House Proposal of Amendment

S. 255

An act relating to regulation of hospitals, health insurers, and managed care organizations.

The House proposes to the Senate to amend the bill as follows:

<u>First</u>: In Sec. 2, 18 V.S.A. § 9405b, in subsection (b), by striking out the renumbered subdivision (3) in its entirety and inserting in lieu thereof a new subdivision (3) to read as follows:

(11)(3) Information information on membership and governing body qualifications; a listing of the current governing body members, including each member's name, town of residence, occupation, employer, and job title, and the amount of compensation, if any, for serving on the governing body; and means of obtaining a schedule of meetings of the hospital's governing body, including times scheduled for public participation; and

Second: By adding a section to be Sec. 2a to read as follows:

Sec. 2a. 18 V.S.A. § 9456(d) is amended to read:

(d)(1) Annually, the Board shall establish a budget for each hospital by on or before September 15, followed by a written decision by October 1. Each hospital shall operate within the budget established under this section.

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- (3)(A) The Office of the Health Care Advocate shall have the right to receive copies of all materials related to the hospital budget review and may:
- (i) ask questions of employees of the Green Mountain Care Board related to the Board's hospital budget review;
- (ii) submit written questions to the Board that the Board will ask of hospitals in advance of any hearing held in conjunction with the Board's hospital review:
 - (iii) submit written comments for the Board's consideration; and
- (iv) ask questions and provide testimony in any hearing held in conjunction with the Board's hospital budget review.
- (B) The Office of the Health Care Advocate shall not further disclose any confidential or proprietary information provided to the Office pursuant to this subdivision (3).

<u>Third</u>: By striking out Secs. 10, recommendations for potential alignment, and 11, effective dates, in their entirety and inserting in lieu thereof the following:

Sec. 10. RECOMMENDATIONS FOR POTENTIAL ALIGNMENT

- (a) The Director of Health Care Reform in the Agency of Administration, in collaboration with the Green Mountain Care Board and the Department of Financial Regulation, shall compare the requirements in federal law applicable to Vermont's accountable care organizations and to the Department of Vermont Health Access in its role as a public managed care organization with the rules adopted in accordance with 18 V.S.A. § 9414(a)(1) as they apply to managed care organizations to identify opportunities for alignment, including alignment of mental health standards. The Director of Health Care Reform shall make recommendations on or before December 15, 2017 to the House Committee on Health Care and the Senate Committees on Health and Welfare and on Finance on appropriate ways to improve alignment. In preparing his or her recommendations, the Director shall take into consideration the financial and operational implications of alignment and shall consult with interested stakeholders, including the Department of Health, the Department of Mental Health, health care providers, accountable care organizations, the Office of the Health Care Advocate, the Vermont Association of Hospitals and Health Systems, the Vermont Medical Society, and health insurance and managed care organizations, as defined in 18 V.S.A. § 9402.
- (b) In advance of the implementation of any of the recommendations provided pursuant to subsection (a) of this section and to the extent permitted under federal law, when making a utilization review determination on or after January 1, 2017, the Department of Vermont Health Access shall ensure that:
- (1) a mental health professional licensed in Vermont whose training and expertise is at least comparable to the treating provider is involved in the review whenever authorization for mental health or substance abuse services is denied or when payment is stopped for mental health or substance abuse services already being provided;
- (2) a physician under the direction of the Department's Chief Medical Officer is involved in the review whenever authorization for health care services other than mental health or substance abuse services is denied or when payment is stopped for health care services already being provided;
- (3) adverse action letters delineate the specific clinical criteria upon which the adverse action was based; and
- (4) for determinations applicable to patients receiving inpatient care, Department staff are available by telephone to discuss the individual case with the clinician requesting the benefit determination.
- Sec. 11. 18 V.S.A. § 115 is amended to read:
- § 115. CHRONIC DISEASES; STUDY; PROGRAM PUBLIC HEALTH SURVEILLANCE ASSESSMENT AND PLANNING

- (a) The Department of Health may, in the discretion of the Commissioner, accept for treatment children who have chronic diseases such as cystic fibrosis and severe hemophilia or developmental disabilities.
 - (b) The State Board Commissioner of Health is authorized to:
 - (1) study the prevalence of chronic disease;
- (2) make such morbidity studies as may be necessary to evaluate the over-all problem of chronic disease and developmental disabilities;
- (3) develop an early case-finding program, in cooperation with the medical profession;
- (4) develop and carry on an educational program as to the causes, prevention and alleviation of chronic disease <u>and developmental disabilities; and</u>
- (5) integrate this program with that of the State rehabilitation center where possible, by seeking the early referral of persons with chronic disease, who could benefit from the State rehabilitation program adopt rules for the purpose of screening chronic diseases and developmental disabilities in newborns.
- (c) The <u>State Board Department</u> of Health is directed to consult and cooperate with the medical profession and interested official and voluntary agencies and societies in the development of this program.
- (d) The <u>Board Department</u> is authorized to accept contributions or gifts which are given to the State for any of the purposes as stated in this section, and the Department is authorized to charge and retain monies to offset the cost of providing newborn screening program services.
- Sec. 12. 18 V.S.A. § 115a is amended to read:

§ 115a. CHRONIC DISEASES OF CHILDREN; TREATMENT

The Department of Health may, in the discretion of the Commissioner, accept for treatment children who have chronic diseases such as cystic fibrosis. [Repealed.]

Sec. 13. 18 V.S.A. § 5087 is amended to read:

§ 5087. ESTABLISHMENT OF BIRTH INFORMATION NETWORK

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(b) The Department of Health is authorized to collect information for the birth information network for the purpose of preventing and controlling disease, injury, and disability. The Commissioner of Health, in collaboration with appropriate partners, shall coordinate existing data systems and records to enhance the network's comprehensiveness and effectiveness, including:

- (1) vital records (birth, death, and fetal death certificates);
- (2) the children with special health needs database;
- (3) newborn metabolic screening;
- (4) a voluntary developmental screening test;
- (5) universal newborn hearing screening;
- (5)(6) the Hearing Outreach Program;
- (6)(7) the cancer registry;
- (7)(8) the lead screening registry;
- (8)(9) the immunization registry;
- (9)(10) the special supplemental nutrition program for women, infants, and children;
 - (10)(11) the Medicaid claims database;
 - (11)(12) the hospital discharge data system;
- (12)(13) health records, (such as including discharge summaries, disease indexes, nursery logs, pediatric logs, and neonatal intensive care unit logs), from hospitals, outpatient specialty clinics, genetics clinics, and cytogenetics laboratories; and
- (13)(14) the Vermont health care claims uniform reporting and evaluation system.

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Sec. 14. CONGENITAL HEART DEFECT SCREENING; RULEMAKING

On or before January 1, 2017, the Commissioner of Health shall adopt rules pursuant to 3 V.S.A. chapter 25 requiring the screening for a congenital heart defect on every newborn in the State, unless a critical congenital heart defect was detected prenatally. Screening tests for critical congenital heart defects may include pulse oximetry or other methodologies that reflect the standard of care.

Sec. 15. EFFECTIVE DATES

- (a) Secs. 1 (hospital needs assessment) and 2 (hospital community reports) and this section shall take effect on passage.
- (b) The remaining sections shall take effect on July 1, 2016.