

SECOND REGULAR SESSION

HOUSE BILL NO. 1878

95TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVES FUNDERBURK (Sponsor), HOBBS, NANCE, BRUNS,
WASSON AND PARSON (Co-sponsors).

4678L.01I

D. ADAM CRUMBLISS, Chief Clerk

AN ACT

To amend chapter 191, RSMo, by adding thereto three new sections relating to health care quality and cost-efficiency.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Chapter 191, RSMo, is amended by adding thereto three new sections, to be
2 known as sections 191.1005, 191.1008, and 191.1010, to read as follows:

191.1005. 1. For purposes of this section, the following terms shall mean:

2 **(1) "Insurer", the same meaning as the term "health carrier" is defined in section**
3 **376.1350, and includes the state of Missouri for purposes of the rendering of health care**
4 **services by providers under a medical assistance program of the state and, to the extent**
5 **authorized by federal law, any plan of coverage provided under the Employee Retirement**
6 **Income Security Act of 1974, 29 U.S.C. Section 1001, et seq.;**

7 **(2) "Provider", the same meaning as such term is defined in section 376.1350.**

8 **2. Programs of insurers that publicly assess and compare the quality and cost-**
9 **efficiency of health care providers shall conform to the following criteria:**

10 **(1) The insurers shall retain, at their own expense, the services of a nationally**
11 **recognized independent health care quality standard-setting organization to review the**
12 **plan's programs for consumers that measure, report, and tier providers based on their**
13 **performance. Such review shall include a comparison to national standards and a report**
14 **detailing the measures and methodologies used by the health plan. The scope of the review**
15 **shall encompass all elements described in this section and section 191.1008;**

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

16 (2) The program measures shall provide performance information that reflects
17 consumers' health needs. Programs shall clearly describe the extent to which they
18 encompass particular areas of care, including primary care and other areas of specialty
19 care;

20 (3) Performance reporting for consumers shall include both quality and cost-
21 efficiency information. While quality information may be reported in the absence of cost-
22 efficiency, cost-efficiency information shall not be reported without accompanying quality
23 information;

24 (4) When any individual measures or groups of measures are combined, the
25 individual scores, proportionate weighting, and any other formula used to develop
26 composite scores shall be disclosed. Such disclosure shall be done both when quality
27 measures are combined and when quality and cost-efficiency are combined;

28 (5) Consumers or consumer organizations shall be solicited to provide input on the
29 program, including methods used to determine performance strata;

30 (6) A clearly defined process for receiving and resolving consumer complaints shall
31 be a component of any program;

32 (7) Performance information presented to consumers shall include context,
33 discussion of data limitations, and guidance on how to consider other factors in choosing
34 a provider;

35 (8) Relevant providers and provider organizations shall be solicited to provide
36 input on the program, including the methods used to determine performance strata;

37 (9) Providers shall be given reasonable prior notice before their individual
38 performance information is publicly released;

39 (10) A clearly defined process for providers to request review of their own
40 performance results and the opportunity to present information that supports what they
41 believe to be inaccurate results, within a reasonable time frame, shall be a component of
42 any program. Results determined to be inaccurate after the reconsideration process shall
43 be corrected;

44 (11) Information about the comparative performance of providers shall be
45 accessible and understandable to consumers and providers and shall recognize cost factors
46 associated with medical education and research, patient characteristics, and specialized
47 services;

48 (12) Information about factors that might limit the usefulness of results shall be
49 publicly disclosed;

50 (13) Measures used to assess provider performance and the methodology used to
51 calculate scores or determine rankings shall be published and made readily available to the

52 public. Elements shall be assessed against national standards as defined in subdivision (17)
53 of this subsection. Examples of measurement elements that shall be assessed against
54 national standards include: risk and severity adjustment, minimum observations, and
55 statistical standards utilized. Examples of other measurement elements that shall be fully
56 disclosed include: data used, how providers' patients are identified, measure specifications
57 and methodologies, known limitations of the data, and how episodes are defined;

58 (14) The rationale and methodologies supporting the unit of analysis reported shall
59 be clearly articulated, including a group practice model versus the individual provider;

60 (15) Sponsors of provider measurement and reporting shall work collaboratively
61 to aggregate data whenever feasible to enhance its consistency, accuracy, and use.
62 Sponsors of provider measurement and reporting shall also work collaboratively to align
63 and harmonize measures used to promote consistency and reduce the burden of collection.
64 The nature and scope of such efforts shall be publicly reported;

65 (16) The program shall be regularly evaluated to assess its effectiveness, accuracy,
66 reliability, validity, and any unintended consequences, including any effect on access to
67 health care;

68 (17) All quality measures shall be endorsed by the National Quality Forum (NQF),
69 or its successor organization. Where NQF-endorsed measures do not exist, the next level
70 of measures to be considered, until such measures are endorsed by the National Quality
71 Forum (NQF), or its successor organization, shall be those endorsed by the Ambulatory
72 Care Quality Alliance, the National Committee for Quality Assurance, or the Joint
73 Commission on the Accreditation of Healthcare Organizations, Healthcare Effectiveness
74 and Data Information Set (HEDIS).

191.1008. 1. Any person who sells or otherwise distributes to the public health care
2 quality and cost-efficiency data for disclosure in comparative format to the public shall
3 identify the measure source or evidence-based science behind the measure and the national
4 consensus, multi-stakeholder, or other peer review process, if any, used to confirm the
5 validity of the data and its analysis as an objective indicator of health care quality.

6 2. Articles or research studies on the topic of health care quality or cost-efficiency
7 that are published in peer-reviewed academic journals that neither receive funding from
8 nor are affiliated with a health care insurer or by state or local government shall be exempt
9 from the requirements of subsection 1 of this section.

10 3. (1) Upon receipt of a complaint of an alleged violation of this section by a person
11 or entity other than a health carrier, the department of health and senior services shall
12 investigate the complaint and, upon finding that a violation has occurred, shall be
13 authorized to impose a penalty in an amount not to exceed one thousand dollars. The

14 department shall promulgate rules governing its processes for conducting such
15 investigations and levying fines authorized by law.

16 (2) Any rule or portion of a rule, as that term is defined in section 536.010, that is
17 created under the authority delegated in this section shall become effective only if it
18 complies with and is subject to all of the provisions of chapter 536 and, if applicable,
19 section 536.028. This section and chapter 536 are nonseverable and if any of the powers
20 vested with the general assembly pursuant to chapter 536 to review, to delay the effective
21 date, or to disapprove and annul a rule are subsequently held unconstitutional, then the
22 grant of rulemaking authority and any rule proposed or adopted after August 28, 2010,
23 shall be invalid and void.

191.1010. All alleged violations of sections 191.1005 to 191.1008 by a health insurer
2 shall be investigated and enforced by the department of insurance, financial institutions
3 and professional registration under the department's powers and responsibilities to enforce
4 the insurance laws of this state in accordance with chapter 374.

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