- 6 A GROUP HEALTH PLAN.
- 7 (2) "HEALTH CARE SERVICE" MEANS ANY HEALTH OR MEDICAL CARE
- 8 PROCEDURE OR SERVICE RENDERED BY A HEALTH PROVIDER THAT MEETS
- 9 EITHER OF THE FOLLOWING REQUIREMENTS:
- 10 (A) PROVIDES TESTING, DIAGNOSIS, PREVENTION, OR TREATMENT OF
- 11 HUMAN DISEASE OR DYSFUNCTION.
- 12 (B) DISPENSES DRUGS, MEDICAL DEVICES, MEDICAL APPLIANCES, OR
- 13 MEDICAL GOODS FOR THE TREATMENT OF HUMAN DISEASE OR DYSFUNCTION.
- 14 (3) "HEALTH CARRIER" MEANS ANY OF THE FOLLOWING ENTITIES THAT
- 15 ARE SUBJECT TO THE INSURANCE LAWS AND REGULATIONS OF THIS STATE OR
- 16 OTHERWISE SUBJECT TO THE JURISDICTION OF THE COMMISSIONER:
- 17 (A) A HEALTH INSURER OPERATING PURSUANT TO THE INSURANCE CODE
- 18 OF 1956, 1956 PA 218, MCL 500.100 TO 500.8302.
- 19 (B) A HEALTH MAINTENANCE ORGANIZATION OPERATING PURSUANT TO
- 20 THE INSURANCE CODE OF 1956, 1956 PA 218, MCL 500.100 TO 500.8302.
- 21 (C) A HEALTH CARE CORPORATION OPERATING PURSUANT TO THE
- 22 NONPROFIT HEALTH CARE CORPORATION REFORM ACT, 1980 PA 350, MCL
- 23 550.1101 TO 550.1704.
- 24 (D) A NONPROFIT DENTAL CARE CORPORATION OPERATING UNDER 1963
- 25 PA 125, MCL 550.351 TO 550.373.
- 26 (E) ANY OTHER PERSON PROVIDING A PLAN OF HEALTH INSURANCE,
- 27 HEALTH BENEFITS, OR HEALTH SERVICES.

- 1 (4) FOR THE PURPOSES OF DATA SUBMISSION TO THE DATA AGGREGATOR
- 2 IN THIS PART ONLY, "HEALTH CARRIER" INCLUDES ALL OF THE FOLLOWING:
- 3 (A) THE MEDICAL SERVICES ADMINISTRATION.
- 4 (B) A THIRD PARTY ADMINISTRATOR AS THAT TERM IS DEFINED IN
- 5 SECTION 2 OF THE THIRD PARTY ADMINISTRATOR ACT, 1984 PA 218, MCL
- 6 550.902, IF THE CLAIMS PROCESSED ARE UNDER A SERVICE CONTRACT WITH
- 7 A PERSON NOT OTHERWISE CONSIDERED A HEALTH CARRIER UNDER THIS PART.
- 8 (C) AN ENTITY THAT ESTABLISHES OR SPONSORS A NONINSURED
- 9 BENEFIT PLAN. AS USED IN THIS SUBDIVISION, "NONINSURED BENEFIT
- 10 PLAN" MEANS A HEALTH BENEFIT PLAN WITHOUT COVERAGE BY A HEALTH
- 11 INSURER DESCRIBED IN SUBSECTION (3) (A), A HEALTH MAINTENANCE
- 12 ORGANIZATION DESCRIBED IN SUBSECTION (3)(B), OR A HEALTH CARE
- 13 CORPORATION DESCRIBED IN SUBSECTION (3)(C), OR THE PORTION OF A
- 14 HEALTH BENEFIT PLAN WITHOUT COVERAGE BY A HEALTH CARE CORPORATION,
- 15 HEALTH MAINTENANCE ORGANIZATION, OR INSURER THAT HAS A SPECIFIC OR
- 16 AGGREGATE EXCESS LOSS COVERAGE.
