1 A bill to be entitled 2 An act relating to health care information; providing a short title; providing purpose; amending s. 408.05, F.S.; 3 renaming the State Center for Health Statistics; revising 4 criteria for collection and use of certain health-related 5 6 data; providing responsibilities of the Agency for Health Care Administration; providing for agency consultation 7 with the State Consumer Health Information and Policy 8 9 Advisory Council for the dissemination of certain consumer 10 information; requiring the Florida Center for Health Information and Policy Analysis to provide certain 11 12 technical assistance services; authorizing the agency to 13 monitor certain grants; removing a provision that 14 establishes the Comprehensive Health Information System Trust Fund as the repository of certain funds; renaming 15 the State Comprehensive Health Information System Advisory 16 17 Council; providing for duties and responsibilities of the State Consumer Health Information and Policy Advisory 18 19 Council; providing for membership, terms, officers, and meetings; amending s. 408.061, F.S.; providing for health 20 21 care providers to submit additional data to the agency; correcting a reference; amending s. 408.062, F.S.; 22 revising provisions relating to availability of specified 23 information on the agency's Internet website; requiring a 24 report; removing an obsolete provision; authorizing the 25 26 agency to develop an electronic health information 27 network; amending ss. 20.42, 381.001, 395.602, 395.6025,

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28 408.07, and 408.18, F.S.; conforming references to changes made by the act; amending ss. 381.026, 395.301, 627.6499, 29 and 641.54, F.S.; conforming a cross-reference; amending 30 s. 465.0244, F.S.; conforming a cross-reference; 31 prohibiting pharmacies from entering into contracts with 32 insurers and health maintenance organizations under 33 certain circumstances; providing communication criteria 34 for pharmacies, health insurers, health maintenance 35 organizations, and any agent, employee, administrator, 36 intermediary, assignee, or designee thereof; providing 37 responsibility of the Agency for Health Care 38 39 Administration for security of certain data and backup 40 systems; providing requirements for a secure storage 41 facility; providing an effective date. 42 43 Be It Enacted by the Legislature of the State of Florida: 44 45 Section 1. This act may be cited as the "Coordinated 46 Health Care Information and Transparency Act of 2006." 47 The purpose of this act is to provide better Section 2. 48 coordination of health information for purposes of public health, policy analysis, and transparency of consumer health 49 50 care information. Section 3. Section 408.05, Florida Statutes, is amended to 51 52 read: 53 Florida State Center for Health Information and 408.05 Policy Analysis Statistics .--54

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55 (1)ESTABLISHMENT. -- The agency shall establish a Florida 56 State Center for Health Information and Policy Analysis 57 Statistics. The center shall establish a comprehensive health 58 information system to provide for the collection, compilation, coordination, analysis, indexing, dissemination, and utilization 59 60 of both purposefully collected and extant health-related data and statistics. The center shall be staffed with public health 61 experts, biostatisticians, information system analysts, health 62 policy experts, economists, and other staff necessary to carry 63 out its functions. 64 (2)HEALTH-RELATED DATA STATISTICS. -- The comprehensive 65 66 health information system operated by the Florida State Center 67 for Health Information and Policy Analysis Statistics shall 68 identify the best available data sources and coordinate the 69 compilation of extant health-related data and statistics and 70 purposefully collect data on: 71 (a) The extent and nature of illness and disability of the 72 state population, including life expectancy, the incidence of 73 various acute and chronic illnesses, and infant and maternal 74 morbidity and mortality. 75 (b) The impact of illness and disability of the state 76 population on the state economy and on other aspects of the 77 well-being of the people in this state. Environmental, social, and other health hazards. 78 (C) 79 (d) Health knowledge and practices of the people in this 80 state and determinants of health and nutritional practices and 81 status.

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82 Health resources, including physicians, dentists, (e) 83 nurses, and other health professionals, by specialty and type of practice and acute, long-term care and other institutional care 84 facility supplies and specific services provided by hospitals, 85 nursing homes, home health agencies, and other health care 86 87 facilities. (f) Utilization of health care by type of provider. 88 Health care costs and financing, including trends in 89 (q) health care prices and costs, the sources of payment for health 90 care services, and federal, state, and local expenditures for 91 92 health care. Family formation, growth, and dissolution. 93 (h) 94 (i) The extent of public and private health insurance 95 coverage in this state. The quality of care provided by various health care 96 (i) 97 providers. COMPREHENSIVE HEALTH INFORMATION SYSTEM. -- In order to 98 (3) produce comparable and uniform health information and statistics 99 100 for the development of policy recommendations, the agency shall 101 perform the following functions: 102 (a) Coordinate the activities of state agencies involved in the design and implementation of the comprehensive health 103 information system. 104 Undertake research, development, and evaluation 105 (b) 106 respecting the comprehensive health information system.

