# CORRECTED MINUTES OF THE HOUSE HEALTH AND HUMAN SERVICES STANDING COMMITTEE ROOM W125, WEST OFFICE BUILDING, STATE CAPITOL COMPLEX Revised February 22, 2007

MEMBERS PRESENT: Rep. Paul Ray, Chair

Rep. Ronda R. Menlove, Vice Chair

Rep. D. Gregg Buxton Rep. John Dougall Rep. David Litvack Rep. Phil Riesen

Rep. Stephen E. Sandstrom

MEMBERS ABSENT: Rep. Wayne A. Harper

STAFF PRESENT: Mark Andrews, Policy Analyst

Sylvia Newton, House Secretary

**Note:** A list of visitors and copy of handouts are filed with committee minutes.

Rep. Ray called the meeting to order at 7:35 a.m.

MOTION: Rep. Buxton moved to approve the minutes of the February 19, 2007 meeting. The motion passed unanimously with Rep. Dougall and Rep. Litvack absent for the vote.

Rep. Ray turned the chair over to Rep. Menlove.

## H.J.R. 16 Joint Resolution Supporting Governor's Child and Family Cabinet Council (Rep. P. Ray)

MOTION: Rep. Ray moved to amend the resolution as followed:

- 1. Page 1, Lines 15 through 17:
  - supports the formation of the Utah Governor's Child and Family Cabinet Council to
  - focus on the issues of <u>child abuse</u>, <u>substance abuse</u>, <u>neglect</u>, <u>and</u> domestic violence and {<u>its</u>} <u>their</u> threat to Utah's children and
  - 17 families.
- 2. *Page 2, Lines 49 through 51:* 
  - 49 supports the formation, by Governor Huntsman, of a council known as the Utah Governor's
  - 50 Child and Family Cabinet Council to focus on { the issues of domestic violence and its threat to } a coordinated approach to preventing abuse, neglect, and domestic

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#### violence threatening

51 Utah's children and families.

The motion to amend the resolution passed unanimously with Rep. Dougall absent for the vote.

Rep. Ray explained H.J.R. 16 as amended to the committee.

Spoke in favor of the bill: Dwayne Baird, Department of Human Services

Ned Searle, Commission on Criminal & Juvenile Justice

MOTION: Rep. Ray moved to pass H.J.R. as amended out favorably. The motion passed

unanimously with Rep. Dougall absent for the vote.

Rep. Ray resumed the chair.

#### S.B. 193 Amendments to Mental Health Professional Practice Act (Sen. P. Jones)

Sen. Jones explained S.B. 193 to the committee, assisted by Mark Payne, Division of Substance Abuse and Mental Health. A handout was provided to committee members.

Spoke in favor of the bill: Patrick Fleming, Salt Lake County Substance Abuse

Dave Felt, Association of Utah Substance Abuse Professionals

MOTION: Rep. Litvack moved to pass S.B. 193 out favorably. The motion passed

unanimously with Rep. Dougall and Rep. Menlove absent for the vote.

MOTION: Rep. Buxton moved to place S.B. 193 on the Consent Calendar. The motion

passed unanimously with Rep. Dougall and Rep. Menlove absent for the vote.

#### H.B. 250 Consumer Access to Health Care Charges (Rep. E. Hutchings)

MOTION: Rep. Buxton moved to amend the bill as follows:

- 1. *Page 2, Lines 39 through 45:* 
  - A health care facility licensed under this chapter shall, when requested by a consumer:
  - 40 (1) make a list of prices available for the consumer which includes the facility's {
  - $\frac{41}{(a)}$  50 most frequently performed:
  - 42 {-(i)} (a) in-patient procedures; and

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43 {-(ii)} (b) out-patient procedures; and

- 44 { (b) the 50 most commonly prescribed drugs in the facility; and }
- 45 (2) provide the consumer with information regarding any discounts available for:

The motion to amend the bill passed unanimously with Rep. Dougall absent for the vote.

Rep. Hutchings explained H.B. 250 as amended.

Spoke to the bill: Michelle McOmber, Utah Medical Association

Senator Peter Knudson, Utah State Senate

Spoke in favor of the bill: Brad Kuhnhausen, Utah Association of Health Underwriters

Spoke in opposition to the bill: Judi Hilman, Utah Health Policy Project

MOTION: Rep. Menlove moved to pass H.B. 250 as amended out favorably. The motion

passed with Rep. Litvack and Rep. Sandstrom voting in opposition to the motion

and Rep. Dougall absent for the vote.

#### H.B. 444 Promotion of Health Efficiencies (Rep. B. Last)

Rep. Last explained the bill to the committee, assisted by Dan Hull, Executive Director, Utah Association of Home Care. Rep. Last provided handouts to committee members and also declared a conflict of interest.

Spoke in favor of the bill: Steve Love, president, Love Health Care

Michael Hales, Director, Division of Health Care Financing, Utah

Department of Health

MOTION: Rep. Menlove moved to return H.B. 444 to the Rules Committee with a

recommendation for interim study. The motion passed unanimously with Rep.

Dougall absent for the vote.

