House Bill 2387

Ordered printed by the Speaker pursuant to House Rule 12.00A (5). Presession filed (at the request of House Interim Committee on Health Care)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure as introduced.

Requires Health Resources Commission to develop and implement medical technology assessment program. Specifies procedures for medical technology assessment. Requires commission to appoint medical technology advisory committee to provide recommendations. Requires open meetings and public access to records.

Declares emergency, effective on passage.

A BILL FOR AN ACT

2 Relating to the Health Resources Commission; amending ORS 414.720, 442.583 and 442.589; and de-3 claring an emergency.

Be It Enacted by the People of the State of Oregon:

SECTION 1. ORS 442.583 is amended to read:

442.583. (1)(a) The Health Resources Commission shall develop **and implement** a medical technology assessment program **in accordance with this section** that addresses the introduction, diffusion and utilization of medical technologies and their associated services [and shall make recommendations regarding the program's implementation].

- [(b) The assessment program developed pursuant to paragraph (a) of this subsection shall include the results of at least two medical technology assessments to be selected by the commission. The commission shall select one new and emerging medical technology and one established medical technology to be assessed.]
 - [(c) The program shall include criteria for selection of the medical technologies to be assessed.]
- [(d)] (b) The commission shall appoint and work with [an] a program advisory committee whose members shall have the appropriate expertise to develop a medical technology assessment program. [The advisory committee shall present its recommendations to the commission at a public hearing. The commission shall conduct public hearings to solicit testimony and information from health care consumers prior to making the report described in subsection (2) of this section. The commission shall give strong consideration to the recommendations of the advisory committee and public testimony in developing its report.]
- (c) The commission shall adopt comprehensive program policies and procedures, updated at least yearly, for the administration of the program. The procedures must include, but need not be limited to:
 - (A) Identifying potential medical technologies;
 - (B) Screening potential medical technologies;
 - (C) Selecting medical technologies for assessment;
- (D) Conducting the assessment, including the formulation of key questions for review and appointing a medical technology advisory committee described in subsection (2) of this sec-

NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.

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- (E) Selecting an evidence-based vendor and the source documents;
- (F) Producing a technical report and a policy report that includes recommendations regarding the medical technology and services associated with the technology, giving strong consideration to the findings of the medical technology advisory committee and information received from the public; and
- (G) A formal appeals process for interested persons to obtain further review of the recommendations.
- (d) At each procedural step described in paragraph (c) of this subsection, the commission shall allow for public input including opportunities to provide oral and written testimony. The commission shall actively solicit public input from health care consumers, physicians, physician specialty organizations, patient advocacy groups, medical technology industry representatives and other professional organizations. All meetings of the commission or any medical technology advisory committee appointed by the commission shall be subject to ORS 192.610 to 192.690.
- [(2)(a) The commission shall present its findings and recommendations in a report to the Governor and the appropriate interim legislative committees on or before April 1, 1994. The report shall include, in addition to at least two medical technology assessments, a determination of the supply and distribution of medical technology and associated services that are required to meet the need for medical technology in the five years following the completion of the assessment.]
 - [(b) The report also shall identify strategies and contain recommendations:]
- [(A) Regarding the program's implementation, including which agency should implement the program;]
- [(B) To promote compliance with the program regarding the introduction, diffusion and utilization of those medical technologies assessed;]
- [(C) Regarding whether the state should have a regulatory function and, if so, which agency should carry out that function; and]
- [(D) Regarding the collection, storage and dissemination of data required for a technology assessment program.]
 - (2) For each medical technology assessment conducted under the program:
- (a) The commission shall establish a medical technology advisory committee. The membership of the committee shall include but is not limited to the following, who shall be appointed on a rotating basis:
- (A) A member who is a physician licensed to practice medicine in this state who has clinical and practical expertise in the therapeutic area in which the medical technology under review is used. The chairperson of the commission shall select this member based on recommendations from the physician specialty organization representing the therapeutic area or, if there no such physician specialty organization, the Oregon Medical Association; and
- (B) One member who has a personal or family experience with the condition that the medical technology is designed to treat. The chairperson of the commission shall select this member based on recommendations from a patient advocacy group concerned with the condition or, if no such patient advocacy group exists, the Oregon Medical Association.
- (b) A medical technology advisory committee appointed by the commission must provide 30 days' advance written notice of any public meeting or hearing. The notice must include the agenda and any proposed findings, reports and recommendations under consideration by

the committee.

