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AN ACT in relation to health care.

- Be it enacted by the People of the State of Illinois,represented in the General Assembly:
- Section 5. The Illinois Health Care Finance Reform Act is
  amended by changing Section 4-2 as follows:
- 6 (20 ILCS 2215/4-2) (from Ch. 111 1/2, par. 6504-2)
- 7 Sec. 4-2. Powers and duties.
- 8 (a) (Blank).
- 9 (b) (Blank).
- 10 (c) (Blank).

11 (d) Uniform Provider Utilization and Charge Information.

(1) The Department of Public Health shall require 12 13 that <u>all</u> hospitals licensed to operate in the State of Illinois adopt a uniform system for submitting patient 14 15 charges for payment from public and private payors effective-January-1,-1985. This system shall be based 16 upon adoption of the uniform <u>electronic</u> hospital billing 17 form pursuant to the Health Insurance Portability and 18 <u>Accountability Act</u> 19 (UB-92)---or--its--successor--form 20 developed-by-the-National-Uniform-Billing-Committee.

21

(2) (Blank).

22 (3) The Department of Insurance shall require all including but not limited to, 23 third-party payors, licensed 24 insurers, medical and hospital service corporations, health maintenance organizations, 25 and 26 self-funded employee health plans, to accept the uniform 27 billing form, without attachment as submitted by 28 hospitals pursuant to paragraph (1) of subsection (d) 29 above, effective January 1, 1985; provided, however, 30 nothing shall prevent all such third party payors from requesting additional information necessary to determine 31

eligibility for benefits or liability for reimbursement
 for services provided.

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(4) Each hospital licensed in the State shall 3 4 electronically submit to the Department patient billing data for conditions and procedures required for public 5 disclosure pursuant to paragraph (6). For hospitals, the 6 7 billing data to be reported shall include all inpatient 8 surgical cases. Billing data submitted under this Act 9 shall not include a patient's name, address, or Social 10 Security number.

11 (5) By no later than January 1, 2005, the 12 Department must collect and compile billing data required 13 under paragraph (6) according to uniform electronic 14 submission formats as required under the Health Insurance 15 Portability and Accountability Act.

(6) The Department shall make available on its 16 website the "Consumer Guide to Health Care" by January 1, 17 2006. The "Consumer Guide to Health Care" shall include 18 information on 30 conditions and procedures identified by 19 the Department that demonstrate the highest degree of 20 21 variation in patient charges and quality of care. As to 22 each condition or procedure, the "Consumer Guide to Health Care" shall include up-to-date comparison 23 24 information relating to volume of cases, average charges, risk-adjusted mortality rates, and nosocomial infection 25 rates. Information disclosed pursuant to this paragraph 26 on mortality and infection rates shall be based upon 27 information hospitals have previously submitted to the 28 29 Department pursuant to their obligations to report health care information under other public health reporting laws 30 31 and regulations outside of this Act.

32 (7) Publicly disclosed information must be provided
 33 in language that is easy to understand and accessible to
 34 consumers using an interactive query system.

1 (8) None of the information the Department discloses to the public under this subsection may be made 2 3 available unless the information has been reviewed, 4 adjusted, and validated according to the following 5 <u>process:</u>

(i) Hospitals and organizations representing 6 hospitals are meaningfully involved in the 7 development of all aspects of the Department's 8 methodology for collecting, analyzing, and 9 disclosing the information collected under this Act, 10 including collection methods, formatting, and 11 methods and means for release and dissemination; 12

13 (ii) The entire methodology for collection and analyzing the data is disclosed to all relevant 14 organizations and to all providers that are the 15 16 subject of any information to be made available to 17 the public before any public disclosure of such <u>information;</u> 18

(iii) Data collection and analytical 19 methodologies are used that meet accepted standards 20 21 of validity and reliability before any information 22 is made available to the public;

(iv) The limitations of the data sources and 23 24 analytic methodologies used to develop comparative provider information are clearly identified and 25 acknowledged, including, but not limited to, 26 appropriate and inappropriate uses of the data; 27

(v) To the greatest extent possible, 28 comparative hospital information initiatives use 29 standard-based norms derived from widely accepted 30 31 provider-developed practice guidelines;

(vi) Comparative hospital information and 32 other information that the Department has compiled 33 regarding hospitals is shared with the hospitals 34

1	under review prior to public dissemination of the
2	information and these providers have an opportunity
3	to make corrections and additions of helpful
4	explanatory comments about the information before
5	the publication;
б	(vii) Comparisons among hospitals adjust for
7	patient case mix and other relevant risk factors and
8	control for provider peer groups;
9	(viii) Effective safeguards to protect against
10	the unauthorized use or disclosure of hospital
11	information are developed and implemented;
12	<u>(ix) Effective safeguards to protect against</u>
13	the dissemination of inconsistent, incomplete,
14	invalid, inaccurate, or subjective provider data are
15	developed and implemented;
16	(x) The quality and accuracy of hospital
17	information reported under this Act and its data
18	collection, analysis, and dissemination
19	methodologies are evaluated regularly; and
20	(xi) Only the most basic identifying
21	information from mandatory reports is used, and
22	patient identifiable information is not released.
23	The input data collected by the Department shall not
24	be a public record under the Illinois Freedom of
25	Information Act.
26	None of the information the Department discloses to
27	the public under this Act may be used to establish a
28	standard of care in a private civil action.
29	(9) The Department must develop and implement an
30	outreach campaign to educate the public regarding the
31	availability of the "Consumer Guide to Health Care".
32	(10) Within 12 months after the effective date of
33	this amendatory Act of the 93rd General Assembly, the
34	Department must study the most effective methods for

1 public disclosure of patient charge data and health care quality information that will be useful to consumers in 2 3 making health care decisions and report its 4 recommendations to the Governor and to the General 5 <u>Assembly.</u> б (11) The Department must undertake all steps 7 necessary under State and Federal law to protect patient confidentiality in order to prevent the identification of 8 9 individual patient records. 10 (e) (Blank). (Source: P.A. 91-756, eff. 6-2-00; 92-597, eff. 7-1-02.) 11

Section 99. Effective date. This Act takes effect uponbecoming law.