1	HOUSE BILL 610
2	44TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 1999
3	INTRODUCED BY
4	Nick L. Salazar
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8	FOR THE LEGISLATIVE HEALTH AND HUMAN SERVICES COMMITTEE
9	
10	AN ACT
11	RELATING TO HEALTH CARE DATA; AUTHORIZING ADOPTION OF
12	STANDARDS FOR HEALTH CARE DATA AND ELECTRONIC DATA EXCHANGE;
13	ENACTING THE HEALTH DATA STANDARDS ACT; MAKING AN
14	APPROPRI ATI ON.
15	
16	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:
17	Section 1. SHORT TITLEThis act may be cited as the
18	"Health Data Standards Act".
19	Section 2. PURPOSEThe purpose of the Health Data
20	Standards Act is to improve the efficiency and effectiveness
21	of the health care system and state government by:
22	A. establishing data and electronic exchange
23	standards for health data and information;
24	B. promoting data sharing among state agencies;
25	C. reducing redundant data entry and duplicate
	. 127141. 1

1 databases; 2 D. streamlining reporting to state agencies by the 3 private sector; reducing health care administrative expenses; 4 E. 5 and F. promoting the exchange of information for 6 7 improved care. DEFINITIONS.--As used in the Health Data 8 Section 3. 9 **Standards Act:** 10 "commission" means the New Mexico health policy A. 11 commission; 12 **B**. "electronic data interchange" or "data 13 exchange" means the computer-to-computer exchange of strictly 14 formatted messages; C. "health care facility" means a facility 15 16 licensed by the department of health; "health data" means data or information, 17 D. 18 regardless of its form or medium that: is created or received by a health care 19 (1) 20 provider, health care facility, health plan, state or 21 political subdivision, employer, life insurer, school, 22 university or health data clearinghouse; and 23 relates to the physical or mental health (2) 24 or condition of a person, the provision of health care or 25 payment for health care to a person; .127141.1- 2 -

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E. "health data clearinghouse" means a public or private person that processes or facilitates the processing of nonstandard data elements of health information into standard data elements;

F. "person" means an individual or other legal entity, including the state or a department, agency, institution or political subdivision of the state; and

G. "standard-setting organization" means an
organization accredited by the American national standards
institute, including the national council for prescription
drug programs, that develops standards for information
transactions, data elements or any other standards used in the
implementation of the Health Data Standards Act.

ection 4. HEALTH DATA STANDARDS--APPLICABILITY.--

A. Standards adopted pursuant to the Health Data Standards Act shall apply to the data and the exchange of data between the following:

(1) licensed health care providers;

(2) licensed health care facilities;

(3) persons licensed as health insurers by the insurance division of the public regulation commission;

(4) a group health plan, if the plan has fifty or more participants or if it is administered by a person other than the employer who established and maintains the plan;

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1	(5) state and political subdivisions paying
2	for or providing health services or collecting health data;
3	and
4	(6) health data clearinghouses.
5	B. Data definition standards and data exchange
6	standards adopted pursuant to the Health Data Standards Act
7	shall apply to the following data exchanges:
8	(1) health claims or equivalent encounter
9	information;
10	(2) enrollment and disenrollment in a health
11	pl an;
12	(3) eligibility for a health plan;
13	(4) health care payment and remittance;
14	(5) health plan premium payments;
15	(6) first report of injury;
16	(7) referral certification and authorization;
17	(8) required reporting of health data to the
18	state;
19	(9) electronic transmission of medical
20	records;
21	(10) retrieval by the public or other
22	nonstate government entity of health data maintained by
23	government; and
24	(11) other clinical, financial or
25	administrative exchanges of health or health-related data
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1 established by the commission by rule.

2 **C**. A person is considered in compliance with the Health Data Standards Act by submitting nonstandard data 3 4 elements to a health data clearinghouse for processing into 5 standard data elements and transmission by the health data clearinghouse. 6 7 D. Standards adopted pursuant to the Health Data 8 Standards Act: 9 (1) are applicable to data and the exchange 10 and retrieval of information between entities, including state 11 departments and agencies; 12 (2)shall not supersede department or agency 13 standards and policies for data exchange and retrieval within 14 departments or agencies; and shall only be required for new or 15 (3) 16 redesigned systems implemented after January 1, 2003. 17 Section 5. DATA STANDARDS- - ESTABLI SHMENT. - -18 No later than January 1, 2001, the commission A. 19 shall adopt standard health care data definitions and 20 establish a health data dictionary and electronic data 21 exchange standards for health data. 22 In adopting the standard health care data **B**. 23 definitions and electronic data exchange standards for health 24 data, the commission shall: 25 (1) incorporate those standards required and