- 17 (5) "HEALTH FACILITY" MEANS A HEALTH FACILITY OR AGENCY AS
- 18 THAT TERM IS DEFINED IN SECTION 20106.
- 19 (6) "HEALTH PROFESSIONAL" MEANS AN INDIVIDUAL WHO IS LICENSED
- 20 OR OTHERWISE AUTHORIZED TO ENGAGE IN THE PRACTICE OF A HEALTH
- 21 PROFESSION UNDER ARTICLE 15.
- 22 (7) "HEALTH PROVIDER" MEANS A HEALTH FACILITY OR HEALTH
- 23 PROFESSIONAL THAT RENDERS A HEALTH CARE SERVICE TO A HUMAN PATIENT.
- 24 SEC. 2909. (1) THE DIRECTOR SHALL ESTABLISH AND ADMINISTER A
- 25 MICHIGAN HEALTH CARE TRANSPARENCY DATA AGGREGATOR TO COMPILE,
- 26 STORE, AND CONTROL ACCESS TO STATEWIDE DATA FROM CARRIERS ON THE
- 27 COST OF HEALTH CARE SERVICES RENDERED BY HEALTH PROVIDERS IN THIS

- 1 STATE. THE DIRECTOR SHALL ENSURE THAT THE DATA AGGREGATOR IS
- 2 OPERATIONAL BY 1 YEAR AFTER THE EFFECTIVE DATE OF THIS PART. IN
- 3 PERFORMING HIS OR HER DUTIES UNDER THIS PART, THE DIRECTOR SHALL
- 4 CONSULT WITH THE ADVISORY COMMITTEE.
- 5 (2) IN ADDITION TO ANY OTHER DATA REQUIRED BY RULE PROMULGATED
- 6 UNDER THIS PART, THE DIRECTOR SHALL ENSURE THAT THE DATA AGGREGATOR
- 7 IS ABLE TO COLLECT ALL OF THE FOLLOWING FROM CARRIERS:
- 8 (A) FOR EACH TYPE OF PATIENT ENCOUNTER WITH A HEALTH PROVIDER
- 9 DESIGNATED BY THE DIRECTOR, ALL OF THE FOLLOWING:
- 10 (i) THE DEMOGRAPHIC CHARACTERISTICS OF THE PATIENT.
- 11 (ii) THE PRINCIPAL DIAGNOSIS.
- 12 (iii) THE HEALTH CARE SERVICE RENDERED TO THE PATIENT.
- 13 (iv) THE DATE AND LOCATION WHERE THE HEALTH CARE SERVICE WAS
- 14 RENDERED.
- 15 (v) THE CLAIM FOR THE HEALTH CARE SERVICE AND THE PORTION OF
- 16 THE CLAIM PAID BY THE CARRIER AND THE PORTION PAYABLE BY THE
- 17 PATIENT.
- 18 (vi) IF APPLICABLE, THE HEALTH PROFESSIONAL'S UNIVERSAL
- 19 IDENTIFICATION NUMBER.
- 20 (B) APPROPRIATE DATA FROM A CARRIER RELATING TO PRESCRIPTION
- 21 DRUGS FOR EACH TYPE OF PATIENT ENCOUNTER WITH A PHARMACIST
- 22 DESIGNATED BY THE DIRECTOR.
- 23 (C) APPROPRIATE DATA RELATING TO HEALTH CARE COSTS,
- 24 UTILIZATION, OR RESOURCES FROM CARRIERS AND GOVERNMENTAL AGENCIES.
- 25 (3) THE DIRECTOR SHALL SEEK TO OBTAIN ALL AVAILABLE MONEY FROM
- 26 ANY FUNDING SOURCE, INCLUDING FEDERAL, STATE, AND LOCAL
- 27 GOVERNMENTAL AGENCIES AND PRIVATE ENTITIES, TO SUPPORT THE

- 1 ADMINISTRATION AND OPERATION OF THE DATA AGGREGATOR.
