SENATE BILL NO. 704

94TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR BRAY.

Read 1st time March 1, 2007, and ordered printed.

TERRY L. SPIELER, Secretary.

2584S.01I

AN ACT

To amend chapter 192, RSMo, by adding thereto five new sections relating to the implementation of a health care quality report card.

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

Section A. Chapter 192, RSMo, is amended by adding thereto five new

- 2 sections, to be known as sections 192.550, 192.553, 192.556, 192.559, and 192.562,
- 3 to read as follows:

192.550. 1. For purposes of sections 192.550 to 192.562, the

- 2 following terms shall mean:
- 3 (1) "Advisory panel", the health care quality advisory panel 4 established under section 192.559;
- 5 (2) "Commission", the health care quality report card commission 6 established under 192.562;
- 7 (3) "Other health care facility", a facility determined by the
- 8 health care quality advisory panel established under section 192.559 or
- 9 the health care quality report card commission established under
- 10 section 192.562 to fall under the provisions of sections 192.550 to
- 11 **192.562.**
- 12 2. The department of health and senior services shall implement
- 13 a health care quality program for the purpose of making available a
- 14 health care quality report card to allow consumers to compare and
- 15 assess the quality of health care services. The department shall submit
- 16 the initial plan for the program to the general assembly by January 1,
- 17 2008, and shall update the plan and report on the status of its
- 18 implementation annually thereafter. The department shall identify the
- 19 process and time frames for implementation of the plan. Hospitals,
- 20 ambulatory surgical centers, or other health care facilities shall

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provide such data in compliance with this section. 21

- 223. The department shall determine which quality 23performance outcome and patient charge data is currently collected from health care facilities under current state and federal law. The 24department may consider such additional measures that are adopted 25by the Centers of Medicare and Medicaid Services, National Quality 26Forum, the Joint Commission on Accreditations of Healthcare 27Organizations, the Agency for Healthcare Research and Quality, or any 2829 other similar state or national entity that establishes standards to measure the performance of health care providers. 30
- 4. The department shall not require the re-submission of data which has been submitted to the department of health and senior 32services or any other state departments under other provisions of 33 law. The department of health and senior services shall accept data 34submitted by associations or related organizations on behalf of health care providers by entering into binding agreements negotiated with 36 such associations or related organizations to obtain data deemed 3738 necessary by the department for compliance with the provisions of this section.
 - 5. Using the recommendations of the health care quality advisory panel established under section 192.559, as a guide, by July 1, 2008, the department shall promulgate rules specifying the standards and procedures for the collection, analysis, risk adjustment, and reporting of health care quality data and procedures to be monitored under sections 192.550 to 192.562. In promulgating such rules, the department shall:
- 47 (1) Use methodologies and systems for data collection established by the organizations specified in subsection 2 of this section, or its 48 successors; and 49
 - (2) Consider the findings and recommendations of the health care quality advisory panel established under section 192.559.
- 6. The department, in consultation with the advisory panel or the health care quality report card commission, shall be authorized to 53collect and report data on subsets of each type of specialty or health 55care setting specified in subsection 1 of this section. In consultation with the advisory panel or commission, the department shall develop, 56disseminate and update the data quarterly. The reports submitted to

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the department shall account for each hospital's ambulatory surgical center's or other health care facility's risk-adjusted health care quality data. Such data shall include, but not be limited to the following:

- (1) The accreditation of hospitals, as well as sanctions and other
 violations found by accreditation or state licensing boards;
 - (2) The volume of various procedures performed;
- (3) The quality of care for various patient populations, including
 pediatric populations and racial and ethnic minority populations;
- 66 (4) The availability of emergency rooms, intensive care units, 67 obstetrical units and burn units;
- 68 (5) The quality of care in various hospitals settings, including 69 inpatient, outpatient, emergency, maternity, intensive care unit, 70 ambulatory surgical center, and physician practice settings;
- 71 (6) The use of health information technology, telemedicine, and 72 electronic medical records;
- 73 (7) Staffing levels of nurses and other health professionals, as 74 appropriate;
- 75 (8) Training hours completed in a quarterly basis, by category of residual staff and type of training;
- 77 (9) Average staffing levels, patient acuity, and duty hours by 78 nursing unit or department and staff retention rates by nursing unit or 79 department;
 - (10) The availability of interpreter services on-site;
 - (11) Ongoing patient safety initiatives; and
- 82 (12) Other measures determined by the director, advisory panel 83 or commission.
- 84 7. The initial health care quality report card shall be issued by the department not later than December 31, 2009, and the report card 85 shall be made available on its Internet website. The reports shall be 86 distributed to the governor and members of the general assembly 87 annually and to the general public upon request. The data on the 88 website shall be disclosed in a manner that allows consumers to 89 conduct an interactive search that allows them to view and compare 90 91 the information for specific hospitals, ambulatory surgical centers or other health care facilities. The department shall develop and 92disseminate the public reports based on data compiled for a period of 93 at least twelve months and the website must include such additional 94

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information as is deemed necessary to ensure that the website enhances 95informed decision making among consumers and health care 97purchasers.

