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A bill to be entitled

An act relating to the Florida Health Information Network, Inc.; creating s. 408.064, F.S.; providing a short title; providing legislative intent; requiring the Agency for Health Care Administration to develop and implement a plan for the formation and operation of a health information network; requiring the agency to enter into a contract to implement the plan; creating the Florida Health Information Network, Inc., as a not-for-profit corporation; providing for a board of directors; providing for appointment of board members; providing for terms; providing duties and responsibilities of the corporation; requiring a report to the Governor and Legislature; providing for certain funds and assets to revert to the state upon dissolution of the network; providing conditions for funding of the network; providing an effective date.

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WHEREAS, the cost of health care in Florida has grown substantially while the demand for a more coordinated system of health care has increased, and

WHEREAS, with the benefit of an effective system for sharing privacy-protected medical information among authorized health care stakeholders, health care providers and consumers, aided by computerized tools that automatically analyze available health information and by combining that data with clinical logic and practice guidelines based on current, sound medical

science, will have access to the medical information needed to make sound decisions about health care, and

WHEREAS, the state's health care system would benefit from a reduction in the time it takes to evaluate promising medical techniques, devices, and drugs and to bring the products and procedures that are proven safe and effective to the health care marketplace more quickly, and

WHEREAS, the state's public health officers require effective information systems to detect, monitor, and manage emerging health threats most efficiently, and

WHEREAS, a successful medical response to large-scale disasters such as hurricanes is enhanced by effective and timely access to the medical records of those needing medical care, and

WHEREAS, providing consumers with effective access to their personal health information and computerized tools that gather data from their medical records and assist in interpreting and monitoring the data in partnership with their health care providers would permit consumers to become better informed and more proactive in managing their health and wellness, thereby reducing utilization of and adding efficiencies to the health care system, and

WHEREAS, it is feasible and advisable for the state to implement an effective integrated health information network capable of drawing together critical health information from multiple sources and presenting that information to authorized parties in a usable format to support sound decisions about health care by providers, consumers, public health officers, and

researchers while ensuring the privacy and security of personal health information, and

WHEREAS, studies have shown that health information networks are more likely to succeed if they are developed, implemented, and operated by a neutral manager with broad support among health care stakeholders, and

WHEREAS, the Legislature declares that an integrated health information network is a necessary and important part of effectively addressing the challenges and opportunities facing the state's health care delivery system, and it is the policy of the state to promote the development and implementation of an integrated statewide health information network to be operated by a neutral manager as a public-private partnership, with reasonable oversight and regulation by the state to promote the safety, security, and integrity of the health information network, NOW, THEREFORE,

Be It Enacted by the Legislature of the State of Florida:

Section 1. Section 408.064, Florida Statutes, is created to read:

408.064 Florida Health Information Network Act; purpose; duties.--

(1) This section may be cited as the "Florida Health Information Network Act."

(2) It is the intent of the Legislature that the state shall promote the establishment of a privacy-protected and

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secure integrated statewide network for the communication of electronic health information among authorized parties and to foster a coordinated public-private initiative for the development and operation of Florida's health information infrastructure.

- development of a health information network as a public-private partnership among the state's providers, payors, consumers, employers, public health officials, medical researchers, and other health care stakeholders. The agency shall develop a plan and performance standards for the formation and operation of a health information network and shall contract with the Florida Health Information Network, Inc., for the purpose of implementing the plan, consistent with the performance standards for the period July 1, 2006, through June 30, 2008.
- (4) There is created a not-for-profit corporation, to be known as the "Florida Health Information Network, Inc.," which shall be registered, incorporated, organized, and operated in compliance with chapter 617. The affairs of the not-for-profit corporation shall be managed by a board of directors who shall serve without compensation. The board of directors shall consist of the following members:
- (a) The Secretary of Health Care Administration or the secretary's designee.
 - (b) The Secretary of Health or the secretary's designee.
- (c) The Secretary of Elderly Affairs or the secretary's designee.

(d) Twelve members from the private or public sector, seven of whom shall be appointed by the Governor, two of whom shall be appointed by the President of the Senate, two of whom shall be appointed by the Speaker of the House of Representatives, and one member who shall be appointed by the Chief Financial Officer. Vacancies on the board shall be filled by appointment by the Governor, the President of the Senate, the Speaker of the House of Representatives, or the Chief Financial Officer, respectively, depending on who appointed the member whose vacancy is to be filled or whose term has expired. Members shall be appointed for terms of 4 years. Any member is eligible for reappointment. A vacancy on the board of directors shall be filled for the remainder of the unexpired term.

- (5) The Florida Health Information Network, Inc., shall:
- (a) Institute a statewide health information network in the state by:
- 1. Devising and implementing a strategic plan for infrastructure development and periodically evaluating and modifying that plan.
- 2. Developing and maintaining the technical infrastructure necessary to perform the functions of the network consistent with the strategic plan.
- 3. Promoting an integrated approach to efforts to create a secure network for communication of electronic health information in the state.
- 134 <u>4. Marketing the network to promote widespread use of the</u>
 135 network.

5. Assisting in the development and expansion of existing local or regional health information networks and the creation of new networks.

- (b) Develop and implement specific programs or strategies that address the creation, development, and expansion of regional or local health information networks and the recruitment of participants in the network.
- (c) Specify standards among regional and local health information networks and other participants in the Florida

 Health Information Network, Inc., to promote effective statewide and interstate interoperability.
- (d) Regularly assess the adoption of electronic health records systems and utilization of the statewide network by providers, consumers, public health officers, and other health care stakeholders to identify and regularly reevaluate the state's health information infrastructure strengths and weaknesses, assess opportunities to increase consumer access to the consumer's health records, and incorporate such information into its regular strategic planning process.
- (e) Develop and enforce privacy, security, operational, and technical standards among regional and local health information networks to ensure effective statewide privacy, data security, efficiency, and interoperability across networks. The network's standards shall be guided by reference to widely adopted standards or standards accepted by recognized national standard-setting organizations.

(f) Develop annual budgets that include funding from public and private entities, including user fees.

- (g) Take commercially reasonable measures to protect its intellectual property, including obtaining patents, trademarks, and copyrights where appropriate.
- (h) Make recommendations for reform of the state's laws regarding medical records and the collection of medical records data.
- (6) The agency shall review the data gathered about the Florida Health Information Network, Inc., pursuant to paragraph (5)(d) and make recommendations for its continued development in a report to be submitted to the Governor, the President of the Senate, and the Speaker of the House of Representatives by June 1, 2007.
- (7) Upon dissolution of the Florida Health Information
 Network, Inc., all assets shall revert to the state and funds
 shall revert to the General Revenue Fund.
- Section 2. The Florida Health Information Network, Inc., may be funded through the General Appropriations Act and may seek funding through public and private entities to accomplish its goals and duties. Appropriations for the Agency for Health Care Administration's Florida Health Information Network grants program shall not be used to fund the Florida Health Information Network, Inc.
 - Section 3. This act shall take effect July 1, 2006.