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107 (c) Review the statistical activities of <u>state agencies to</u>
 108 <u>ensure</u> the Department of Health to assure that they are
 109 consistent with the comprehensive health information system.

Develop written agreements with local, state, and 110 (d) federal agencies for the sharing of health-care-related data or 111 112 using the facilities and services of such agencies. State agencies, local health councils, and other agencies under state 113 contract with the Department of Health shall assist the center 114 115 in obtaining, compiling, and transferring health-care-related data maintained by state and local agencies. Written agreements 116 117 must specify the types, methods, and periodicity of data exchanges and specify the types of data that will be transferred 118 119 to the center.

(e) The agency shall Establish by rule the types of data
collected, compiled, processed, used, or shared. Decisions
regarding center data sets should be made based on consultation
with the <u>State Consumer</u> Comprehensive Health Information <u>and</u>
<u>Policy</u> System Advisory Council and other public and private
users regarding the types of data which should be collected and
their uses.

127 (f) The center shall establish standardized means for
 128 collecting health information and statistics under laws and
 129 rules administered by the agency.

130 <u>(f) (g)</u> Establish minimum health-care-related data sets 131 which are necessary on a continuing basis to fulfill the 132 collection requirements of the center and which shall be used by 133 state agencies in collecting and compiling health-care-related

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134 data. The agency shall periodically review ongoing health care 135 data collections of the Department of Health and other state 136 agencies to determine if the collections are being conducted in 137 accordance with the established minimum sets of data.

138 <u>(g) (h)</u> Establish advisory standards to <u>ensure</u> assure the 139 quality of health statistical and epidemiological data 140 collection, processing, and analysis by local, state, and 141 private organizations.

142 (h) (i) Prescribe standards for the publication of health-143 care-related data reported pursuant to this section which ensure 144 the reporting of accurate, valid, reliable, complete, and 145 comparable data. Such standards should include advisory warnings 146 to users of the data regarding the status and quality of any 147 data reported by or available from the center.

148 <u>(i)(j)</u> Prescribe standards for the maintenance and 149 preservation of the center's data. This should include methods 150 for archiving data, retrieval of archived data, and data editing 151 and verification.

152 <u>(j)(k)</u> Ensure that strict quality control measures are 153 maintained for the dissemination of data through publications, 154 studies, or user requests.

155 <u>(k)(l)</u> Develop, in conjunction with the State <u>Consumer</u> 156 <u>Comprehensive</u> Health Information <u>and Policy</u> System Advisory 157 Council, and implement a long-range plan for making available 158 <u>health care quality measures</u> performance outcome and financial 159 data that will allow consumers to compare health care services. 160 The health care quality measures performance outcomes and

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161 financial data the agency must make available shall include, but 162 is not limited to, pharmaceuticals, physicians, health care 163 facilities, and health plans and managed care entities. The agency shall submit the initial plan to the Governor, the 164 President of the Senate, and the Speaker of the House of 165 166 Representatives by January 1, 2006, and shall update the plan and report on the status of its implementation annually 167 thereafter. The agency shall also make the plan and status 168 169 report available to the public on its Internet website. As part of the plan, the agency shall identify the process and 170 timeframes for implementation, any barriers to implementation, 171 and recommendations of changes in the law that may be enacted by 172 173 the Legislature to eliminate the barriers. As preliminary 174 elements of the plan, the agency shall:

Make available patient-safety indicators, inpatient 175 1. 176 quality indicators, and performance outcome and patient charge data collected from health care facilities pursuant to s. 177 408.061(1)(a) and (2). The terms "patient-safety indicators" and 178 179 "inpatient quality indicators" shall be as defined by the 180 Centers for Medicare and Medicaid Services, the National Quality 181 Forum, the Joint Commission on Accreditation of Healthcare Organizations, the Agency for Healthcare Research and Quality, 182 183 the Centers for Disease Control and Prevention, or a similar national entity that establishes standards to measure the 184 performance of health care providers, or by other states. The 185 186 agency shall determine which conditions, and procedures, health 187 care quality measures performance outcomes, and patient charge

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188 data to disclose based upon input from the council. When 189 determining which conditions and procedures are to be disclosed, 190 the council and the agency shall consider variation in costs, 191 variation in outcomes, and magnitude of variations and other 192 relevant information. When determining which <u>health care quality</u> 193 <u>measures performance outcomes</u> to disclose, the agency:

a. Shall consider such factors as volume of cases; average
patient charges; average length of stay; complication rates;
mortality rates; and infection rates, among others, which shall
be adjusted for case mix and severity, if applicable.

May consider such additional measures that are adopted 198 b. 199 by the Centers for Medicare and Medicaid Studies, National 200 Quality Forum, the Joint Commission on Accreditation of 201 Healthcare Organizations, the Agency for Healthcare Research and 202 Quality, Centers for Disease Control and Prevention, or a similar national entity that establishes standards to measure 203 204 the performance of health care providers, or by other states. 205

When determining which patient charge data to disclose, the agency shall consider such measures as average charge, average net revenue per adjusted patient day, average cost per adjusted patient day, and average cost per admission, among others.

