SENATE BILL No. 333

April 30, 2013, Introduced by Senators MARLEAU, KAHN, MOOLENAAR, JANSEN, GREEN, SCHUITMAKER, EMMONS, PAPPAGEORGE, HUNE and JONES 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:

1	PART 29
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 ASCRIBER
7	TO THEM IN THOSE SECTIONS

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

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

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

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

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

- 1 GOVERNMENTAL AGENCIES AND PRIVATE ENTITIES, TO SUPPORT THE
- 2 ADMINISTRATION AND OPERATION OF THE DATABASE.
- 3 SEC. 2911. (1) THE DEPARTMENT SHALL PROMULGATE RULES UNDER THE
- 4 ADMINISTRATIVE PROCEDURES ACT OF 1969 THAT, SUBJECT TO THE
- 5 REQUIREMENTS OF THIS PART, GOVERN THE ACCESS AND RETRIEVAL OF ALL
- 6 DATA COLLECTED AND STORED IN THE DATABASE AND ANY CLAIMS
- 7 CLEARINGHOUSE APPROVED BY THE DIRECTOR. THE DEPARTMENT, IN
- 8 CONSULTATION WITH THE COMMISSIONER AND THE ADVISORY COMMITTEE, MAY
- 9 PROMULGATE RULES THAT, SUBJECT TO THE REQUIREMENTS OF THIS PART,
- 10 PROVIDE FOR THE ELECTRONIC SUBMISSION OF DATA AND SUBMISSION AND
- 11 TRANSFER OF UNIFORM CLAIM FORMS IN USE IN THIS STATE.
- 12 (2) THE DIRECTOR AND ANY RULES PROMULGATED UNDER THIS PART
- 13 SHALL ENSURE THAT PATIENT PRIVACY IS PROTECTED IN COMPLIANCE WITH
- 14 STATE AND FEDERAL MEDICAL PRIVACY LAWS. THE DIRECTOR SHALL ENSURE
- 15 THAT A PERSON THAT SUBMITS DATA IS ALLOWED A PERIOD OF TIME TO
- 16 REVIEW AND VALIDATE THE ACCURACY OF THE DATA BEFORE IT IS RELEASED
- 17 TO THE PUBLIC. THE DIRECTOR SHALL PROVIDE THAT ANY DATA THAT ARE
- 18 SUBJECT TO A HEALTH PROFESSIONAL-PATIENT PRIVILEGE CREATED OR
- 19 RECOGNIZED BY LAW ARE SUBMITTED IN A MANNER THAT DOES NOT DISCLOSE
- 20 THE IDENTITY OF THE INDIVIDUAL PROTECTED.
- 21 (3) TO PROTECT THE INTEGRITY OF THE DATABASE, TO ENSURE THE
- 22 PROPER USE OF THE DATABASE, AND TO ENSURE THE EFFICIENT AND PROPER
- 23 ADMINISTRATION OF THE DATABASE, A PERSON OR GOVERNMENTAL AGENCY
- 24 SHALL NOT PERMIT INSPECTION OF DATA CONTAINED IN THE DATABASE,
- 25 DISCLOSE DATA CONTAINED IN THE DATABASE, OR COPY OR ISSUE A COPY OF
- 26 ALL OR PART OF DATA CONTAINED IN THE DATABASE EXCEPT AS AUTHORIZED
- 27 BY THIS PART, BY RULE, OR BY ORDER OF A COURT OF COMPETENT

