{deleted text} shows text that was in HB0140 but was deleted in HB0140S01.

inserted text shows text that was not in HB0140 but was inserted into HB0140S01.

DISCLAIMER: This document is provided to assist you in your comparison of the two bills. Sometimes this automated comparison will NOT be completely accurate. Therefore, you need to read the actual bills. This automatically generated document could contain inaccuracies caused by: limitations of the compare program; bad input data; or other causes.

**CONSUMRADIFECERTAGEO Stewart Barlow** proposes the following substitute bill:

# CONSUMER-FOCUSED HEALTH DELIVERY AND PAYMENT DEMONSTRATION PROJECT

2013 GENERAL SESSION STATE OF UTAH

**Chief Sponsor: Stewart Barlow** 

Senate Sponsor: \_\_\_\_

#### **LONG TITLE**

#### **General Description:**

This bill directs the {Insurance Department to develop} Department of Health to work with relevant entities for the purpose of coordinating a demonstration project on the subject of {consumer-focused} consumer-based health care delivery and payment reform.

#### **Highlighted Provisions:**

This bill:

► instructs the {Insurance } Department of Health to {work} coordinate with health insurers to develop a demonstration project for {consumer-focused} consumer-based health care delivery and payment reform{ and to apply for available health care

innovation grants to implement and expand the demonstration}:

- <u>directs the Department of Health to convene and consult with relevant entities and organizations to facilitate the development of a demonstration project for consumer-based health care delivery and payment reform;</u>
- <u>directs the Department of Health to supervise efforts of participating entities</u>
  <u>regarding:</u>
  - applying for and obtaining grant and other funding for this type of demonstration project;
  - obtaining and analyzing information related to current health system utilization
     and costs to consumers; and
  - consulting with the health care providers and health care payers who elect to
     participate in the project; and
- requires the {Insurance} executive director of the Department of Health to report to the Health System Reform Task Force regarding the progress towards {consumerfocused} consumer-based health delivery and payment reform by January 1, 2015.

#### Money Appropriated in this Bill:

None

#### **Other Special Clauses:**

None

#### **Utah Code Sections Affected:**

**ENACTS**:

<del>{31A-22-641}</del><u>26-23a-115</u>, Utah Code Annotated 1953

Be it enacted by the Legislature of the state of Utah:

Section 1. Section  $\frac{31A-22-641}{26-23a-115}$  is enacted to read:

{31A-22-641}26-23a-115. Consumer-focused health care delivery and payment reform demonstration project.

- (1) The Legislature finds that:
- (a) current health care delivery and payment systems do not provide system wide incentives for the competitive delivery and pricing of health care services to consumers;
  - (b) there is a compelling state interest to encourage consumers to seek high quality, low

cost care and educate themselves about health care options;

- (c) some health care providers and health care payers have developed consumer-focused ideas for health care delivery and payment system reform, but lack the critical number of patient lives and payer involvement to accomplish system-wide consumer-focused reform; and
- (d) there is a compelling state interest to encourage as many health care providers and health care payers to join together and coordinate efforts at consumer-focused health care delivery and payment reform that would provide to consumers enrolled in a high-deductible health plan:
  - (i) greater choice in health care options;
  - (ii) improved services through competition; and
  - (iii) more affordable options for care.
- (2) (a) The {insurance} department shall {convene a meeting of} meet with health care providers and health care payers for the purpose of coordinating a demonstration project for {consumer-focused} consumer-based health care delivery and payment reform.
- (b) Participation in the coordination efforts {by health care providers and health care payers } is voluntary, but encouraged.
- (3) The {commissioner shall} department, in order to facilitate {a coordinated} the coordination of a demonstration project for {consumer-focused} consumer-based health care delivery {reform } and { consumer-focused health care} payment reform { between one or more health care payers that elect to participate in the demonstration project by:
- (a) consulting with health care providers and health care payers who elect to join together in a consumer-based reform demonstration project;
  - (b), shall convene and consult with pertinent entities including:
    - (a) the Utah Insurance Department;
    - (b) the Office of Consumer Health Services;
    - (c) the Utah Medical Association;
    - (d) the Utah Hospital Association; and
- (e) neutral, non-biased third parties with an established record for broad based, multi-payer and multi-provider quality assurance efforts and data collection.

- (4) The department shall supervise the efforts by entities under Subsection (3) regarding:
- (a) applying for {health care innovation grants} and obtaining grant funding and other financial assistance that may be available for demonstrating {consumer-focused} consumer-based improvements to health care delivery and payment; { and}

({c) adopting administrative rules in accordance with Title 63G, Chapter 3, Utah

Administrative Rulemaking Act, as necessary, to develop, oversee, and implement the}b)

obtaining and analyzing information and data related to current health system utilization and costs to consumers; and

(c) consulting with those health care providers and health care payers who elect to participate in the consumer-based health delivery and payment demonstration project.

(<del>{4}</del><u>5</u>) The <del>{commissioner}</del><u>executive director</u> shall report to the Health System Reform Task Force by January 1, 2015, regarding the progress toward coordination of consumer-focused health care system payment and delivery reform.

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Legislative Review Note

as of 2-11-13 6:43 AM

Office of Legislative Research and General Counsel