210 2. Make available performance measures, benefit design, 211 and premium cost data from health plans licensed pursuant to 212 chapter 627 or chapter 641. The agency shall determine which 213 <u>health care quality measures</u> performance outcome and member and 214 subscriber cost data to disclose, based upon input from the

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215 council. When determining which data to disclose, the agency 216 shall consider information that may be required by either 217 individual or group purchasers to assess the value of the product, which may include membership satisfaction, quality of 218 care, current enrollment or membership, coverage areas, 219 220 accreditation status, premium costs, plan costs, premium increases, range of benefits, copayments and deductibles, 221 accuracy and speed of claims payment, credentials of physicians, 222 number of providers, names of network providers, and hospitals 223 in the network. Health plans shall make available to the agency 224 225 any such data or information that is not currently reported to 226 the agency or the office.

227 3. Determine the method and format for public disclosure 228 of data reported pursuant to this paragraph. The agency shall make its determination based upon input from the State Consumer 229 230 Comprehensive Health Information and Policy System Advisory Council. At a minimum, the data shall be made available on the 231 agency's Internet website in a manner that allows consumers to 232 233 conduct an interactive search that allows them to view and 234 compare the information for specific providers. The website must include such additional information as is determined necessary 235 to ensure that the website enhances informed decisionmaking 236 237 among consumers and health care purchasers, which shall include, 238 at a minimum, appropriate guidance on how to use the data and an 239 explanation of why the data may vary from provider to provider. 240 The data specified in subparagraph 1. shall be released no later than January 1, 2006, for the reporting of infection rates, and 241

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no later than October 1, 2005, for mortality rates and
complication rates. The data specified in subparagraph 2. shall
be released no later than October 1, 2006.

245

(4) TECHNICAL ASSISTANCE. --

(a) The center shall provide technical assistance to
persons or organizations engaged in health planning activities
in the effective use of statistics collected and compiled by the
center. The center shall also provide the following additional
technical assistance services:

1.(a) Establish procedures identifying the circumstances 251 under which, the places at which, the persons from whom, and the 252 methods by which a person may secure data from the center, 253 254 including procedures governing requests, the ordering of 255 requests, timeframes for handling requests, and other procedures necessary to facilitate the use of the center's data. To the 256 extent possible, the center should provide current data timely 257 in response to requests from public or private agencies. 258

259 <u>2.(b)</u> Provide assistance to data sources and users in the
 areas of database design, survey design, sampling procedures,
 statistical interpretation, and data access to promote improved
 health-care-related data sets.

263 <u>3.(c)</u> Identify health care data gaps and <u>provide technical</u> 264 <u>assistance to</u> seek cooperative agreements with other public or 265 private organizations for meeting documented health care data 266 needs.

267 <u>4.(d)</u> Assist other organizations in developing statistical
 268 abstracts of their data sets that could be used by the center.

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269	5. (e) Provide statistical support to state agencies with
270	regard to the use of databases maintained by the center.
271	6.(f) To the extent possible, respond to multiple requests
272	for information not currently collected by the center or
273	available from other sources by initiating data collection.
274	<u>7.(g) Maintain detailed information on data maintained by</u>
275	other local, state, federal, and private agencies in order to
276	advise those who use the center of potential sources of data
277	which are requested but which are not available from the center.
278	<u>8.(h)</u> Respond to requests for data which are not available
279	in published form by initiating special computer runs on data
280	sets available to the center.
281	9. Monitor innovations in health information technology,
282	informatics, and the exchange of health information and maintain
283	a repository of technical resources to support the development
284	of a health information network.
285	(b) The agency shall administer, manage, and monitor
286	grants to not-for-profit organizations, regional health
287	information organizations, public health departments, or state
288	agencies that submit proposals for planning, implementation, or
289	training projects to advance the development of a health
290	information network. Any grant contract shall be evaluated to
291	ensure the effective outcome of the health information project.
292	(c) The agency shall initiate, oversee, manage, and
293	evaluate the integration of health care data from each state
294	agency that collects, stores, and reports on health care issues

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295 and make that data available to any health care practitioner 296 through a state health information network.

(5) PUBLICATIONS; REPORTS; SPECIAL STUDIES.--The center
shall provide for the widespread dissemination of data which it
collects and analyzes. The center shall have the following
publication, reporting, and special study functions:

The center shall publish and make available 301 (a) 302 periodically to agencies and individuals health statistics 303 publications of general interest, including health plan consumer 304 reports and health maintenance organization member satisfaction 305 surveys HMO report cards; publications providing health statistics on topical health policy issues; publications that 306 307 provide health status profiles of the people in this state; and other topical health statistics publications. 308

(b) The center shall publish, make available, and disseminate, promptly and as widely as practicable, the results of special health surveys, health care research, and health care evaluations conducted or supported under this section. Any publication by the center must include a statement of the limitations on the quality, accuracy, and completeness of the data.