- 1 JURISDICTION. THE DATABASE AND DATA OR ANY PART OF THE DATA
- 2 CONTAINED IN THE DATABASE ARE NOT SUBJECT TO THE FREEDOM OF
- 3 INFORMATION ACT, 1976 PA 442, MCL 15.231 TO 15.246. IN ADDITION TO
- 4 ANY OTHER REQUIREMENT UNDER THIS PART, THE DEPARTMENT SHALL
- 5 ESTABLISH PROCEDURES THAT PROVIDE FOR ADEQUATE STANDARDS OF
- 6 SECURITY FOR THE DATABASE.
- 7 (4) TO THE EXTENT PRACTICABLE, THE DIRECTOR SHALL ENSURE THAT
- 8 DATA COLLECTION UNDER THIS PART MEETS BOTH OF THE FOLLOWING
- 9 REQUIREMENTS:
- 10 (A) IT UTILIZES ANY STANDARDIZED CLAIM FORM OR ELECTRONIC
- 11 TRANSFER SYSTEM BEING USED IN THIS STATE BY CARRIERS AND HEALTH
- 12 PROVIDERS.
- 13 (B) IT IS IN ALIGNMENT WITH NATIONAL, REGIONAL, AND OTHER
- 14 UNIFORM ALL-PAYER CLAIMS DATABASES' STANDARDS.
- 15 (5) THE DIRECTOR MAY ESTABLISH A FEE TO CHARGE CARRIERS FOR
- 16 THE SUBMISSION OF DATA. IF A FEE IS ESTABLISHED AS PROVIDED IN THIS
- 17 SUBSECTION, A CARRIER SHALL PAY THE FEE TO SUBMIT DATA AS PROVIDED
- 18 IN THIS PART. THE DIRECTOR SHALL CHARGE ALL CARRIERS THE SAME RATE
- 19 FOR THE SUBMISSION OF DATA. THE DIRECTOR SHALL NOT CHARGE A CARRIER
- 20 THAT PAYS A FEE UNDER THIS SUBSECTION ANY ADDITIONAL FEE FOR
- 21 RECEIVING ANY DATA RELEASED FROM THE DATABASE.
- 22 SEC. 2913. (1) IN ESTABLISHING, ADMINISTERING, OR MODIFYING
- 23 THE DATABASE, THE DIRECTOR SHALL ENSURE THAT THE DATABASE IS
- 24 COMPATIBLE WITH DATA COLLECTED AND USED BY CARRIERS AND HEALTH
- 25 PROVIDERS. THE DIRECTOR SHALL ESTABLISH A PROCESS THAT REQUIRES
- 26 CARRIERS TO SUBMIT DATA TO THE DATABASE ON A QUARTERLY BASIS. A
- 27 CARRIER SHALL SUBMIT DATA AS REQUIRED BY THE DIRECTOR UNDER THIS

- 1 SUBSECTION AND SHALL PAY THE FEE, IF ANY, ESTABLISHED BY THE
- 2 DIRECTOR UNDER SECTION 2911.
- 3 (2) IN ESTABLISHING, ADMINISTERING, OR MODIFYING THE DATABASE,
- 4 THE DIRECTOR SHALL DEVELOP A MEANS OF RELEASING DATA FROM THE
- 5 DATABASE IN A MANNER THAT COMPLIES WITH STATE AND FEDERAL LAW
- 6 RELATING TO MEDICAL PRIVACY AND THE PROTECTION OF PERSONAL
- 7 IDENTIFYING INFORMATION. THE DIRECTOR SHALL ACCOMMODATE REQUESTS
- 8 FOR ALL OR PARTS OF THE CLAIMS DATA FROM CONSUMERS, REPRESENTATIVES
- 9 OF CONSUMERS, HEALTH PROVIDERS, ACADEMIC RESEARCHERS, OR OTHER
- 10 PERSONS. THE DIRECTOR MAY ESTABLISH A FEE TO CHARGE PERSONS FOR THE
- 11 RELEASE OF DATA REQUESTED UNDER THIS SUBSECTION. IF ESTABLISHED,
- 12 THE FEE MUST BE REASONABLE AND DESIGNED TO RECOVER THE COST TO THE
- 13 DEPARTMENT OF RELEASING THE DATA UNDER THIS SUBSECTION.
- 14 (3) THE DIRECTOR MAY CONTRACT FOR SERVICES NECESSARY TO CARRY
- 15 OUT THE DATA COLLECTION, PROCESSING, AND STORAGE ACTIVITIES
- 16 REOUIRED UNDER THIS PART. UNLESS PERMISSION IS SPECIFICALLY GRANTED
- 17 BY THE DIRECTOR, A THIRD PARTY UNDER CONTRACT WITH THE DIRECTOR
- 18 UNDER THIS SUBSECTION SHALL NOT RELEASE, PUBLISH, OR OTHERWISE USE
- 19 ANY DATA TO WHICH THE THIRD PARTY HAS ACCESS UNDER ITS CONTRACT AND
- 20 SHALL OTHERWISE COMPLY WITH THE REQUIREMENTS OF THIS PART.
- 21 (4) A CARRIER THAT VIOLATES THIS SECTION IS SUBJECT TO AN
- 22 ADMINISTRATIVE FINE OF \$10,000.00 FOR EACH DAY THAT THE CARRIER
- 23 FAILS TO FILE DATA AS REQUIRED BY THE DIRECTOR. THE DIRECTOR SHALL
- 24 REPORT TO THE COMMISSIONER A CARRIER THAT HAS FAILED TO FILE DATA
- 25 AS REQUIRED BY THE DIRECTOR FOR A PERIOD OF 12 MONTHS OR MORE.
- 26 SEC. 2914. (1) THE MICHIGAN HEALTH CARE TRANSPARENCY ADVISORY
- 27 COMMITTEE IS CREATED IN THE DEPARTMENT. NOTWITHSTANDING SECTION

