By: Rodríguez S.B. No. 1922

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to a demonstration project that allows federally qualified
3	health centers to test innovative health care delivery systems and
4	data sharing under certain public benefits programs.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subtitle I, Title 4, Government Code, is amended
7	by adding Chapter 539A to read as follows:
8	CHAPTER 539A. INNOVATIVE HEALTH CARE DELIVERY SYSTEM DEMONSTRATION
9	PROJECT
10	SUBCHAPTER A. GENERAL PROVISIONS
11	Sec. 539A.0001. DEFINITIONS. In this chapter:
12	(1) "Demonstration project" means the demonstration
13	project established under Section 539A.0051.
14	(2) "Federally qualified health center" has the
15	meaning assigned by 42 U.S.C. Section 1396d(1)(2)(B).
16	(3) "Federally qualified health center services" has
17	the meaning assigned by 42 U.S.C. Section 1396d(1)(2)(A).
18	Sec. 539A.0002. REPORTING. Not later than December 1,
19	2020, the commission shall submit a report to the legislature
20	regarding the commission's progress in establishing and operating
21	the demonstration project and recommendations on continuing or
22	expanding the demonstration project.
23	Sec. 539A.0003. EXPIRATION. This chapter expires September
24	<u>1, 2021.</u>

## SUBCHAPTER B. DEMONSTRATION PROJECT 2 Sec. 539A.0051. DEMONSTRATION PROJECT TO TEST ALTERNATIVE 3 AND INNOVATIVE HEALTH CARE DELIVERY SYSTEMS AND DATA SHARING. The commission shall develop and implement a demonstration project to 4 5 test alternative and innovative health care delivery systems, including data sharing and alternative payment systems under 6 7 Medicaid, the child health plan program, and other health benefits 8 programs administered by the commission or other health and human services agencies. Under the demonstration project, the commission 9 10 shall provide services covered under health benefits programs to a specific patient population under an agreed-on shared savings 11 12 arrangement with federally qualified health centers. Sec. 539A.0052. FEDERALLY QUALIFIED HEALTH 13 CENTERS PARTICIPATION; CREATION OF INNOVATIVE HEALTH CARE DELIVERY 14 15 SYSTEMS. (a) In establishing the demonstration project, the commission shall, in consultation with federally qualified health 16 17 centers, develop a request for proposals for participation in the demonstration project and formation of innovative health care 18 19 delivery systems. To be eligible to participate in the demonstration project a federally qualified health center must: 20 21 (1) be a provider under an applicable public benefits 22 program capable of providing services that are covered by the 23 program; 24 (2) meet minimum quality standards established by the 25 commission; and 26 (3) adopt cost-effective methods of care delivery and coordination, which may include the use of allied health 27

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- 1 professionals, telemedicine providers, patient educators, care
- 2 coordinators, community health care workers, and services and
- 3 providers that are not covered or reimbursed under a health
- 4 benefits program.
- 5 (b) An innovative health care delivery system may be formed
- 6 by federally qualified health centers in this state. A federally
- 7 qualified health center may contract with a third party to provide
- 8 secure transfer and administrative services under the delivery
- 9 system.
- 10 (c) The commission may require federally qualified health
- 11 centers that have established innovative health care delivery
- 12 systems to enter into additional contracts with third parties for
- 13 risk assessment and for the purchase of stop-loss coverage or
- 14 another form of risk management insurance related to the delivery
- 15 system established under the demonstration project.
- Sec. 539A.0053. PATIENT PARTICIPATION. A person eligible
- 17 for a public benefits program, including Medicaid and the child
- 18 health plan program, is eligible for attribution to an innovative
- 19 health care delivery system.
- Sec. 539A.0054. DATA SHARING PROGRAM. (a) As part of the
- 21 demonstration project, the commission shall develop and implement a
- 22 program to test data sharing for innovative health care delivery
- 23 systems and alternative payment systems. Under the data sharing
- 24 program and to the extent permitted by federal law, the commission
- 25 shall securely provide federally qualified health centers
- 26 participating in the demonstration project, or the centers'
- 27 designee, data regarding the centers' patients eligible to

