

General Assembly

February Session, 2020

Raised Bill No. 447

LCO No. **2391**

Referred to Committee on PUBLIC HEALTH

Introduced by: (PH)

AN ACT CONCERNING THE OFFICE OF HEALTH STRATEGY'S RECOMMENDATIONS REGARDING VARIOUS REVISIONS TO COMMUNITY BENEFITS PROGRAMS ADMINISTERED BY HOSPITALS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 19a-127k of the general statutes is repealed and the
 following is substituted in lieu thereof (*Effective from passage*):
- 3 (a) As used in this section:

(1) "Community benefits program" means any [voluntary] program
to promote preventive care and to improve the health status for
[working families and] <u>all</u> populations [at risk in the communities]
within the geographic service areas of [a managed care organization or]
a hospital in accordance with guidelines established pursuant to
subsection (c) of this section;

10 [(2) "Managed care organization" has the same meaning as provided11 in section 38a-478;]

12 [(3)] (2) "Hospital" has the same meaning as provided in section 19a-

13 490.

14 (b) On or before [January 1, 2005] <u>September 15, 2020</u>, and [biennially] 15 annually thereafter, [each managed care organization and] each tax-16 exempt, privately owned hospital shall submit to the [Healthcare 17 Advocate, or the Healthcare Advocate's] Health Systems Planning Unit of the Office of Health Strategy, or the Office of Health Strategy's 18 19 designee, a report on [whether the managed care organization or 20 hospital has in place a community benefits program. If a managed care 21 organization or hospital elects to develop a community benefits 22 program, the report required by this subsection shall comply with the 23 reporting requirements of subsection (d) of this section] such hospital's 24 community benefits program for the most recently completed fiscal year 25 and community building activities listed on such hospital's most 26 recently completed Internal Revenue Service form 990. Such report shall 27 be in a format determined by the Office of Health Strategy.

(c) [A managed care organization or] <u>Each tax-exempt, privately</u>
<u>owned</u> hospital [may] <u>shall</u> develop community benefit guidelines
intended to promote preventive care and to improve the health status
for [working families and] <u>all</u> populations [at risk] <u>residing within the</u>
<u>geographic service areas of such hospital</u>, whether or not those
individuals are [enrollees of the managed care plan or] patients of the
hospital. The guidelines shall focus on the following principles:

35 (1) Adoption and publication of a community benefits policy
36 statement setting forth [the organization's or] <u>such</u> hospital's
37 commitment to a formal community benefits program;

(2) The responsibility for overseeing the development and
implementation of the community benefits program, the resources to be
allocated and the administrative mechanisms for the regular evaluation
of the program;

42 (3) Seeking assistance and meaningful participation from the
43 communities within [the organization's or] <u>such</u> hospital's geographic
44 service areas in developing and implementing the <u>community benefits</u>

45 program <u>and community building activities</u>, and in defining the 46 targeted populations and the specific health care needs it should 47 address. In doing so, the governing body or management of [the 48 organization or] <u>such</u> hospital shall give priority to the public health 49 needs outlined in the most recent version of the state health plan 50 prepared by the Department of Public Health pursuant to section 19a-7; 51 and

52 (4) Developing its program based upon an assessment of the health 53 care needs and resources of the targeted populations, particularly low 54 and middle-income, medically underserved populations and barriers to 55 accessing health care, including, but not limited to, cultural, linguistic 56 and physical barriers to accessible health care, lack of information on 57 available sources of health care coverage and services, and the benefits 58 of preventive health care. The program shall consider the health care 59 needs of a broad spectrum of age groups and health conditions.

60 (d) Each [managed care organization and each] tax-exempt, privately 61 <u>owned</u> hospital [that chooses to participate in developing a community 62 benefits program] shall include in the [biennial] annual report required 63 by subsection (b) of this section [the status of the program, if any, that 64 the organization or hospital established. If the managed care 65 organization or hospital has chosen to participate in a community 66 benefits program, the report shall include] the following components: 67 (1) The community benefits policy statement of [the managed care 68 organization or <u>such</u> hospital; (2) the mechanism by which community 69 participation is solicited and incorporated in the community benefits 70 program and community building activities; (3) identification of 71 community health needs that were considered in developing and 72 implementing the community benefits program; (4) a narrative 73 description of the community benefits, community services, and 74 preventive health education provided or proposed, which may include 75 measurements related to the number of people served and health status 76 outcomes; (5) measures taken to evaluate the results of the community 77 benefits program and proposed revisions to the program; (6) to the 78 extent feasible, a community benefits budget and a good faith effort to

79 measure expenditures and administrative costs associated with the 80 community benefits program, including both cash and in-kind 81 commitments; and (7) a summary of the extent to which [the managed 82 care organization or] such hospital has developed and met the 83 guidelines listed in subsection (c) of this section. [Each managed care organization and each hospital] The Office of Health Strategy shall 84 85 [make a copy of the] <u>post each</u> report [available, upon request, to any 86 member of the public] submitted pursuant to subsection (b) of this 87 section on its Internet web site not later than thirty days after the date of 88 receipt of such report.

89 (e) The [Healthcare Advocate, or the Healthcare Advocate's] Office of 90 Health Strategy, or the Office of Health Strategy's designee, shall, within 91 available appropriations, develop a summary and analysis of the 92 community benefits program reports submitted by [managed care 93 organizations and] tax-exempt, privately owned hospitals under this 94 section and shall review such reports for adherence to the guidelines set 95 forth in subsection (c) of this section. Not later than [October 1, 2005, and 96 biennially] December 31, 2020, and annually thereafter, the [Healthcare 97 Advocate, or the Healthcare Advocate's Office of Health Strategy or the Office of Health Strategy's designee, shall [make such summary and 98 99 analysis available to the public upon request] post such summary and 100 analysis on its Internet web site not later than thirty days after the date 101 of receipt of such report.

(f) The [Healthcare Advocate] <u>Office of Health Strategy</u> may, after
notice and opportunity for a hearing, in accordance with chapter 54,
impose a civil penalty on any [managed care organization or] <u>tax-</u>
<u>exempt, privately owned</u> hospital that fails to submit the report required
pursuant to this section by the date specified in subsection (b) of this
section. Such penalty shall be not more than fifty dollars a day for each
day after the required submittal date that such report is not submitted.

This act shall take effect as follows and shall amend the following sections:

| Section 1 | from passage | 19a-127k |
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Statement of Purpose:

To make various revisions to community benefits programs administered by hospitals.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]