| 1  | STATE OF OKLAHOMA   |  |  |  |  |  |  |  |
|----|---|--|--|--|--|--|--|--|
| 2  | 2nd Session of the 57th Legislature (2020)  |  |  |  |  |  |  |  |
| 3  | COMMITTEE SUBSTITUTE<br>FOR   |  |  |  |  |  |  |  |
| 4  | HOUSE BILL NO. 2587 By: Roberts (Sean)  |  |  |  |  |  |  |  |
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| 7  | COMMITTEE SUBSTITUTE  |  |  |  |  |  |  |  |
| 8  | An Act relating to health care; creating the Nondiscrimination in Health Care Coverage Act;             |  |  |  |  |  |  |  |
| 9  | stating legislative findings; defining terms; prohibiting agency development or reliance on             |  |  |  |  |  |  |  |
| 10 | discriminatory measures in determining health care recommendations; requiring agency to post for public |  |  |  |  |  |  |  |
| 11 | comment any new utilization management measure; requiring agency to consult with certain                |  |  |  |  |  |  |  |
| 12 | organizations; requiring agency to ensure stakeholder engagement and full transparency; listing certain |  |  |  |  |  |  |  |
| 13 | requirements; providing for codification; and providing an effective date.                              |  |  |  |  |  |  |  |
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| 17 | BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:   |  |  |  |  |  |  |  |
| 18 | SECTION 1. NEW LAW A new section of law to be codified  |  |  |  |  |  |  |  |
| 19 | in the Oklahoma Statutes as Section 2560 of Title 63, unless there                                      |  |  |  |  |  |  |  |
| 20 | is created a duplication in numbering, reads as follows:  |  |  |  |  |  |  |  |
| 21 | This act shall be known and may be cited as the   |  |  |  |  |  |  |  |
| 22 | "Nondiscrimination in Health Care Coverage Act".  |  |  |  |  |  |  |  |
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1SECTION 2.NEW LAWA new section of law to be codified2in the Oklahoma Statutes as Section 2561 of Title 63, unless there3is created a duplication in numbering, reads as follows:

The Legislature finds and declares that:

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5 1. Physical and mental disabilities, age or chronic illness
6 should in no way diminish a person's right to life, human dignity
7 and equal access to medical care;

8 2. Historically, persons with disabilities, advanced age or
9 chronic illness have faced discrimination in the health care system,
10 including the denial of access to life-sustaining care;

3. Such discrimination is inconsistent with our society's commitment to human dignity and the full inclusion of persons with disabilities throughout society;

4. Lack of access to appropriate health care can result in
significant adverse health consequences for persons with
disabilities, those with chronic illness, and those of advanced age,
including loss of function, reduced quality of life or even death;
and

19 5. Both public and private payers have a moral, legal and
20 ethical obligation to make health care reimbursement decisions in a
21 transparent fashion utilizing nondiscriminatory criteria.

22 SECTION 3. NEW LAW A new section of law to be codified 23 in the Oklahoma Statutes as Section 2562 of Title 63, unless there 24 is created a duplication in numbering, reads as follows:

Req. No. 11426

1 As used in the Nondiscrimination in Health Care Coverage Act: 2 "Agency" shall include the state, all units of state 1. 3 government and shall not exclude any entity established under the 4 constitution or laws of the state or established by any entity which 5 was itself established under the constitution or laws of the state; 6 "Health care provider" means a person who is licensed, 2. 7 certified or otherwise authorized by the laws of this state to practice a health care or healing arts profession or who administers 8 9 health care in the ordinary course of business; 10 3. "Health care service" means any phase of patient medical

11 care, treatment or procedure, including, but not limited to, 12 therapy, testing, diagnosis or prognosis, prescribing, dispensing or 13 administering any device, drug or medication, surgery, or any other 14 care or treatment rendered by health care providers;

15 4. "Utilization management" shall include step therapy, prior 16 authorization restrictions and the use of formulary restrictions to 17 restrict access to a drug or other health care service prescribed by 18 a health care provider; and

19 5. "Self-advocacy organizations" means an organization run by 20 persons with disabilities, the majority of whose board members and 21 employees are themselves persons with disabilities.