- 1 participate in the demonstration project, either individually or as
- 2 a group.
- 3 (b) Under the data sharing program, a participating
- 4 federally qualified health center shall provide to the commission
- 5 the names of patients who are enrolled in a public benefits program
- 6 to whom the center has provided services in the preceding 12-month
- 7 period. After receiving the names of patients under this
- 8 subsection, the commission shall immediately provide the federally
- 9 qualified health centers, or the centers' designee, a claims data
- 10 file that includes information relating to the claims that have
- 11 been received under a public benefits program for each patient. The
- 12 claims data file must include:
- 13 (1) the claims made by or on behalf of the patient
- 14 during the 36-month period preceding the date the commission
- 15 received the names of patients under this subsection;
- 16 (2) patient demographic data, including each patient's
- 17 name, address, date of birth, and gender;
- 18 (3) patient health benefits coverage information,
- 19 including any unique identifier or number assigned to the patient
- 20 under a public benefits program, including each patient's Medicaid
- 21 number, if applicable;
- 22 (4) attribution information of each patient,
- 23 including the names of the public benefits program each patient is
- 24 enrolled in, the effective date of enrollment, and if the patient is
- 25 enrolled in Medicaid:
- 26 (A) whether the patient is enrolled in a managed
- 27 care program, and if so, the name of the program; and

1	(B) each patient's primary care provider;
2	(5) the individual provider codes associated with each
3	provider who has provided services to the patient, including the
4	<pre>provider's:</pre>
5	(A) federal and state, if applicable, tax
6	identification numbers;
7	(B) national provider identifiers;
8	(C) health care provider taxonomy codes;
9	(D) professional license numbers; and
10	(E) other identifiers collected with respect to
11	the provider; and
12	(6) patient claims data, including:
13	(A) any benefits covered by a public benefits
14	program when provided by an enrolled provider, including:
15	(i) the names of primary care providers,
16	urgent care providers, specialty care providers, emergency room
17	providers, and hospital providers; and
18	(ii) the type of benefits provided,
19	including the provision of hospital observation services, hospital
20	inpatient services, home health services, skilled nursing
21	services, lab and radiological services, pharmacy benefits,
22	including prescription information and drug pricing, ambulance
23	services, care plan oversight services, spinal manipulation
24	services, early and period screening, diagnosis, and treatment
25	services, anesthesia services, durable medical equipment, hospice
26	services, therapy services, and obstetric services; and
27	(B) onset of illness date, dates of service,

- 1 locations at which services were provided, names of service
- 2 providers, diagnostic and Current Procedural Terminology codes and
- 3 related cause codes, and reimbursement amounts paid.
- 4 Sec. 539A.0055. REIMBURSEMENT SYSTEM. (a) In developing a
- 5 reimbursement system for innovative health care delivery systems,
- 6 the executive commissioner shall establish a reimbursement
- 7 methodology that:
- 8 (1) is based on a total cost of care benchmark adjusted
- 9 for patient acuity; and
- 10 (2) is designed to achieve determinable savings.
- 11 (b) The reimbursement system may include incentive payments
- 12 to innovative health care delivery systems that meet or exceed
- 13 <u>annual quality and performance targets.</u>
- Sec. 539A.0056. FUNDING. The commission may apply for any
- 15 available grants or federal funding that would further the purposes
- 16 of or assist in the establishment of the demonstration project or
- 17 innovative health care delivery systems established under the
- 18 demonstration project.
- 19 SECTION 2. As soon as possible after the effective date of
- 20 this Act, the Health and Human Services Commission shall apply for
- 21 and actively pursue from the federal Centers for Medicare and
- 22 Medicaid Services or other appropriate federal agency any waiver or
- 23 other authorization necessary to implement Chapter 539A,
- 24 Government Code, as added by this Act. The commission may delay
- 25 implementing this Act until the waiver or authorization is granted.
- 26 SECTION 3. This Act takes effect immediately if it receives
- 27 a vote of two-thirds of all the members elected to each house, as

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- 1 provided by Section 39, Article III, Texas Constitution. If this
- 2 Act does not receive the vote necessary for immediate effect, this
- 3 Act takes effect September 1, 2019.