#### S.B. 45 Nursing Amendments (Sen. P. Knudson)

Sen. Knudson explained the bill to the committee, assisted by Laura Poe, Division of Occupational and Professional Licensing.

MOTION: Rep. Litvack moved to pass S.B. 45 out favorably. The motion passed

unanimously with Rep. Dougall absent for the vote.

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MOTION: Rep. Menlove moved to place S.B. 45 on the Consent Calendar. The motion passed unanimously with Rep. Dougall absent for the vote.

### S.B. 160 Pharmacy Practice Act Amendments (Sen. P. Knudson)

Sen. Knudson explained S.B. 160 to the committee, assisted by Laura Poe, Division of Occupational and Professional Licensing.

MOTION: Rep. Buxton moved to amend the bill as follows:

- 1. Page 4, Line 113 through Page 5, Line 124b:
  - "Unprofessional conduct" includes:
  - 114 (1) willfully deceiving or attempting to deceive the division, the board, or their agents
  - as to any relevant matter regarding compliance under this chapter;
  - 116 (2) (a) { except for price discounts [conditional] based upon [volume purchases: (a)]
  - 117 <u>purchase volumes paying rebates to practitioners or any other health care providers;</u> and }

except as provided in Subsection (2)(b):

- (i) paying rebates to practitioners or receiving rebates from practitioners or any other health care provider; or
- (ii) paying or receiving compensation in the form of a commission, bonus, rebate, kickback, or split fee arrangement with practitioners or any other health care provider, for the purpose of obtaining referrals.
  - (b) Subsection (2)(a) does not apply to:
  - (i) giving or receiving price discounts based on purchase volume; or
  - (ii) passing along pharmaceutical manufacturer's rebates.
- [(b) entering into any agreement with a medical practitioner or any other person for the
- payment or acceptance of compensation or its economic equivalent for recommending the
- 120 professional services of either party;]
- 121 {(b) } ŝ→ [providing to or receiving from a physician, surgeon, organization, agency, or other
- 122 person, either directly or indirectly, any form of compensation for the referral of a patient to a
- 123 pharmacy licensed under this chapter, including compensation in the form of a

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#### commission,

- 124 <u>bonus, rebate, kickback, or split-fee arrangement;</u>] { for pharmacies and pharmacists not
- 124a <u>participating in Medicare or Medicaid, an act that would violate the Federal</u>

  Anti-kickback
- 124b Statute, 42 U.S.C. sec. 1320a-7b(b). ←\$-}

The motion to amend the bill passed unanimously with Rep. Dougall absent for the vote.

Spoke to the bill: Shelly Cordon Teuscher, Vetcentric

MOTION: Rep. Buxton moved to amend the bill as follows:

- 1. Page 4, Line 113 through Page 5, Line 124b:
  - "Unprofessional conduct" includes:
  - 114 (1) willfully deceiving or attempting to deceive the division, the board, or their agents
  - as to any relevant matter regarding compliance under this chapter;
  - 116 (2) (a) { except for price discounts [conditional] based upon [volume purchases: (a)]
  - purchase volumes paying rebates to practitioners or any other health care providers; and }

except as provided in Subsection (2)(b):

- (i) paying rebates to practitioners or receiving rebates from practitioners or any other health care provider; or
- (ii) paying or receiving compensation in the form of a commission, bonus, rebate, kickback, or split fee arrangement with practitioners or any other health care provider, for the purpose of obtaining referrals.
  - (b) Subsection (2)(a) does not apply to:
  - (i) giving or receiving price discounts based on purchase volume;
  - (ii) passing along pharmaceutical manufacturer's rebates; or
  - (iii) being compensated for providing dispensing, billing and related services to a veterinarian.
- [(b) entering into any agreement with a medical practitioner or any other person for the
- payment or acceptance of compensation or its economic equivalent for recommending the
- 120 professional services of either party;]

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- 121 {(b) } Ŝ→ [providing to or receiving from a physician, surgeon, organization, agency, or other
- 122 person, either directly or indirectly, any form of compensation for the referral of a patient to a
- 123 pharmacy licensed under this chapter, including compensation in the form of a commission,
- 124 <u>bonus, rebate, kickback, or split-fee arrangement;</u>] { for pharmacies and pharmacists not
- 124a <u>participating in Medicare or Medicaid, an act that would violate the Federal</u>

  Anti-kickback
- 124b Statute, 42 U.S.C. sec. 1320a-7b(b). ←\$-}

The motion to amend the bill passed with Rep. Menlove and Rep. Ray voting in opposition to the motion and Rep. Dougall absent for the vote.

MOTION: Rep. Buxton moved to amend the bill as follows:

1. Line 117: After "except as provided in Subsection (2)(b): (i) paying" insert "or offering" and After "(ii) paying" insert ", offering,"

The motion to amend the bill passed unanimously with Rep. Dougall absent for the vote.

MOTION: Rep. Menlove moved to pass S.B. 160 as amended out favorably. The motion passed unanimously with Rep. Dougall absent for the vote.

MOTION: Rep. Riesen moved to adjourn the meeting. The motion passed unanimously with Rep. Dougall absent for the vote.

Rep. Ray adjourned the meeting at 8:59 a.m.

Rep. Paul Ray Committee Chair