- 2 SEC. 2911. (1) THE DEPARTMENT SHALL PROMULGATE RULES UNDER THE
- 3 ADMINISTRATIVE PROCEDURES ACT OF 1969 THAT, SUBJECT TO THE
- 4 REQUIREMENTS OF THIS PART, GOVERN THE COLLECTION AND STORAGE OF
- 5 DATA SUBMITTED TO THE DATA AGGREGATOR AND CONTROLLING ACCESS TO AND
- 6 THE RETRIEVAL OF ALL DATA COLLECTED AND STORED IN THE DATA
- 7 AGGREGATOR AND ANY CLAIMS CLEARINGHOUSE APPROVED BY THE DIRECTOR.
- 8 THE DEPARTMENT, IN CONSULTATION WITH THE COMMISSIONER AND THE
- 9 ADVISORY COMMITTEE, MAY PROMULGATE RULES THAT, SUBJECT TO THE
- 10 REQUIREMENTS OF THIS PART, PROVIDE FOR THE ELECTRONIC SUBMISSION
- 11 AND TRANSFER OF DATA IN THIS STATE.
- 12 (2) THE DIRECTOR AND ANY RULES PROMULGATED UNDER THIS PART
- 13 SHALL ENSURE ALL OF THE FOLLOWING:
- 14 (A) THAT PATIENT PRIVACY IS PROTECTED IN COMPLIANCE WITH STATE
- 15 AND FEDERAL MEDICAL PRIVACY LAWS.
- 16 (B) THAT A PERSON OR GOVERNMENTAL AGENCY THAT SUBMITS DATA IS
- 17 ALLOWED A PERIOD OF TIME TO REVIEW AND VALIDATE THE ACCURACY OF THE
- 18 DATA.
- 19 (C) THAT ANY DATA THAT ARE SUBJECT TO A HEALTH PROFESSIONAL-
- 20 PATIENT PRIVILEGE CREATED OR RECOGNIZED BY LAW ARE SUBMITTED IN A
- 21 MANNER THAT DOES NOT DISCLOSE THE IDENTITY OF THE INDIVIDUAL
- 22 PROTECTED.
- 23 (D) THAT DATA SUBMITTED TO THE DATA AGGREGATOR DO NOT CONTAIN
- 24 A PATIENT'S PERSONAL IDENTIFYING INFORMATION. TO CARRY OUT THIS
- 25 SUBDIVISION, THE DIRECTOR SHALL REQUIRE A CARRIER TO SUBMIT EACH
- 26 PATIENT'S PERSONAL IDENTIFYING INFORMATION TO A THIRD PARTY THAT IS
- 27 APPROVED BY THE DIRECTOR. THE THIRD PARTY SHALL ASSIGN EACH PATIENT

- 1 A UNIQUE IDENTIFIER AND TRANSMIT THE UNIQUE IDENTIFIER TO THE
- 2 CARRIER. THE DIRECTOR SHALL REQUIRE THAT THE CARRIER SUBMIT EACH
- 3 PATIENT'S DATA TO THE DATA AGGREGATOR USING THE UNIQUE IDENTIFIER
- 4 ASSIGNED BY THE THIRD PARTY AND OMITTING ANY PERSONAL IDENTIFYING
- 5 INFORMATION. THE DIRECTOR SHALL ENSURE THAT THE DATA COLLECTED AND
- 6 STORED IN THE DATA AGGREGATOR AND BY THE THIRD PARTY ARE MAINTAINED
- 7 SEPARATELY TO PREVENT A PATIENT'S PERSONAL IDENTIFYING INFORMATION
- 8 FROM BEING DISCLOSED.