316 (c) The center shall provide indexing, abstracting,
317 translation, publication, and other services leading to a more
318 effective and timely dissemination of health care statistics.

319 (d) The center shall be responsible for publishing and320 disseminating an annual report on the center's activities.

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321 (e) The center shall be responsible, to the extent 322 resources are available, for conducting a variety of special studies and surveys to expand the health care information and 323 statistics available for health policy analyses, particularly 324 for the review of public policy issues. The center shall develop 325 326 a process by which users of the center's data are periodically surveyed regarding critical data needs and the results of the 327 survey considered in determining which special surveys or 328 329 studies will be conducted. The center shall select problems in health care for research, policy analyses, or special data 330 collections on the basis of their local, regional, or state 331 importance; the unique potential for definitive research on the 332 333 problem; and opportunities for application of the study findings. 334

(6) PROVIDER DATA REPORTING.--This section does not confer
on the agency the power to demand or require that a health care
provider or professional furnish information, records of
interviews, written reports, statements, notes, memoranda, or
data other than as expressly required by law.

340

(7) BUDGET; FEES; TRUST FUND.--

341 (a) The Legislature intends that funding for the <u>Florida</u>
342 State Center for Health <u>Information and Policy Analysis</u>
343 Statistics be appropriated from the General Revenue Fund.

(b) The <u>Florida</u> State Center for Health <u>Information and</u>
Policy Analysis Statistics may apply for and receive and accept
grants, gifts, and other payments, including property and
services, from any governmental or other public or private

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entity or person and make arrangements as to the use of same, including the undertaking of special studies and other projects relating to health-care-related topics. Funds obtained pursuant to this paragraph may not be used to offset annual appropriations from the General Revenue Fund.

(c) The center may charge such reasonable fees for services as the agency prescribes by rule. The established fees may not exceed the reasonable cost for such services. Fees collected may not be used to offset annual appropriations from the General Revenue Fund.

(d) The agency shall establish a Comprehensive Health 358 359 Information System Trust Fund as the repository of all funds 360 appropriated to, and fees and grants collected for, services of 361 the State Center for Health Statistics. Any funds, other than 362 funds appropriated to the center from the General Revenue Fund, 363 which are raised or collected by the agency for the operation of 364 the center and which are not needed to meet the expenses of the center for its current fiscal year shall be available to the 365 366 agency in succeeding years.

367 (8) STATE <u>CONSUMER</u> <u>COMPREHENSIVE</u> HEALTH INFORMATION <u>AND</u>
 368 POLICY SYSTEM ADVISORY COUNCIL. --

(a) There is established in the agency the State <u>Consumer</u>
Comprehensive Health Information <u>and Policy</u> System Advisory
Council to assist the center in reviewing the comprehensive
health information system, including the identification,
<u>collection</u>, standardization, sharing, and coordination of
health-related data, fraud and abuse data, and professional and

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375 facility licensing data among federal, state, local, and private 376 entities and to recommend improvements for purposes of public 377 health, policy analysis, and transparency of consumer health care information such system. The council shall consist of the 378 379 following members: 380 1. An employee of the Executive Office of the Governor, to be appointed by the Governor. 381 An employee of the Office of Insurance Regulation, to 382 2. 383 be appointed by the director of the office. An employee of the Department of Education, to be 384 3. 385 appointed by the Commissioner of Education. 386 4. Ten persons, to be appointed by the Secretary of Health 387 Care Administration, representing other state and local

388 agencies, state universities, <u>business and health</u> the Florida 389 Association of Business/Health coalitions, local health 390 councils, professional health-care-related associations, 391 consumers, and purchasers.

(b) Each member of the council shall be appointed to serve 392 393 for a term of 2 4 years following from the date of appointment, 394 except the term of appointment shall end 3 years following the 395 date of appointment for members appointed in 2003, 2004, and 396 2005. that A vacancy shall be filled by appointment for the 397 remainder of the term, and each appointing authority retains the 398 right to reappoint members whose terms of appointment have expired. and except that: 399

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400 1. Three of the members initially appointed by the 401 Director of Health Care Administration shall each be appointed for a term of 3 years. 402 2. Two of the members initially appointed by the Director 403 of Health Care Administration shall each be appointed for a term 404 405 of 2 years. 3. Two of the members initially appointed by the Director 406 407 of Health Care Administration shall each be appointed for a term 408 of 1 year. The council may meet at the call of its chair, at the 409 (C) 410 request of the agency department, or at the request of a majority of its membership, but the council must meet at least 411 412 quarterly. Members shall elect a chair and vice chair annually. 413 (d) A majority of the members constitutes a quorum, and 414 (e) 415 the affirmative vote of a majority of a quorum is necessary to 416 take action. (f) The council shall maintain minutes of each meeting and 417 418 shall make such minutes available to any person. Members of the council shall serve without 419 (q) 420 compensation but shall be entitled to receive reimbursement for per diem and travel expenses as provided in s. 112.061. 421 422 The council's duties and responsibilities include, but (h) are not limited to, the following: 423 To develop a mission statement, goals, and a plan of 424 1. 425 action based on the guiding principles specified in s. 282.3032 426 for the identification, collection, standardization, sharing,

