

1 H.368

2 Introduced by Representative Rogers of Waterville

3 Referred to Committee on

4 Date:

5 Subject: Health; Green Mountain Care Board; hospitals; accountable care
6 organizations; budget review

7 Statement of purpose of bill as introduced: This bill proposes to require
8 hospitals and accountable care organizations, as part of their annual budget
9 reviews, to disclose to the Green Mountain Care Board the same salary and
10 other compensation information that must be disclosed to the Internal Revenue
11 Service on Form 990. The bill would direct the Green Mountain Care Board to
12 evaluate the reasonableness of the salaries and other compensation and would
13 specify that the salary and other compensation information must be made
14 available to the public upon request.

15 An act relating to hospital and accountable care organization salary
16 information

17 It is hereby enacted by the General Assembly of the State of Vermont:

18 Sec. 1. 18 V.S.A. § 9382(b)(1) is amended to read:

19 (b)(1) The Green Mountain Care Board shall adopt rules pursuant to
20 3 V.S.A. chapter 25 to establish standards and processes for reviewing,

1 modifying, and approving the budgets of ACOs with 10,000 or more attributed
2 lives in Vermont. To the extent permitted under federal law, the Board shall
3 ensure the rules anticipate and accommodate a range of ACO models and sizes,
4 balancing oversight with support for innovation. In its review, the Board shall
5 review and consider:

6 * * *

7 (D) the character, competence, fiscal responsibility, and soundness of
8 the ACO and its principals, including the reasonableness of the salary and
9 other compensation for the ACO's officers, directors, key employees, and
10 other highly compensated employees based on the information submitted
11 pursuant to section 9574 of this title;

12 * * *

13 Sec. 2. 18 V.S.A. § 9454 is amended to read:

14 § 9454. HOSPITALS; DUTIES

15 (a) Hospitals shall file the following information at the time and place and
16 in the manner established by the Board:

17 (1) a budget for the forthcoming fiscal year;

18 (2) financial information, including:

19 (A) costs of operation;₂

20 (B) revenues;₂

21 (C) assets;₂

1 subdivision 9454(a)(2)(J) of this title shall be made available to the public
2 upon request.

3 * * *

4 Sec. 5. 18 V.S.A. § 9574 is added to read:

5 § 9574. SALARY AND COMPENSATION INFORMATION; BUDGET
6 REVIEW

7 (a) As part of its submission of financial information for the Green
8 Mountain Care Board's budget review in accordance with section 9382 of this
9 title, an accountable care organization shall provide salary and other
10 compensation information for its officers, directors, key employees, and other
11 highly compensated employees for the previous calendar year to the same
12 extent that the organization would have been required to provide the
13 information to the U.S. Internal Revenue Service on Form 990 and related
14 attachments for the most recent tax year if the organization was exempt from
15 federal income tax under 26 U.S.C. § 501.

16 (b) The salary and other compensation information provided to the Green
17 Mountain Care Board pursuant to subsection (a) of this section shall be made
18 available to the public upon request.

19 Sec. 6. EFFECTIVE DATE

20 This act shall take effect on passage.