- (c) A medical technology advisory committee must adopt, as part of its findings, the conclusions in a National Coverage Determination or a Local Coverage Determination by the Centers for Medicare and Medicaid Services unless the committee finds that there is substantial error in the conclusions or that there is new evidence contrary to the conclusions.
- (d) The committee and the commission shall place significant weight on treatment guidelines developed by physician specialty organizations and patient advocacy groups. If the commission's recommendations are inconsistent with treatment guidelines from physician specialty organizations or patient advocacy groups, the commission shall issue a report detailing the evidence the commission relied upon in making its recommendations.
- (3) Except as provided in subsections (4) and (5) of this section, all materials presented to, considered by or produced by the commission or any medical technology advisory committee appointed by the commission are public records subject to inspection under ORS 192.420.
- [(3)] (4) To [insure] ensure that confidentiality is maintained, no identification of a patient or a person licensed to provide health services shall be included with the data submitted under this section, and the commission shall release such data only in aggregate statistical form. [All findings and conclusions, interviews, reports, studies, communications and statements procured by or furnished to the commission in connection with obtaining the data necessary to perform its functions shall be confidential pursuant to ORS 192.501 to 192.505.]
- [(4)] (5) All data and information collected, analyzed and summarized by professional and trade associations conducting quality assurance and improvement programs shall be considered confidential and shall not be admissible in any legal proceeding or used to create a legal standard of care. However, such data and information may be submitted to the commission on request and shall remain confidential and inadmissible.
- (6) The commission shall report its recommendations under the medical technology assessment program to the Governor and the appropriate legislative committees in January of each odd-numbered year.

SECTION 2. ORS 442.589 is amended to read:

- 442.589. (1) The Health Resources Commission established by ORS 442.580 shall conduct comparative effectiveness research of new and existing health treatments, procedures and services [selected] in accordance with ORS 442.583. [The commission may conduct the research by comprehensive review of the comparative effectiveness research undertaken by recognized state, national or international entities.] The commission shall disseminate the research findings to health care consumers, providers and third-party payers and to other interested stakeholders.
- (2) The Health Services Commission established by ORS 414.715 shall develop or identify and shall disseminate evidence-based health care guidelines for use by providers, consumers and purchasers of health care in Oregon.
- (3) The Office for Oregon Health Policy and Research shall ensure that the work of the Health Services Commission and the Health Resources Commission under this section is aligned and coordinated.
- (4) The Public Employees' Benefit Board, the Oregon Educators Benefit Board, the Department of Corrections and the Oregon Health Authority shall vigorously pursue health care purchasing strategies that adopt the research findings described in subsection (1) of this section and the evidence-based health care guidelines described in subsection (2) of this section.

(5) Public bodies, as defined in ORS 174.109, that purchase health care or provide health services directly shall adopt the research findings described in subsection (1) of this section and the evidence-based health care guidelines described in subsection (2) of this section.

SECTION 3. ORS 414.720 is amended to read:

- 414.720. (1) The Health Services Commission shall conduct public hearings prior to making the report described in subsection (3) of this section. The commission shall solicit testimony and information from advocates representing seniors, persons with disabilities, mental health services consumers and low-income Oregonians, representatives of commercial carriers, representatives of small and large Oregon employers and providers of health care, including but not limited to physicians licensed to practice medicine, dentists, oral surgeons, chiropractors, naturopaths, hospitals, clinics, pharmacists, nurses and allied health professionals.
- (2) The commission shall actively solicit public involvement in a community meeting process to build a consensus on the values to be used to guide health resource allocation decisions.
- (3) The commission shall report to the Governor a list of health services ranked by priority, from the most important to the least important, representing the comparative benefits of each service to the entire population to be served. The list submitted by the commission pursuant to this subsection is not subject to alteration by any other state agency. The recommendation may include practice guidelines reviewed and adopted by the commission pursuant to subsection (4) of this section
- (4) In order to encourage effective and efficient medical evaluation and treatment, the commission:
- (a) May include clinical practice guidelines in its prioritized list of services. The commission shall actively solicit testimony and information from the medical community and the public to build a consensus on clinical practice guidelines developed by the commission.
- (b) Shall consider both the clinical effectiveness and cost-effectiveness of health services in determining their relative importance using peer-reviewed medical literature as defined in ORS 743A.060.
- (5) The commission shall make its report by July 1 of the year preceding each regular session of the Legislative Assembly and shall submit a copy of its report to the Governor, the Speaker of the House of Representatives and the President of the Senate.
- (6) The commission may alter the list during **the** interim only [under the following conditions] **for the purpose of taking into account**:
 - (a) Technical changes due to errors and omissions; and
- (b) Changes due to advancements in medical technology, including medical technology assessment recommendations of the Health Resources Commission under ORS 442.583, or new data regarding health outcomes.
- (7) If a service is deleted or added and no new funding is required, the commission shall report to the Speaker of the House of Representatives and the President of the Senate. However, if a service to be added requires increased funding to avoid discontinuing another service, the commission must report to the Emergency Board to request the funding.
- (8) The report listing services to be provided pursuant to ORS 411.404, 414.065, 414.705 to 414.725 and 414.735 to 414.750 shall remain in effect from October 1 of the odd-numbered year through September 30 of the next odd-numbered year.
- SECTION 4. This 2011 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2011 Act takes effect

1 on its passage.