- 9 (3) TO PROTECT THE INTEGRITY OF THE DATA AGGREGATOR, TO ENSURE
- 10 THE PROPER USE OF THE DATA AGGREGATOR, AND TO ENSURE THE EFFICIENT
- 11 AND PROPER ADMINISTRATION OF THE DATA AGGREGATOR, A PERSON OR
- 12 GOVERNMENTAL AGENCY SHALL NOT PERMIT INSPECTION OF DATA CONTAINED
- 13 IN THE DATA AGGREGATOR, DISCLOSE DATA CONTAINED IN THE DATA
- 14 AGGREGATOR, OR COPY OR ISSUE A COPY OF ALL OR PART OF DATA
- 15 CONTAINED IN THE DATA AGGREGATOR EXCEPT AS AUTHORIZED BY THIS PART,
- 16 BY RULE, OR BY ORDER OF A COURT OF COMPETENT JURISDICTION. THE DATA
- 17 AGGREGATOR AND DATA OR ANY PART OF THE DATA CONTAINED IN THE DATA
- 18 AGGREGATOR ARE NOT SUBJECT TO THE FREEDOM OF INFORMATION ACT, 1976
- 19 PA 442, MCL 15.231 TO 15.246. IN ADDITION TO ANY OTHER REQUIREMENT
- 20 UNDER THIS PART, THE DEPARTMENT SHALL ESTABLISH PROCEDURES THAT
- 21 PROVIDE FOR ADEQUATE STANDARDS OF SECURITY FOR THE DATA AGGREGATOR.
- 22 (4) TO THE EXTENT PRACTICABLE, THE DIRECTOR SHALL ENSURE THAT
- 23 DATA COLLECTION UNDER THIS PART MEETS BOTH OF THE FOLLOWING
- 24 REQUIREMENTS:
- 25 (A) IT UTILIZES ANY STANDARDIZED CLAIM FORM OR ELECTRONIC
- 26 TRANSFER SYSTEM BEING USED IN THIS STATE BY CARRIERS AND HEALTH
- 27 PROVIDERS.

- 1 (B) IT IS IN ALIGNMENT WITH NATIONAL, REGIONAL, AND OTHER
- 2 UNIFORM CLAIMS DATABASES' STANDARDS.
- 3 (5) THE DIRECTOR MAY ESTABLISH A FEE TO CHARGE CARRIERS FOR
- 4 THE SUBMISSION OF DATA. THE DIRECTOR SHALL NOT CHARGE A CARRIER
- 5 THAT PAYS A FEE UNDER THIS SUBSECTION ANY ADDITIONAL FEE FOR
- 6 RECEIVING ANY DATA RELEASED FROM THE DATA AGGREGATOR.
- 7 SEC. 2913. (1) IN ESTABLISHING, ADMINISTERING, OR MODIFYING
- 8 THE DATA AGGREGATOR, THE DIRECTOR SHALL ENSURE THAT THE DATA
- 9 AGGREGATOR IS COMPATIBLE WITH DATA COLLECTED AND USED BY CARRIERS
- 10 AND HEALTH PROVIDERS. THE DIRECTOR SHALL ESTABLISH A PROCESS THAT
- 11 REQUIRES CARRIERS TO SUBMIT DATA TO THE DATA AGGREGATOR. A CARRIER
- 12 SHALL SUBMIT DATA AS REQUIRED BY THE DIRECTOR UNDER THIS SUBSECTION
- 13 AND SHALL PAY THE FEE, IF ANY, ESTABLISHED BY THE DIRECTOR UNDER
- 14 SECTION 2911.
- 15 (2) IN ESTABLISHING, ADMINISTERING, OR MODIFYING THE DATA
- 16 AGGREGATOR, THE DIRECTOR SHALL DEVELOP A MEANS OF RELEASING DATA
- 17 FROM THE DATA AGGREGATOR IN A MANNER THAT COMPLIES WITH STATE AND
- 18 FEDERAL LAW RELATING TO MEDICAL PRIVACY AND THE PROTECTION OF
- 19 PERSONAL IDENTIFYING INFORMATION. THE DIRECTOR SHALL ACCOMMODATE
- 20 REQUESTS FOR ALL OR PARTS OF THE CLAIMS DATA. THE DIRECTOR MAY
- 21 ESTABLISH A FEE TO CHARGE PERSONS FOR THE RELEASE OF DATA REQUESTED
- 22 UNDER THIS SUBSECTION.