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427 and coordination of health-related data across federal, state, 428 and local government and private-sector entities. To develop a review process to ensure cooperative 429 2. planning among agencies that collect or maintain health-related 430 431 data. 432 3. To create ad hoc issue-oriented technical workgroups on an as-needed basis to make recommendations to the council. 433 APPLICATION TO OTHER AGENCIES. -- Nothing in this 434 (9) 435 section shall limit, restrict, affect, or control the collection, analysis, release, or publication of data by any 436 437 state agency pursuant to its statutory authority, duties, or 438 responsibilities. 439 Section 4. Paragraph (b) of subsection (1) and subsection 440 (10) of section 408.061, Florida Statutes, are amended to read: 408.061 Data collection; uniform systems of financial 441 442 reporting; information relating to physician charges; confidential information; immunity.--443 The agency shall require the submission by health care 444 (1)facilities, health care providers, and health insurers of data 445 446 necessary to carry out the agency's duties. Specifications for 447 data to be collected under this section shall be developed by the agency with the assistance of technical advisory panels 448 449 including representatives of affected entities, consumers, 450 purchasers, and such other interested parties as may be determined by the agency. 451 452 Data to be submitted by health care providers may (b) 453 include, but are not limited to: professional organization and

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454 <u>specialty board affiliations</u>, Medicare and Medicaid 455 participation, types of services offered to patients, amount of 456 revenue and expenses of the health care provider, and such other 457 data which are reasonably necessary to study utilization 458 patterns. Data submitted shall be certified by the appropriate 459 duly authorized representative or employee of the health care 460 provider that the information submitted is true and accurate.

461 The agency shall be the primary source for collection (10)462 and dissemination of health care data. No other agency of state government may gather data from a health care provider licensed 463 464 or regulated under this chapter without first determining if the data is currently being collected by the agency and 465 466 affirmatively demonstrating that it would be more cost-effective 467 for an agency of state government other than the agency to 468 gather the health care data. The secretary director shall ensure 469 that health care data collected by the divisions within the agency is coordinated. It is the express intent of the 470 Legislature that all health care data be collected by a single 471 472 source within the agency and that other divisions within the 473 agency, and all other agencies of state government, obtain data 474 for analysis, regulation, and public dissemination purposes from that single source. Confidential information may be released to 475 476 other governmental entities or to parties contracting with the 477 agency to perform agency duties or functions as needed in connection with the performance of the duties of the receiving 478 479 entity. The receiving entity or party shall retain the 480 confidentiality of such information as provided for herein.

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481 Section 5. Paragraphs (h) and (j) of subsection (1) and 482 subsections (2) and (5) of section 408.062, Florida Statutes, 483 are amended to read:

484 408.062 Research, analyses, studies, and reports.-485 (1) The agency shall conduct research, analyses, and
486 studies relating to health care costs and access to and quality
487 of health care services as access and quality are affected by
488 changes in health care costs. Such research, analyses, and
489 studies shall include, but not be limited to:

The collection of a statistically valid sample of data 490 (h) on the retail prices charged by pharmacies for the 100 50 most 491 frequently prescribed medicines from any pharmacy licensed by 492 493 this state as a special study authorized by the Legislature to 494 be performed by the agency quarterly. If the drug is available generically, price data shall be reported for the generic drug 495 and price data of a brand-named drug for which the generic drug 496 is the equivalent shall be reported. The agency shall make 497 available on its Internet website for each pharmacy, no later 498 499 than October 1, 2006 2005, drug prices for a 30-day supply at a 500 standard dose. The data collected shall be reported for each 501 drug by pharmacy and by metropolitan statistical area or region and updated quarterly. 502

(j) The making available on its Internet website <u>beginning</u> no later than October 1, 2004, and in a hard-copy format upon request, of patient charge, volumes, length of stay, and performance <u>outcome</u> indicators collected from health care facilities pursuant to s. 408.061(1)(a) for specific medical

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508 conditions, surgeries, and procedures provided in inpatient and 509 outpatient facilities as determined by the agency. In making the 510 determination of specific medical conditions, surgeries, and procedures to include, the agency shall consider such factors as 511 volume, severity of the illness, urgency of admission, 512 513 individual and societal costs, and whether the condition is acute or chronic. Performance outcome indicators shall be risk 514 515 adjusted or severity adjusted, as applicable, using nationally 516 recognized risk adjustment methodologies or software consistent with the standards of the Agency for Healthcare Research and 517 518 Quality and as selected by the agency. The website shall also provide an interactive search that allows consumers to view and 519 520 compare the information for specific facilities, a map that 521 allows consumers to select a county or region, definitions of all of the data, descriptions of each procedure, and an 522 explanation about why the data may differ from facility to 523 524 facility. Such public data shall be updated quarterly. The agency shall submit an annual status report on the collection of 525 526 data and publication of health care quality measures performance 527 outcome indicators to the Governor, the Speaker of the House of 528 Representatives, the President of the Senate, and the substantive legislative committees with the first status report 529 530 due January 1, 2005.

