

# HOUSE BILL No. 5776

April 23, 1998, Introduced by Reps. Stallworth, Kilpatrick, Hale and Thomas 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 sections 2913, 2915, and  
2917.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1        SEC. 2913. THE OBJECTIVES OF ESTABLISHING THE DATA BASE AND  
2 THE DATA PLANS APPROVED AND MADE EFFECTIVE UNDER SECTION 2909 ARE  
3 TO OBTAIN, PROCESS, ANALYZE, AND PUBLICLY DISSEMINATE STATEWIDE  
4 COMPARATIVE DATA, IN A CLEAR, USABLE, AND STANDARDIZED FORM,  
5 REGARDING THE COST, QUALITY, AND ORGANIZATION OF HEALTH CARE  
6 SERVICES IN THIS STATE AND ON THE HEALTH STATUS OF THE STATE POP-  
7 ULATION AS A WHOLE AND BY GEOGRAPHIC, DEMOGRAPHIC, AND OTHER  
8 APPROPRIATE CATEGORIES. THE DATA BASE SHALL INCLUDE, BUT IS NOT  
9 LIMITED TO, CLINICAL AND FINANCIAL DATA TO PROVIDE THE MEANS TO  
10 EVALUATE HEALTH PROVIDERS AND HEALTH CARE PAYMENT AND BENEFIT

1 PLANS ON A COMPARATIVE, PROVIDER-SPECIFIC, PLAN-SPECIFIC, AND  
2 TREATMENT-SPECIFIC BASIS. THE DATA SHALL BE SEVERITY-ADJUSTED  
3 AND RISK-ADJUSTED.

4 SEC. 2915. EACH DATA PLAN APPROVED AND MADE EFFECTIVE UNDER  
5 SECTION 2909 SHALL SPECIFY ALL OF THE FOLLOWING:

6 (A) DATA BASE CONTENT, INCLUDING, BUT NOT LIMITED TO, ALL OF  
7 THE FOLLOWING DATA ELEMENTS:

8 (i) CLINICAL AND FINANCIAL DETAIL, SPECIFIC AS TO DIAGNOSES,  
9 TREATMENTS OR PROCEDURES, AND PROVIDERS, INCLUDING PLAN PER-  
10 FORMANCE, HEALTH SETTINGS, AND PRACTITIONERS.

11 (ii) DATA RELATED TO THE ORGANIZATION OF HEALTH SERVICES.

12 (iii) DATA DESCRIBING THE HEALTH STATUS OF PATIENTS.

13 (iv) DATA CHARACTERIZING THE QUALITY OF HEALTH SERVICE  
14 OUTCOMES.

15 (v) STATISTICAL ADJUSTMENT, AS APPROPRIATE, OF ALL DATA ELE-  
16 MENTS ACCORDING TO THE HEALTH STATUS OF THE PATIENT.

17 (B) RELEASE OF DATA ANALYSES AND REPORTS PROMOTING ALL OF  
18 THE FOLLOWING:

19 (i) VALUE FOR ALL USERS OF THE DATA SYSTEM, INCLUDING CON-  
20 SUMERS, PLANNERS, POLICY MAKERS, PROVIDERS, PURCHASERS, AND  
21 RESEARCHERS.

22 (ii) CONTINUOUS IMPROVEMENTS IN QUALITY, APPROPRIATENESS,  
23 AND EFFICIENCY OF HEALTH SERVICE DELIVERY AND IN THE HEALTH  
24 STATUS OF THE RESIDENTS OF THIS STATE.

25 (iii) TIMELY AVAILABILITY OF INFORMATION THAT MEETS PRIORITY  
26 NEEDS OF THE USERS OF THE DATA BASE.

1 (C) APPROPRIATE RECOGNITION OF ADMINISTRATIVE CONSIDERATIONS  
2 INCLUDING, BUT NOT LIMITED TO, ALL OF THE FOLLOWING:

3 (i) IMPLEMENTATION OF EACH DATA PLAN PHASED IN BASED ON  
4 DETERMINATIONS OF PRIORITY NEEDS OF DATA USERS, VALUE OF DATA,  
5 AND DATA AVAILABILITY AND ACCESSIBILITY.

