By: Delisi H.B. No. 2610

A BILL TO BE ENTITLED

1	AN ACT
2	relating to electronic communications with respect to the medical
3	assistance program.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Chapter 32, Human Resources Code, is amended by
6	adding Subchapter C to read as follows:
7	SUBCHAPTER C. ELECTRONIC COMMUNICATIONS
8	Sec. 32.101. DEFINITIONS. In this subchapter:
9	(1) "Electronic health record" means electronically
10	originated and maintained health and claims information regarding
11	the health status of an individual that may be derived from multiple
12	sources and includes the following core functionalities:
13	(A) a patient health and claims information or
14	data entry function to aid with medical diagnosis, nursing
15	assessment, medication lists, allergy recognition, demographics,
16	clinical narratives, and test results;
17	(B) a results management function that may
18	include computerized laboratory test results, diagnostic imaging
19	reports, interventional radiology reports, and automated displays
20	of past and present medical or laboratory test results;
21	(C) a computerized physician order entry of
22	medication, care orders, and ancillary services;
23	(D) clinical decision support that may include
24	electronic reminders and prompts to improve prevention, diagnosis,

- 2 (E) electronic communication and connectivity
- that allows online communication:
- 4 <u>(i) among physicians and health care</u>
- 5 providers; and
- 6 <u>(ii)</u> among the Health and Human Services
- 7 Commission, the operating agencies, and participating providers.
- 8 (2) "Executive commissioner" means the executive
- 9 <u>commissioner of the Health and Human Services Commission.</u>
- 10 (3) "Health care provider" means a person, other than
- 11 a physician, who is licensed or otherwise authorized to provide a
- 12 health care service in this state.
- 13 (4) "Health information technology" means information
- 14 technology used to improve the quality, safety, or efficiency of
- 15 clinical practice, including the core functionalities of an
- 16 electronic health record, electronic medical record, computerized
- 17 physician or health care provider order entry, electronic
- prescribing, and <u>clinical decision support technology</u>.
- 19 (5) "Operating agency" means a health and human
- 20 services agency operating part of the medical assistance program.
- 21 (6) "Participating provider" means a physician or
- 22 health care provider who is a provider of medical assistance,
- 23 including a physician or health care provider who contracts or
- 24 otherwise agrees with a managed care organization to provide
- 25 medical assistance under this chapter.
- 26 (7) "Physician" means an individual licensed to
- 27 practice medicine in this state under the authority of Subtitle B,

- 1 Title 3, Occupations Code, or a person that is:
- 2 (A) a professional association of physicians
- 3 formed under the Texas Professional Association Law, as described
- 4 by Section 1.008, Business Organizations Code;
- 5 (B) an approved nonprofit health corporation
- 6 certified under Chapter 162, Occupations Code, that employs or
- 7 contracts with physicians to provide medical services;
- 8 <u>(C) a medical and dental unit, as defined by</u>
- 9 Section 61.003, Education Code, a medical school, as defined by
- 10 <u>Section 61.501</u>, <u>Education Code</u>, or a health <u>science center</u>
- described by Subchapter K, Chapter 74, Education Code, that employs
- or contracts with physicians to teach or provide medical services,
- or employs physicians and contracts with physicians in a practice
- 14 plan; or
- (D) a person wholly owned by a person described
- 16 <u>by Paragraph (A), (B), or (C).</u>
- 17 <u>(8) "Recipient" means a recipient of medical</u>
- 18 assistance.
- 19 Sec. 32.102. ELECTRONIC COMMUNICATIONS. (a) To the extent
- 20 allowed by federal law, the executive commissioner shall adopt
- 21 rules to permit, facilitate, and implement the use of health
- 22 information technology for the medical assistance program to allow
- 23 <u>for electronic communication among the Health and Human Services</u>
- 24 Commission, the operating agencies, and participating providers
- 25 for:
- 26 (1) eligibility, enrollment, verification procedures,
- 27 and prior authorization for health care services or procedures

1 covered by the medical assistance program, as determined by the 2 executive commissioner, including diagnostic imaging; 3 (2) the update of practice information by 4 participating providers; 5 (3) the exchange of recipient health care information, 6 including electronic prescribing and electronic health records; 7 (4) any document or information requested or required under the medical assistance program by the Health and Human 8 Services Commission, the operating agencies, or participating 9 10 providers; and (5) the enhancement of clinical and drug information 11 12 available through the vendor drug program to ensure a comprehensive electronic health record for recipients. 13 14 (b) In adopting rules under this section, the executive 15 commissioner: 16 (1) shall ensure that health information technology 17 used under this section: 18 (A) complies with the applicable requirements of 19 the Health Insurance Portability and Accountability Act; and 20 (B) includes technology used to extract and

(2) shall ensure that a paper record or document is not required to be filed if the record or document is permitted or

information at the location where the patient is receiving care;

process claims and other information collected, stored, or accessed

by the medical assistance program, program contractors,

participating providers, and state agencies operating any part of

the medical assistance program for the purpose of providing patient

21

22

23

24

25

26

27

- 1 required to be filed or transmitted electronically by rule of the
- 2 executive commissioner;
- 3 (3) may provide for incentives to participating
- 4 providers to encourage their use of health information technology
- 5 under this subchapter;
- 6 (4) may provide recipients with a method to access
- 7 their own health information; and
- 8 (5) may present recipients with an option to decline
- 9 having their health information maintained in an electronic format
- 10 <u>under this subchapter.</u>
- 11 (c) The executive commissioner shall consult with
- 12 participating providers and other interested stakeholders in
- 13 developing proposed rules under this section. The executive
- 14 commissioner shall request advice and information from those
- 15 stakeholders concerning the proposed rules, including advice
- 16 regarding the impact of and need for a proposed rule.
- 17 SECTION 2. The executive commissioner of the Health and
- 18 Human Services Commission shall adopt the rules required for the
- implementation of Subchapter C, Chapter 32, Human Resources Code,
- 20 as added by this Act, not later than January 31, 2008.
- 21 SECTION 3. This Act takes effect immediately if it receives
- 22 a vote of two-thirds of all the members elected to each house, as
- 23 provided by Section 39, Article III, Texas Constitution. If this
- 24 Act does not receive the vote necessary for immediate effect, this
- 25 Act takes effect September 1, 2007.