531 (2) The agency may assess annually the caesarean section
532 rate in Florida hospitals using the analysis methodology that
533 the agency determines most appropriate. <u>The data from this</u>
534 assessment shall be published periodically on the agency's

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535 Internet website. To assist the agency in determining the impact 536 of this chapter on Florida hospitals' caesarean section rates, 537 each provider hospital, as defined in s. 383.336, shall notify 538 the agency of the date of implementation of the practice parameters and the date of the first meeting of the hospital 539 540 peer review board created pursuant to this chapter. The agency 541 shall use these dates in monitoring any change in provider 542 hospital caesarean section rates. An annual report based on this 543 monitoring and assessment shall be submitted to the Governor, 544 the Speaker of the House of Representatives, and the President 545 of the Senate by the agency, with the first annual report due January 1, 1993. 546 547 (5) The agency shall develop and implement a strategy for 548 the adoption and use of electronic health records, including the 549 development of an electronic health information network for the sharing of electronic health records among health care 550 facilities, health care providers, and health insurers. The 551 552 agency may develop rules to facilitate the functionality and 553 protect the confidentiality of electronic health records. The 554 agency shall report to the Governor, the Speaker of the House of 555 Representatives, and the President of the Senate on legislative recommendations to protect the confidentiality of electronic 556 557 health records. Section 6. Subsection (3) of section 20.42, Florida 558 Statutes, is amended to read: 559

560

20.42 Agency for Health Care Administration.--

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561 (3) The department shall be the chief health policy and 562 planning entity for the state. The department is responsible for 563 health facility licensure, inspection, and regulatory 564 enforcement; investigation of consumer complaints related to health care facilities and managed care plans; the 565 566 implementation of the certificate of need program; the operation 567 of the Florida State Center for Health Information and Policy 568 Analysis Statistics; the administration of the Medicaid program; 569 the administration of the contracts with the Florida Healthy 570 Kids Corporation; the certification of health maintenance 571 organizations and prepaid health clinics as set forth in part III of chapter 641; and any other duties prescribed by statute 572 573 or agreement.

574 Section 7. Subsection (3) of section 381.001, Florida 575 Statutes, is amended to read:

576

381.001 Legislative intent; public health system.--

577 It is, furthermore, the intent of the Legislature that (3) the public health system include comprehensive planning, data 578 579 collection, technical support, and health resource development 580 functions. These functions include, but are not limited to, 581 state laboratory and pharmacy services, the state vital statistics system, the Florida State Center for Health 582 583 Information and Policy Analysis Statistics, emergency medical services coordination and support, and recruitment, retention, 584 585 and development of preventive and primary health care 586 professionals and managers.

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Section 8. Paragraph (e) of subsection (2) of section 587 588 395.602, Florida Statutes, is amended to read: 589 395.602 Rural hospitals.--590 DEFINITIONS.--As used in this part: (2)"Rural hospital" means an acute care hospital licensed 591 (e) 592 under this chapter, having 100 or fewer licensed beds and an emergency room, which is: 593 594 The sole provider within a county with a population 1. 595 density of no greater than 100 persons per square mile; 2. An acute care hospital, in a county with a population 596

597 density of no greater than 100 persons per square mile, which is 598 at least 30 minutes of travel time, on normally traveled roads 599 under normal traffic conditions, from any other acute care 600 hospital within the same county;

3. A hospital supported by a tax district or subdistrict
whose boundaries encompass a population of 100 persons or fewer
per square mile;

A hospital in a constitutional charter county with a 604 4. 605 population of over 1 million persons that has imposed a local 606 option health service tax pursuant to law and in an area that 607 was directly impacted by a catastrophic event on August 24, 1992, for which the Governor of Florida declared a state of 608 emergency pursuant to chapter 125, and has 120 beds or less that 609 610 serves an agricultural community with an emergency room utilization of no less than 20,000 visits and a Medicaid 611 612 inpatient utilization rate greater than 15 percent;