- 8. The department shall require that each hospital, ambulatory 99 surgical center, or other health care facility have in place procedures for monitoring and enforcing compliance with health care quality 100 regulations and standards. Such procedures shall be coordinated with 101 the facilities' administrative staff, personnel staff, and quality 102 103 improvement programs.
- 104 9. Members of the medical staff who report in good faith health care quality concerns to the hospital or ambulatory surgical center 105administration or medical staff leadership of other health care facilities 106 shall not be subject to retaliation or discrimination for doing so and 107shall be afforded the protections provided under section 197.285, 108 109 RSMo. Nothing in this section shall prevent or shield medical staff 110 members from being subject to professional review actions for substandard care or breach of standards established in hospital policy, 111 112 rules, or medical staff bylaws.
 - 192.553. 1. No later than July 1, 2008, the department shall 2 review and update its current regulations governing health care quality control as it relates to the quality measures to be collected in the report card under section 192.550. Such standards shall be based upon nationally recognized standards developed by the organizations enumerated in subsection 2 of section 192.550 and shall include, but not be limited to, standards for effectiveness and safety.
- 8 2. Every hospital, ambulatory surgical center, or other health care facility shall, beginning July 1, 2010, provide each patient an opportunity to submit to the hospital, ambulatory surgical center, or other health care facility administration complaints, comments, and 11 12 suggestions related to the care they received or their personal 13 observations related to the quality of care provided. The department shall promulgate rules to implement this section.

192.556. 1. The department of health and senior services shall 2 have access to all data and information held by hospitals, ambulatory surgical centers, or other health care facilities related to their health care quality data and measurements. Failure to provide such access shall be grounds for full or partial licensure suspension or revocation

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under section 197.293, RSMo, sections 197.010 to 197.100, RSMo, or sections 197.200 to 197.240, RSMo. If the department determines that the hospital, ambulatory surgical center, or other health care facility is willfully impeding access to such information, the department shall be authorized to direct all state agencies to suspend all or a portion of 10 state payments to such facility until such time as the desired 11 information is obtained by the department. 12

- 2. In addition to any other remedy provided by law, upon a determination by the director that a provision of sections 192.550 to 192.562 or a standard, limitation, order, rule or regulation promulgated thereunder, the director may issue an order assessing an administrative penalty upon the violator under this section. An administrative penalty shall not be imposed until the director has sought to resolve the violations through conference, conciliation and persuasion. If the violation is resolved through conference, conciliation and persuasion, no administrative penalty shall be assessed unless the violation has caused a risk to public health.
- 23 3. The maximum amount of administrative penalties assessed 24under this section for each hospital, ambulatory surgical center or other health care facility shall be no more than one thousand dollars 26 per day, or part thereof, for each violation, up to a maximum of twentyfive thousand dollars for each violation. In determining the amount of 2728 the administrative penalty, the department shall take into 29 consideration all relevant circumstances, including, but not limited to, 30 the harm which the violation causes or may cause, the violator's previous compliance record, the nature and persistence of the 31 violation, any corrective actions taken, and any other factors which the 33 department may reasonably deem relevant.
- 4. Any order assessing an administrative penalty shall state that 34 an administrative penalty is being assessed under this section and that 35 the person subject to the penalty may appeal as provided by this 36 section. Any such order which fails to state the law or regulation under 37 which the penalty is being sought, the manner of collection or rights of 38 39 appeal shall result in the state's waiving any right to collection of the penalty. An administrative penalty shall be paid within sixty days from 40 the date of issuance of the order assessing the penalty. Any person 41 subject to an administrative penalty may appeal to the administrative 42

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hearing commission. Any appeal shall stay the due date of such 43 administrative penalty until the appeal is resolved. Any person who fails to pay an administrative penalty by the final due date shall be liable to the state for a surcharge of fifteen percent of the penalty plus 46 ten percent per annum on any amounts owed. Any administrative 47penalty paid pursuant to this section shall be handled in accordance 48 with section 7 of article IX of the Missouri Constitution. An action may 49 be brought in the appropriate circuit court to collect any unpaid 50administrative penalty, and for attorney's fees and costs incurred 51 directly in the collection thereof. 52