- 1 2215, THE ADVISORY COMMITTEE IS CREATED ON AN ONGOING BASIS.
- 2 (2) THE DIRECTOR AND THE COMMISSIONER ARE EX OFFICIO MEMBERS
- 3 OF THE ADVISORY COMMITTEE WITHOUT VOTE. THE GOVERNOR AND THE
- 4 DIRECTOR SHALL APPOINT THE MEMBERS FIRST APPOINTED TO THE ADVISORY
- 5 COMMITTEE WITHIN 45 DAYS AFTER THE EFFECTIVE DATE OF THIS PART.
- 6 MEMBERS APPOINTED TO THE ADVISORY COMMITTEE ARE SUBJECT TO THE
- 7 ADVICE AND CONSENT OF THE SENATE. THE GOVERNOR SHALL APPOINT 3
- 8 MEMBERS AND THE DIRECTOR SHALL APPOINT OTHER MEMBERS AS HE OR SHE
- 9 CONSIDERS NECESSARY TO MEET THE REQUIREMENTS OF THIS SUBSECTION AND
- 10 TO PERFORM THE DUTIES OF THE ADVISORY COMMITTEE UNDER THIS PART.
- 11 THE GOVERNOR AND THE DIRECTOR SHALL APPOINT MEMBERS SO THAT THE
- 12 ADVISORY COMMITTEE CONSISTS OF REPRESENTATIVES OF HEALTH CARRIERS,
- 13 HEALTH PROVIDERS, AND PURCHASERS, INCLUDING BUT NOT LIMITED TO
- 14 SMALL BUSINESSES AND INDIVIDUALS, OF HEALTH BENEFIT PLANS.
- 15 (3) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBSECTION, APPOINTED
- 16 MEMBERS OF THE ADVISORY COMMITTEE SHALL SERVE FOR TERMS OF 4 YEARS
- 17 OR UNTIL A SUCCESSOR IS APPOINTED AND APPROVED TO SERVE, WHICHEVER
- 18 IS LATER. FOR THE MEMBERS INITIALLY APPOINTED UNDER SUBSECTION (2),
- 19 THE DIRECTOR MAY DESIGNATE STAGGERED TERMS SO THAT NOT MORE THAN
- 20 HALF OF THE APPOINTED MEMBERS' TERMS WILL EXPIRE IN ANY 1 YEAR.
- 21 (4) MEMBERS OF THE ADVISORY COMMITTEE SHALL SERVE WITHOUT
- 22 COMPENSATION.
- 23 (5) ON OR BEFORE 90 DAYS AFTER THE EFFECTIVE DATE OF THIS
- 24 PART, THE DIRECTOR SHALL CALL THE FIRST MEETING OF THE ADVISORY
- 25 COMMITTEE. AT THE FIRST MEETING, THE ADVISORY COMMITTEE SHALL ELECT
- 26 FROM AMONG ITS MEMBERS A CHAIRPERSON AND OTHER OFFICERS IT
- 27 CONSIDERS NECESSARY OR APPROPRIATE. AFTER THE FIRST MEETING, THE