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613	5. A hospital with a service area that has a population of
614	100 persons or fewer per square mile. As used in this
615	subparagraph, the term "service area" means the fewest number of
616	zip codes that account for 75 percent of the hospital's
617	discharges for the most recent 5-year period, based on
618	information available from the hospital inpatient discharge
619	database in the <u>Florida</u> State Center for Health <u>Information and</u>
620	Policy Analysis Statistics at the Agency for Health Care
621	Administration; or
622	6. A hospital designated as a critical access hospital, as
623	defined in s. 408.07(15).
624	
625	Population densities used in this paragraph must be based upon
626	the most recently completed United States census. A hospital
627	that received funds under s. 409.9116 for a quarter beginning no
628	later than July 1, 2002, is deemed to have been and shall
629	continue to be a rural hospital from that date through June 30,
630	2012, if the hospital continues to have 100 or fewer licensed
631	beds and an emergency room, or meets the criteria of
632	subparagraph 4. An acute care hospital that has not previously
633	been designated as a rural hospital and that meets the criteria
634	of this paragraph shall be granted such designation upon
635	application, including supporting documentation to the Agency
636	for Health Care Administration.
637	Section 9. Section 395.6025, Florida Statutes, is amended
638	to read:

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639 395.6025 Rural hospital replacement 640 facilities.--Notwithstanding the provisions of s. 408.036, a 641 hospital defined as a statutory rural hospital in accordance 642 with s. 395.602, or a not-for-profit operator of rural hospitals, is not required to obtain a certificate of need for 643 644 the construction of a new hospital located in a county with a population of at least 15,000 but no more than 18,000 and a 645 646 density of less than 30 persons per square mile, or a 647 replacement facility, provided that the replacement, or new, facility is located within 10 miles of the site of the currently 648 649 licensed rural hospital and within the current primary service area. As used in this section, the term "service area" means the 650 651 fewest number of zip codes that account for 75 percent of the 652 hospital's discharges for the most recent 5-year period, based on information available from the hospital inpatient discharge 653 654 database in the Florida State Center for Health Information and Policy Analysis Statistics at the Agency for Health Care 655 656 Administration.

657 Section 10. Paragraph (d) of subsection (43) of section658 408.07, Florida Statutes, is amended to read:

408.07 Definitions.--As used in this chapter, with theexception of ss. 408.031-408.045, the term:

(43) "Rural hospital" means an acute care hospital
licensed under chapter 395, having 100 or fewer licensed beds
and an emergency room, and which is:

(d) A hospital with a service area that has a populationof 100 persons or fewer per square mile. As used in this

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673

666 paragraph, the term "service area" means the fewest number of 667 zip codes that account for 75 percent of the hospital's 668 discharges for the most recent 5-year period, based on 669 information available from the hospital inpatient discharge 670 database in the <u>Florida</u> State Center for Health <u>Information and</u> 671 <u>Policy Analysis</u> Statistics at the Agency for Health Care 672 Administration; or

674 Population densities used in this subsection must be based upon the most recently completed United States census. A hospital 675 676 that received funds under s. 409.9116 for a quarter beginning no 677 later than July 1, 2002, is deemed to have been and shall 678 continue to be a rural hospital from that date through June 30, 679 2012, if the hospital continues to have 100 or fewer licensed 680 beds and an emergency room, or meets the criteria of s. 395.602(2)(e)4. An acute care hospital that has not previously 681 been designated as a rural hospital and that meets the criteria 682 of this subsection shall be granted such designation upon 683 684 application, including supporting documentation, to the Agency for Health Care Administration. 685

686 Section 11. Paragraph (a) of subsection (4) of section 687 408.18, Florida Statutes, is amended to read:

408.18 Health Care Community Antitrust Guidance Act;
antitrust no-action letter; market-information collection and
education.--

(4) (a) Members of the health care community who seekantitrust guidance may request a review of their proposed

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business activity by the Attorney General's office. In conducting its review, the Attorney General's office may seek whatever documentation, data, or other material it deems necessary from the Agency for Health Care Administration, the <u>Florida State Center for Health Information and Policy Analysis</u> Statistics, and the Office of Insurance Regulation of the Financial Services Commission.

700Section 12. Paragraph (c) of subsection (4) of section701381.026, Florida Statutes, is amended to read:

381.026 Florida Patient's Bill of Rights andResponsibilities.--

704 (4) RIGHTS OF PATIENTS.--Each health care facility or705 provider shall observe the following standards:

706

(c) Financial information and disclosure.--

1. A patient has the right to be given, upon request, by the responsible provider, his or her designee, or a representative of the health care facility full information and necessary counseling on the availability of known financial resources for the patient's health care.

712 2. A health care provider or a health care facility shall, 713 upon request, disclose to each patient who is eligible for Medicare, in advance of treatment, whether the health care 714 715 provider or the health care facility in which the patient is 716 receiving medical services accepts assignment under Medicare 717 reimbursement as payment in full for medical services and 718 treatment rendered in the health care provider's office or 719 health care facility.

