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## 2 53rd legislature - STATE OF NEW MEXICO - second session, 2018 INTRODUCED BY

Deborah A. Armstrong

HOUSE MEMORIAL 29

REQUESTING THE SUPERINTENDENT OF INSURANCE TO CONVENE A GROUP OF DIVERSE STAKEHOLDERS WITH EXPERTISE IN THE AREA OF HEALTH CARE DELIVERY, HEALTH COVERAGE AND HEALTH CARE FINANCE TO DETERMINE THE VALUE AND FEASIBILITY OF A HEALTH CARE COST, QUALITY AND COORDINATION COMMISSION IN NEW MEXICO.

A MEMORIAL

WHEREAS, according to the United States department of health and human services, federal health care reforms have resulted in a drastic reduction in the number of uninsured residents of New Mexico, with the rate in the state dropping from twenty percent in 2011 to ten and two-tenths' percent in 2016; and

WHEREAS, according to a 2015 legislative finance committee report, the drop in New Mexico's rate of uninsured residents has resulted in a reduction in hospitals' and other health care .209274.2

providers' statewide unreimbursed care burden; and

WHEREAS, the congressional budget office predicts that further changes to cost-sharing subsidies on health insurance exchanges nationwide will result in increases in the federal budget by six billion dollars (\$6,000,000,000) in 2018, by twenty-one billion dollars (\$21,000,000,000) in 2020 and by twenty-six billion dollars (\$26,000,000,000) in 2026, all of which will likely decrease allocations in federal health care appropriations to states; and

WHEREAS, the federal government is signaling states to take responsibility for managing health care costs, including ceding greater control over state medicaid programs; and

WHEREAS, a 2017 report by the Milbank memorial fund on state models for health care cost measurement indicates that no one payer source can influence care or outcomes across the system; and

WHEREAS, the need for a review of many sectors of health care payers has led six states whose leadership is concerned with health care costs in their states to create health care cost commissions or related agencies charged with reviewing health care costs across state agencies and among private payer sources; and

WHEREAS, health care costs are consuming an increasing percentage of the New Mexico state budget, which necessitates that the state seek ways to manage health care costs without

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causing widespread disruption; and

WHEREAS, in New Mexico, there is currently no government agency, commission or other entity charged with reviewing health care costs across state agencies and among private payer sources and making recommendations for containing these costs while maintaining access to high-quality health care for all New Mexico residents;

NOW, THEREFORE, BE IT RESOLVED BY THE HOUSE OF REPRESENTATIVES OF THE STATE OF NEW MEXICO that the superintendent of insurance be requested to convene a group of diverse stakeholders with expertise in the area of health care delivery, health coverage and health care finance to conduct a health care quality and cost study that performs the following:

- A. a review of similar health care commissions and agencies in other states, including the structure and funding for these entities and a review of these entities' effectiveness in addressing health care quality and cost;
- B. an assessment of the value to the state in creating a commission charged with reviewing health care costs across state agencies and among private payer sources and making recommendations for containing these costs while maintaining access to high-quality health care for all New Mexico residents;
- C. an assessment of the health care costs in every health sector and in federal, state and county health service .209274.2

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- D. the costs of establishing a health care cost and quality commission in New Mexico;
- the relationship between a health care cost and quality commission and other health-related entities, including the human services department, the department of health, the office of superintendent of insurance, the New Mexico health insurance exchange and county and tribal health entities; and
- the impact that taking no action to conduct a cross-sector review of health care quality and cost in New Mexico would have on the state; and

BE IT FURTHER RESOLVED that the superintendent of insurance be requested to report results of the health care quality and cost study to the legislative health and human services committee by October 1, 2018; and

BE IT FURTHER RESOLVED that copies of this memorial be transmitted to the governor, the chair and vice chair of the legislative health and human services committee, the secretary of human services, the secretary of health, the superintendent of insurance and the executive director of the New Mexico health insurance exchange.

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