# A BILL FOR AN ACT

RELATING TO HEALTH.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. Act 139, Session Laws of Hawaii 2016, amended			
2	section 323D-18.5, Hawaii Revised Statutes, to facilitate			
3	greater transparency in the health care sector and improve			
4	understanding of health care costs, health care system quality,			
5	population health conditions, and health care disparities by			
6	authorizing the submission of health claims and administrative			
7	data from the employer-union health benefits trust fund and the			
8	state medicaid agency, and the acquisition of medicare data sets			
9	specific to Hawaii. The state health planning and development			
10	agency, through its designee, the pacific health informatics and			
11	data center at the University of Hawaii, and with the			
12	collaboration of multiple state departments and agencies, has			
13	initiated phase one of establishing the Hawaii Health Data			
14	Center, an all-payer claims database for the State, focusing on			
15	government as payer data.			
17				

- 16 The data authorized by Act 139, Session Laws of Hawaii
- 17 2016, provided some information. Now the database must fill
- 18 data gaps within populations and add new data sources. As 2019-3176 SB1237 CD1 SMA-2.doc



## S.B. NO. 1237 S.D. 1 H.D. 1

- 1 stated in the article, The Promise of Data-Driven Policymaking
- 2 by Daniel Etsy and Reece Rushing, "Policymaking, as it currently
- 3 stands, can be like driving through a dense fog in the middle of
- 4 the night. Large data gaps make it difficult to see problems
- 5 clearly and chart a course forward."
- 6 Currently, the state health planning and development agency
- 7 has identified a large data gap missing from the Hawaii senior
- 8 population data, the medicare advantage (medicare part C) data.
- 9 The state health planning and development agency, through its
- 10 designee, has acquired administrative and health claims data for
- 11 medicare parts A, B, and D. To ensure a more complete picture
- 12 of health care costs and services utilization by Hawaii's senior
- 13 population, and to provide a more comprehensive analysis and
- 14 better information, it is necessary to require the submission of
- 15 medicare advantage health claims and administrative data.
- 16 According to the department of business, economic
- 17 development, and tourism's DBEDT 2045 Series Report, Hawaii's
- 18 senior population, age 65 and over, is the only population
- 19 projected to increase in size between 2016 and 2045, from 17.1
- 20 per cent to 23.8 per cent of the total population.

## S.B. NO. 5.D. 1 H.D. 1 C.D. 1

1	The state health planning and development agency recognizes
2	that the need for a complete and robust medicare data set is
3	essential to effectively plan and prepare for the approaching
4	"Silver Tsunami" and the accompanying increase in medical
5	expenditures by both the state and federal government.
6	SECTION 2. Section 323D-18.5, Hawaii Revised Statutes, is
7	amended by amending subsection (b) to read as follows:
8	"(b) Providers of health insurance subject to this
9	subsection shall submit administrative data as follows:
10	(1) Beginning November 1, 2016, providers of health
11	insurance that provide health [+]benefits[+] plans
12	funded by the Hawaii employer-union health benefits
13	trust fund, the state medicaid agency, or both, shall
14	provide to the state agency, or its designee,
15	administrative data required by the state agency to
16	determine health benefits costs, including health care
17	services claims and payment data regarding
18	beneficiaries of health benefits plans funded by the
19	Hawaii employer-union health benefits trust fund, the
20	state medicaid agency, or both $[-]$ ; and

## S.B. NO. 5.D. 1 H.D. 1 C.D. 1

1	(2)	Beginning July 1, 2019, providers of health insurance
2		that provide medicare advantage (medicare part C)
3		health benefits plans to residents of the State shall
4		provide to the state agency, or its designee,
5		administrative data required by the state agency,
6		using the same standard format as required by the
7		Centers for Medicare and Medicaid Services to
8		determine health benefits costs, including health care
9		services claims and payment data."
10	SECTI	ON 3. If any provision of this Act, or the
11	applicatio	n thereof to any person or circumstance, is held
12	invalid, t	he invalidity does not affect other provisions or
13	applicatio	ns of the Act that can be given effect without the
14	invalid pr	ovision or application, and to this end the provisions
15	of this Ac	t are severable.
16	SECTI	ON 4. Statutory material to be repealed is bracketed
17	and strick	en. New statutory material is underscored.
18	SECTI	ON 5. This Act shall take effect on July 1, 2019.

### Report Title:

Department of Health; State Health Planning and Development Agency; Medicare Part C

### Description:

Requires health insurance providers that provide medicare advantage (medicare part C) health benefit plans to submit administrative data, including health care services claims and payment data, to the State Health Planning and Development Agency, or its designee. (CD1)

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