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3. A health care provider or a health care facility shall,
upon request, furnish a person, prior to provision of medical
services, a reasonable estimate of charges for such services.
Such reasonable estimate shall not preclude the health care
provider or health care facility from exceeding the estimate or
making additional charges based on changes in the patient's
condition or treatment needs.

727 4. Each licensed facility not operated by the state shall 728 make available to the public on its Internet website or by other 729 electronic means a description of and a link to the performance 730 outcome and financial data that is published by the agency pursuant to s. 408.05(3)(k) (1). The facility shall place a 731 732 notice in the reception area that such information is available 733 electronically and the website address. The licensed facility may indicate that the pricing information is based on a 734 compilation of charges for the average patient and that each 735 736 patient's bill may vary from the average depending upon the 737 severity of illness and individual resources consumed. The 738 licensed facility may also indicate that the price of service is 739 negotiable for eligible patients based upon the patient's 740 ability to pay.

5. A patient has the right to receive a copy of an
itemized bill upon request. A patient has a right to be given an
explanation of charges upon request.

Section 13. Subsection (10) of section 395.301, FloridaStatutes, is amended to read:

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746 395.301 Itemized patient bill; form and content prescribed 747 by the agency. --748 (10)Each licensed facility shall make available on its 749 Internet website a link to the performance outcome and financial data that is published by the Agency for Health Care 750 751 Administration pursuant to s. 408.05(3)(k) (the facility shall place a notice in the reception area that the information 752 753 is available electronically and the facility's Internet website 754 address. 755 Section 14. Section 465.0244, Florida Statutes, is amended 756 to read: 465.0244 Information disclosure.--757 758 (1) Every pharmacy shall make available on its Internet 759 website a link to the performance outcome and financial data 760 that is published by the Agency for Health Care Administration 761 pursuant to s. 408.05(3)(k) and shall place in the area where 762 customers receive filled prescriptions notice that such 763 information is available electronically and the address of its Internet website. 764 765 An agreement among any of the following: (2) 766 (a) The holder of a pharmacy permit issued under this 767 chapter; 768 (b) A health maintenance organization licensed under part 769 I of chapter 641; 770 A health insurer licensed under chapter 624; or (C)

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771 An agent, employee, administrator, intermediary, (d) 772 assignee, or designee of any of the entities specified in this 773 subsection, 774 shall not contain any term or condition that prohibits, 775 776 restricts, or discourages the communication of information 777 relating to prescription drug pricing, including, but not 778 limited to, reimbursement formulas, dispensing fees, discounts, 779 exclusive buying arrangements, guarantees, or rebates. 780 Section 15. Subsection (2) of section 627.6499, Florida 781 Statutes, is amended to read: 627.6499 Reporting by insurers and third-party 782 783 administrators.--784 Each health insurance issuer shall make available on (2)785 its Internet website a link to the performance outcome and 786 financial data that is published by the Agency for Health Care 787 Administration pursuant to s. 408.05(3)(k) (h) and shall include 788 in every policy delivered or issued for delivery to any person 789 in the state or any materials provided as required by s. 627.64725 notice that such information is available 790 791 electronically and the address of its Internet website. Section 16. Subsection (7) of section 641.54, Florida 792 793 Statutes, is amended to read: 641.54 Information disclosure.--794 795 (7) Each health maintenance organization shall make 796 available on its Internet website a link to the performance 797 outcome and financial data that is published by the Agency for

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798	Health Care Administration pursuant to s. 408.05(3) (k) (1) and
799	shall include in every policy delivered or issued for delivery
800	to any person in the state or any materials provided as required
801	by s. 627.64725 notice that such information is available
802	electronically and the address of its Internet website.
803	Section 17. For the purpose of protecting and ensuring the
804	safety and security of the data held by the Agency for Health
805	Care Administration, as described in s. 408.061, Florida
806	Statutes, the agency shall be responsible for ensuring that data
807	and data backup systems are housed at a secure facility that
808	meets or exceeds the following requirements:
809	(a) The facility must be located in the state;
810	(b) The facility must be designated as a critical facility
811	by the county emergency management agency, under s. 252.38,
812	Florida Statutes, in the county where the facility is located;
813	(c) The facility must be designed to withstand a category
814	5 hurricane and be outside the 500-year flood zone established
815	by the Federal Emergency Management Agency;
816	(d) The facility must have six or more tier-one
817	telecommunication carriers deployed at the facility;
818	(e) The facility must have commercial power supplied by at
819	least two separate substation feeders and must be able to
820	operate continuously for at least 5 days on its own power
821	generation systems without refueling should such commercial
822	power be interrupted; and
823	(f) The facility has successfully undergone a Statement on
824	Auditing Standards (SAS) No. 70 review, representing that the
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825 facility has been through an in-depth review of the security and

826 information technology control process relating to its

827 operation.

828 Section 18. This act shall take effect upon becoming a

829 law.

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