- 23 (3) THE DIRECTOR MAY CONTRACT FOR SERVICES NECESSARY TO CARRY
- 24 OUT THE DATA COLLECTION, PROCESSING, AND STORAGE ACTIVITIES
- 25 REQUIRED UNDER THIS PART. UNLESS PERMISSION IS SPECIFICALLY GRANTED
- 26 BY THE DIRECTOR, A THIRD PARTY UNDER CONTRACT WITH THE DIRECTOR
- 27 UNDER THIS SUBSECTION SHALL NOT RELEASE, PUBLISH, OR OTHERWISE USE

- 1 ANY DATA TO WHICH THE THIRD PARTY HAS ACCESS UNDER ITS CONTRACT AND
- 2 SHALL OTHERWISE COMPLY WITH THE REQUIREMENTS OF THIS PART.
- 3 (4) THE DIRECTOR SHALL REPORT TO THE COMMISSIONER A CARRIER
- 4 THAT HAS FAILED TO FILE DATA AS REQUIRED BY THE DIRECTOR.
- 5 SEC. 2914. (1) THE MICHIGAN HEALTH CARE TRANSPARENCY ADVISORY
- 6 COMMITTEE IS CREATED IN THE DEPARTMENT. NOTWITHSTANDING SECTION
- 7 2215, THE ADVISORY COMMITTEE IS CREATED ON AN ONGOING BASIS.
- 8 (2) THE DIRECTOR AND THE COMMISSIONER ARE EX OFFICIO MEMBERS
- 9 OF THE ADVISORY COMMITTEE WITHOUT VOTE. THE GOVERNOR AND THE
- 10 DIRECTOR SHALL APPOINT THE MEMBERS FIRST APPOINTED TO THE ADVISORY
- 11 COMMITTEE WITHIN 45 DAYS AFTER THE EFFECTIVE DATE OF THIS PART.
- 12 MEMBERS APPOINTED TO THE ADVISORY COMMITTEE ARE SUBJECT TO THE
- 13 ADVICE AND CONSENT OF THE SENATE. THE GOVERNOR SHALL APPOINT 3
- 14 MEMBERS AND THE DIRECTOR SHALL APPOINT OTHER MEMBERS AS HE OR SHE
- 15 CONSIDERS NECESSARY TO MEET THE REQUIREMENTS OF THIS SUBSECTION AND
- 16 TO PERFORM THE DUTIES OF THE ADVISORY COMMITTEE UNDER THIS PART.
- 17 THE GOVERNOR AND THE DIRECTOR SHALL APPOINT MEMBERS SO THAT THE
- 18 ADVISORY COMMITTEE CONSISTS OF REPRESENTATIVES OF HEALTH CARRIERS,
- 19 HEALTH PROVIDERS, AND PURCHASERS, INCLUDING BUT NOT LIMITED TO
- 20 SMALL BUSINESSES AND INDIVIDUALS, OF HEALTH BENEFIT PLANS.
- 21 (3) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBSECTION, APPOINTED
- 22 MEMBERS OF THE ADVISORY COMMITTEE SHALL SERVE FOR TERMS OF 4 YEARS
- 23 OR UNTIL A SUCCESSOR IS APPOINTED AND APPROVED TO SERVE, WHICHEVER
- 24 IS LATER. FOR THE MEMBERS INITIALLY APPOINTED UNDER SUBSECTION (2),
- 25 THE DIRECTOR MAY DESIGNATE STAGGERED TERMS SO THAT NOT MORE THAN
- 26 HALF OF THE APPOINTED MEMBERS' TERMS WILL EXPIRE IN ANY 1 YEAR.
- 27 (4) MEMBERS OF THE ADVISORY COMMITTEE SHALL SERVE WITHOUT

- 1 COMPENSATION.
- 2 (5) ON OR BEFORE 90 DAYS AFTER THE EFFECTIVE DATE OF THIS
- 3 PART, THE DIRECTOR SHALL CALL THE FIRST MEETING OF THE ADVISORY
- 4 COMMITTEE. AT THE FIRST MEETING, THE ADVISORY COMMITTEE SHALL ELECT
- 5 FROM AMONG ITS MEMBERS A CHAIRPERSON AND OTHER OFFICERS IT
- 6 CONSIDERS NECESSARY OR APPROPRIATE. AFTER THE FIRST MEETING, THE
- 7 ADVISORY COMMITTEE SHALL MEET AT LEAST QUARTERLY, OR MORE
- 8 FREQUENTLY AT THE CALL OF THE DIRECTOR OR THE CHAIRPERSON OR IF
- 9 REQUESTED BY 4 OR MORE MEMBERS.