6 (ii) DATA COLLECTION IN A STANDARDIZED MANNER.

7 (iii) RELIANCE ON EXISTING DATA SETS, IN ORDER TO MINIMIZE  
8 DUPLICATION IN REPORTING DATA.

9 (iv) MINIMIZATION OF ADMINISTRATIVE COST AND BURDEN ON THOSE  
10 INITIALLY GENERATING AND THOSE DIRECTLY SUPPLYING DATA.

11 (v) PROMOTION OF THE USE OF ELECTRONIC INFORMATION TECHNOL-  
12 OGY AND UNIFORM CLAIMS PROCEDURES, INCLUDING DATA QUALITY  
13 ASSESSMENT.

14 (vi) PROTECTION OF PRIVACY AND CONFIDENTIALITY OF INDIVIDUAL  
15 PATIENT INFORMATION.

16 (vii) AVAILABILITY OF ADEQUATE RESOURCES TO COVER ALL INCRE-  
17 MENTAL COSTS RELATED TO INITIATION AND ONGOING OPERATION OF THE  
18 DATA BASE, WITHOUT REGARD TO WHO INCURS THE COSTS.

19 SEC. 2917. (1) THE DATA BASE SHALL INCLUDE, AT A MINIMUM,  
20 DATA FROM THE MICHIGAN INPATIENT DATA BASE OR COMPARABLE DATA,  
21 DATA FROM THE MEDICAID PROGRAM, DATA FROM UNIFORM CLAIM FORMS  
22 USED BY HOSPITALS TO SUBMIT BILLS AND, AS NEEDED TO EVALUATE  
23 HEALTH CARE PAYMENT AND BENEFIT PLANS ON A COMPARATIVE BASIS,  
24 DATA FROM HEALTH MAINTENANCE ORGANIZATIONS LICENSED UNDER PART  
25 210, ALTERNATIVE HEALTH CARE DELIVERY AND FINANCING SYSTEMS  
26 LICENSED UNDER SECTION 21042, ORGANIZATIONS OFFERING PRUDENT  
27 PURCHASER ARRANGEMENTS UNDER THE PRUDENT PURCHASER ACT, INSURERS

1 AS DEFINED UNDER SECTION 106 OF THE INSURANCE CODE OF 1956, MCL  
2 500.106, AND A HEALTH CARE CORPORATION INCORPORATED UNDER THE  
3 NONPROFIT HEALTH CARE CORPORATION REFORM ACT.

4 (2) DATA COLLECTED FOR THE DATA BASE SHALL BE COORDINATED TO  
5 THE EXTENT PERMITTED BY LAW WITH INFORMATION COLLECTED BY THE  
6 DEPARTMENT FOR MEDICAL RESEARCH PROJECTS AND AS OTHERWISE  
7 REQUIRED BY THE CODE AND WITH INFORMATION CONTAINED IN ALL OF THE  
8 FOLLOWING REGISTRIES AND REPORTS:

9 (A) THE OCCUPATIONAL DISEASE OR HEALTH CONDITION REPORTS  
10 REQUIRED UNDER SECTION 5611.

11 (B) THE BIRTH DEFECTS REGISTRY ESTABLISHED UNDER SECTION  
12 5721.

13 Enacting section 1. This amendatory act does not take  
14 effect unless all of the following bills of the 89th Legislature  
15 are enacted into law:

16 (a) Senate Bill No. \_\_\_\_\_ or House Bill No. \_\_\_\_\_ (request  
17 no. 02090'97).

18 (b) Senate Bill No. \_\_\_\_\_ or House Bill No. \_\_\_\_\_ (request  
19 no. 02091'97).

20 (c) Senate Bill No. \_\_\_\_\_ or House Bill No. \_\_\_\_\_ (request  
21 no. 02091'97 a).

22 (d) Senate Bill No. \_\_\_\_\_ or House Bill No. \_\_\_\_\_ (request  
23 no. 02092'97).