- 1 ADVISORY COMMITTEE SHALL MEET AT LEAST QUARTERLY, OR MORE
- 2 FREQUENTLY AT THE CALL OF THE DIRECTOR OR THE CHAIRPERSON OR IF
- 3 REQUESTED BY 4 OR MORE MEMBERS.
- 4 (6) THE ADVISORY COMMITTEE SHALL ASSIST THE DIRECTOR IN THE
- 5 ESTABLISHMENT, MAINTENANCE, IMPLEMENTATION, ADMINISTRATION, AND
- 6 MODIFICATION OF THE DATABASE UNDER THIS PART.
- 7 SEC. 2915. (1) AT LEAST 30 DAYS BEFORE THE DATABASE IS
- 8 OPERATIONAL, AS DETERMINED BY THE DIRECTOR, THE DIRECTOR SHALL
- 9 NOTIFY THE LEGISLATURE AND THE PERSONS SUBJECT TO THIS PART OF THE
- 10 DATE THAT THE DATABASE WILL BEGIN OPERATION IN THIS STATE. UPON THE
- 11 DATABASE BECOMING OPERATIONAL, THE DIRECTOR SHALL PUBLICIZE THE
- 12 DATABASE IN A MANNER DESIGNED TO NOTIFY RESIDENTS OF THIS STATE
- 13 THAT THE DATABASE IS OPERATIONAL IN THIS STATE.
- 14 (2) ANNUALLY, BEGINNING WITH THE FIRST DAY OF THE THIRTEENTH
- 15 MONTH AFTER THE DATABASE IS DETERMINED TO BE OPERATIONAL UNDER
- 16 SUBSECTION (1), THE DIRECTOR SHALL PUBLISH AN ANNUAL REPORT FOR THE
- 17 IMMEDIATELY PRECEDING 12-MONTH PERIOD THAT INCLUDES ALL OF THE
- 18 FOLLOWING:
- 19 (A) FOR THE HEALTH CARE SERVICES SELECTED BY THE DIRECTOR, A
- 20 DESCRIPTION OF ALL OF THE FOLLOWING:
- 21 (i) THE VARIATION IN FEES CHARGED BY HEALTH FACILITIES AND
- 22 HEALTH PROFESSIONALS.
- 23 (ii) THE GEOGRAPHIC VARIATION IN THE UTILIZATION OF THOSE
- 24 HEALTH CARE SERVICES.
- 25 (B) THE TOTAL REIMBURSEMENT FOR ALL HEALTH CARE SERVICES.
- 26 (C) THE TOTAL REIMBURSEMENT FOR EACH HEALTH CARE SPECIALTY.
- (D) THE TOTAL REIMBURSEMENT FOR EACH CPT CODE.

- 1 (E) THE ANNUAL RATE OF CHANGE IN REIMBURSEMENT FOR HEALTH CARE
- 2 SERVICES BY HEALTH CARE SPECIALTIES AND BY CPT CODE.
- 3 (F) ANY OTHER INFORMATION THE COMMISSION CONSIDERS
- 4 APPROPRIATE, INCLUDING INFORMATION ON CAPITATED HEALTH CARE
- 5 SERVICES.
- 6 (3) SUBJECT TO THIS PART, THE DIRECTOR SHALL MAKE THE DATA
- 7 COLLECTED BY THE DATABASE AND ITS REPORTS AVAILABLE ON ITS INTERNET
- 8 WEBSITE.
- 9 (4) NOTWITHSTANDING SUBSECTION (2), FOR THE FIRST ANNUAL
- 10 REPORT REQUIRED UNDER SUBSECTION (2), THE DIRECTOR SHALL ONLY
- 11 INCLUDE REGIONALIZED DATA THAT DO NOT INCLUDE ANY OF THE FOLLOWING:
- 12 (A) THE IDENTIFICATION OF SPECIFIC HEALTH PROVIDERS.
- 13 (B) THE IDENTIFICATION OF SPECIFIC CARRIERS.
- 14 SEC. 2917. THE DIRECTOR, IN COMPLIANCE WITH STATE AND FEDERAL
- 15 MEDICAL PRIVACY LAWS AND THE REQUIREMENTS OF THIS PART, MAY SHARE
- 16 DATA CONTAINED IN THE DATABASE WITH A STATE DEPARTMENT OR AGENCY
- 17 THAT HAS A LEGITIMATE NEED FOR OR USE OF THE DATA. A STATE
- 18 DEPARTMENT OR AGENCY AND ITS OFFICERS, DIRECTORS, OR EMPLOYEES ARE
- 19 SUBJECT TO THIS PART WITH REGARD TO ANY DATA IT, HE, OR SHE
- 20 RECEIVES FROM THE DATABASE UNDER THIS SECTION.