- 10 (6) THE ADVISORY COMMITTEE SHALL ASSIST THE DIRECTOR IN THE
- 11 ESTABLISHMENT, MAINTENANCE, IMPLEMENTATION, ADMINISTRATION, AND
- 12 MODIFICATION OF THE DATA AGGREGATOR UNDER THIS PART.
- 13 SEC. 2915. (1) THE DIRECTOR SHALL PUBLISH AN ANNUAL REPORT FOR
- 14 THE PRECEDING 12-MONTH PERIOD THAT INCLUDES ALL OF THE FOLLOWING:
- 15 (A) FOR THE HEALTH CARE SERVICES SELECTED BY THE DIRECTOR, A
- 16 DESCRIPTION OF ALL OF THE FOLLOWING:
- 17 (i) THE VARIATION IN FEES CHARGED BY HEALTH FACILITIES AND
- 18 HEALTH PROFESSIONALS.
- 19 (ii) THE GEOGRAPHIC VARIATION IN THE UTILIZATION OF THOSE
- 20 HEALTH CARE SERVICES.
- 21 (B) THE TOTAL REIMBURSEMENT FOR ALL HEALTH CARE SERVICES.
- 22 (C) THE TOTAL REIMBURSEMENT FOR EACH HEALTH CARE SPECIALTY.
- 23 (D) THE TOTAL REIMBURSEMENT FOR EACH CPT CODE.
- 24 (E) THE ANNUAL RATE OF CHANGE IN REIMBURSEMENT FOR HEALTH CARE
- 25 SERVICES BY HEALTH CARE SPECIALTIES AND BY CPT CODE.
- 26 (F) ANY OTHER INFORMATION THE DIRECTOR OR THE ADVISORY
- 27 COMMITTEE CONSIDERS APPROPRIATE, INCLUDING INFORMATION ON CAPITATED

- 1 HEALTH CARE SERVICES.
- 2 (2) SUBJECT TO THIS PART, THE DIRECTOR SHALL MAKE THE DATA
- 3 COLLECTED BY THE DATA AGGREGATOR AND ITS REPORTS AVAILABLE ON ITS
- 4 INTERNET WEBSITE.
- 5 (3) NOTWITHSTANDING SUBSECTION (1), FOR THE FIRST ANNUAL
- 6 REPORT REQUIRED UNDER SUBSECTION (1), THE DIRECTOR SHALL ONLY
- 7 INCLUDE REGIONALIZED DATA THAT DO NOT INCLUDE ANY OF THE FOLLOWING:
- 8 (A) THE IDENTIFICATION OF SPECIFIC HEALTH PROVIDERS.
- 9 (B) THE IDENTIFICATION OF SPECIFIC CARRIERS.
- 10 SEC. 2917. THE DIRECTOR, IN COMPLIANCE WITH STATE AND FEDERAL
- 11 MEDICAL PRIVACY LAWS AND THE REQUIREMENTS OF THIS PART, MAY SHARE
- 12 DATA CONTAINED IN THE DATA AGGREGATOR WITH A STATE DEPARTMENT OR
- 13 AGENCY THAT HAS A LEGITIMATE NEED OR USE FOR THE DATA. A STATE
- 14 DEPARTMENT OR AGENCY AND ITS OFFICERS, DIRECTORS, OR EMPLOYEES ARE
- 15 SUBJECT TO THIS PART WITH REGARD TO ANY DATA IT, HE, OR SHE
- 16 RECEIVES FROM THE DATA AGGREGATOR UNDER THIS SECTION.
- 17 Enacting section 1. This amendatory act takes effect 90 days
- 18 after the date it is enacted into law.