- 5. An administrative penalty shall not be increased in those instances where department action, or failure to act, has caused a continuation of the violation that was a basis for the penalty. Any administrative penalty shall be assessed within two years following the department's initial discovery of such alleged violation, or from the date the department in the exercise of ordinary diligence should have discovered such alleged violation.
- 60 6. Any final order imposing an administrative penalty is subject to judicial review upon the filing of a petition pursuant to section 61 62536.100, RSMo, by any person subject to the administrative penalty. No judicial review shall be available, however, until all administrative remedies are exhausted. 64
- 65 7. The state may elect to assess an administrative penalty, or, in lieu thereof, to request that the attorney general or prosecutor file an 66 appropriate legal action seeking a civil penalty in the appropriate 67 68 circuit court.

192.559. 1. The department shall appoint a "Health Care Quality Advisory Panel" for the purposes of implementing sections 192.550 to 192.562. 3

- 4 2. Members of the health care quality advisory panel, appointed by the director of the department of health and senior services shall include:
 - (1) Two public members;
- 8 (2) Three board-certified or board-eligible physicians licensed under chapter 334, RSMo, who are affiliated with a Missouri hospital or medical school, active members of an organization that focuses on health care quality improvement and who have demonstrated interest

12 and expertise in quality control;

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- 13 (3) One physician licensed under chapter 334, RSMo, who is 14 active in the practice of medicine in Missouri and who holds medical 15 staff privileges at a Missouri hospital;
- 16 (4) Two health researchers, policymakers and other experts in 17 the field of health care quality;
- 18 (5) Four health care practitioners, at least two of whom shall be 19 practicing in a rural hospital or setting and at least two of whom shall 20 be registered professional nurses licensed under chapter 335, RSMo;
- 21 (6) A medical statistician with an advanced degree in such 22 specialty; and
- (7) Three employees of the department, representing the functions of hospital and ambulatory surgical center licensure, quality and health data analysis, who shall serve as ex officio nonvoting members of the panel.
 - 3. It shall be the duties of the advisory panel to:
- (1) Issue recommendations to the department of health and senior services for the promulgation of rules specifying the standards and procedures for the collection, analysis, risk adjustment, and reporting of health care quality data and procedures to be monitored under sections 192.550 to 192.562;
- 33 (2) Review and advise on the addition of other health care 34 facilities for inclusion in the requirements under sections 192.550 to 35 192.562.
- 4. Panel members shall not be related to any member of the general assembly or governor within the third degree of consanguinity. Panel members shall not be compensated for their services but shall be reimbursed for their actual and necessary expenses incurred in the performance of their duties.
- 5. The provisions of this section shall expire on December 31, 42 2009.
- 192.562. 1. There is hereby established a "Health Care Quality Report Card Commission" within the department of health and senior services. The commission shall be comprised of the following thirteen members appointed by the director of the department of health and senior services, unless otherwise specified, on or before January 1, 2010:

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7 (1) One representative of the department of health and senior 8 services;
9 (2) Two representatives of the general public, appointed by the 10 governor;

11 (3) One member representing licensed registered nurses from a 12 list of recommended appointees provided by the Missouri Nurses 13 Association;

14 (4) Two members from a list of recommended appointees 15 provided by the Missouri Hospital Association;

16 (5) One member representing licensed physicians from a list of 17 recommended appointees provided by the Missouri State Medical 18 Association;

19 (6) One representative from a healthcare related labor 20 organization;

21 (7) One representative of business;

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(8) One representative of consumers of health care services;

23 (9) A medical statistician with an advanced degree in such 24 specialty; and

25 (10) Two health researchers, policymakers and other experts in 26 the field of health care quality.

2. Additional members representing other health care facilities 28 may be added to the commission if and when the advisory panel or 29 commission determine that other health care facilities shall fall under 30 the provisions of sections 192.550 to 192.562.

31 3. The commission shall meet twice a year, or more if necessary, 32and issue recommendations to the department regarding the appropriateness of implementing all or part of the health care quality data collection, analysis, and public reporting requirements of sections 192.550 to 192.562. The commission shall develop recommendations and 35 submit an annual report based on such recommendations to the 36 governor, chairpersons of standing health committees of the general 37 assembly and the department of health and senior services no later 38than December thirty-first of each year. 39

40 4. The department of health and senior services shall provide 41 such support as the commission members require to aid it in the 42 performance of its duties.

5. Commission members shall not be related to any member of

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44 the general assembly or governor within the third degree of

- 45 consanguinity. Commission members shall not be compensated for
- 46 their services but shall be reimbursed for their actual and necessary

47 expenses incurred in the performance of their duties.

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