22 SECTION 4. NEW LAW A new section of law to be codified 23 in the Oklahoma Statutes as Section 2563 of Title 63, unless there 24 is created a duplication in numbering, reads as follows:

Req. No. 11426

1 An agency shall be prohibited from developing or employing a 2 dollars-per-quality adjusted life year, or similar measure that discounts the value of a life because of an individual's disability, 3 4 including age or chronic illness, as a threshold to establish what 5 type of health care is cost effective or recommended. An agency shall be prohibited from utilizing such adjusted life year, or 6 7 similar measure, as a threshold to determine coverage, reimbursement, incentive programs or utilization management 8 9 decisions, whether it comes from within the agency or from any third 10 party.

11 SECTION 5. NEW LAW A new section of law to be codified 12 in the Oklahoma Statutes as Section 2564 of Title 63, unless there 13 is created a duplication in numbering, reads as follows:

14 Any agency proposing new utilization management measures shall 15 post for public comment both the proposed measure and the rationale 16 behind the proposed measure, including the availability of 17 alternatives, analysis of potential impact on atypical patient 18 populations and subgroups, estimate of the population likely to be 19 impacted by the measure and a description of both internal and 20 third-party value assessments utilized in internal deliberations on 21 the measure.

22 SECTION 6. NEW LAW A new section of law to be codified 23 in the Oklahoma Statutes as Section 2565 of Title 63, unless there 24 is created a duplication in numbering, reads as follows:

Req. No. 11426

A. Any agency making decisions on utilization management
 measures, coverage, reimbursement or incentive programs shall be
 required to consult with:

Organizations representing patients and people with
 disabilities, including both self-advocacy organizations and
 organizations representing patients, prior to proceeding on any
 measure likely to impact the relevant patient or disability
 community; and

9 2. Organizations representing patients and people that advocate 10 for the rights of patients to obtain treatment without regard to the 11 patients' quality of life and representatives of organizations that 12 advocate for the rights of older persons to receive health care.

B. Any agency making decisions on utilization management measures, coverage, reimbursement or incentive programs shall ensure that a process is in place to ensure robust stakeholder engagement and full transparency surrounding the provision of any research and analysis relied upon for decision-making that would impact access to health care treatments and services by patient groups in subsection A of this section, including:

Providing stakeholders with meaningful notice and
 opportunity to comment on the retention of any vendor providing
 research and analysis to the agency;

23 2. Subjecting research and analysis relied upon by an agency to
 24 meaningful notice and comment process;

Req. No. 11426

Ensuring deliberation around the coverage or reimbursement
 for health care treatments and services occurs in open meetings;

4. Presenting and releasing any research and analysis relied
upon for decision-making in public meetings or publicly released
prior to deliberation;

5. Requiring full disclosure into funding sources and conflicts
of interest of any third party providing research and analysis to
8 the state;

9 6. Prohibiting sole source contracts for research and analysis10 to ensure reliance on a range of evidence; and

11 7. Preparing an annual report assessing beneficiary access to 12 health care treatments and services. The report shall assess the 13 impact of any form of utilization management on access to care with 14 a specific analysis of the impact on persons with disabilities, 15 chronic illness and advanced age. The report shall be submitted to 16 the State Legislature, be posted on the state Medicaid website, and 17 the agency shall provide an opportunity for public comment.

C. Any research and analysis relied upon for decision-making that would impact coverage and access to health care treatments and services shall measure outcomes prioritized by patients and persons with disabilities as required by this section, as well as consider meaningful differences in the characteristics, needs and preferences of patients and persons with disabilities.

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| 1  | SECTION 7. | . This act | shall b | ecome | effective | November | 1, | 2020. |
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