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1	established pursuant to the federal Health Insurance
2	Portability and Accountability Act of 1996;
3	(2) review and take into consideration public
4	and private functional data dictionaries and electronic data
5	exchange standards currently in use;
6	(3) consult with the health information
7	alliance and the health information system advisory committee
8	memberships;
9	(4) except as provided for in Subsection C of
10	this section, use standards that have been developed or
11	adopted by a standard-setting organization; and
12	(5) seek advice from the information systems
13	division of the general services department.
14	C. The commission may adopt a standard that is
15	different from any standard developed or adopted by a
16	standard-setting organization if:
17	(1) the different standard substantially
18	reduces costs to health care providers, health insurers or the
19	government compared to the alternative;
20	(2) the different standard minimizes the need
21	for redundant data reporting to state government by the
22	private sector or redundant data maintenance by government or
23	the different standard substantially improves the appropriate
24	exchange of data to enhance information as an asset;
25	(3) no standard-setting organization has
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1 developed, adopted or modified any standard relating to a 2 standard that the commission is authorized or required to adopt under the Health Data Standards Act; or 3 (4) the different standard is required to 4 5 comply with the purpose of the Health Data Standards Act; and the standard is promulgated in accordance 6 (5) 7 with the commission's procedures for promulgating rules. 8 Section 6. IMPLEMENTATION. - -9 A. Except as provided in Subsection B of this 10 section, standards adopted by the commission for all new or 11 redesigned systems shall be implemented no later than January 12 1, 2003. 13 B. The commission. after consultation with the 14 insurance division of the public regulation commission, may grant a temporary waiver of compliance with provisions of the 15 16 Health Data Standards Act if the requester can demonstrate 17 proof of inability to comply due to no fault of its own or if 18 compliance would impose a substantial burden that outweighs 19 the benefit to the health care system in New Mexico. 20 Section 7. STANDARD MODIFICATIONS. -- The commission shall establish procedures for the routine review, modification, 21 22 enhancement and expansion of the standards. 23 APPROPRIATION. -- One hundred thirty thousand Section 8. 24 dollars (\$130,000) is appropriated from the general fund to 25 the New Mexico health policy commission for expenditure in . 127141. 1

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		1	fiscal year 2000 for professional services contracts necessary
		2	to carry out the provisions of the Health Data Standards Act.
		3	Any unexpended or unencumbered balance remaining at the end of
		4	fiscal year 2000 shall revert to the general fund.
		5	Section 9. EFFECTIVE DATEThe effective date of the
		6	provisions of this act is July 1, 1999.
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1	FORTY-FOURTH LEGI SLATURE							
2	FIRST SESSION, 1999							
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5								
6	February 23, 1999							
7								
8	Ma Speakers							
9	Mr. Speaker:							
10	Your LABOR AND HUMAN RESOURCES COMMITTEE, to							
11	whom has been referred							
12								
13	HOUSE BILL 610							
14								
15	has had it under consideration and reports same with recommendation that it DO PASS , and thence referred to the							
16	APPROPRIATIONS AND FINANCE COMMITTEE.							
17								
18	Respectfully submitted,							
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22	Sheryl Williams Stapleton,							
23	Chairwonan							
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		1 2	FORTY-FOURTH LEGISLATURE FIRST SESSION, 1999	
			USE BILL 610	Page 10
		4 5	Adopted Not Adopted	
		6 7	(Chief Clerk) (Chief Clerk)	
		8	Date	
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1 FORTY- FOURTH LEGI SLATURE	
2 FIRST SESSION, 1999	
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4	00 1000
5 February	26, 1999
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7 Mr. Speaker:	
8	
9 Your APPROPRIATIONS AND FINANCE COMMITTEE	I, to
10 whom has been referred	
11 HOUSE BILL 610	
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13 has had it under consideration and reports same with	h
14 recommendation that it DO PASS , amended as follows:	:
 15 16 1. On page 1, lines 13 and 14, strike "; MAKING AN 	N
	,
17 18 18 18 18 18 18 18 18 18 18 18 18 18	
182. On page 7, strike lines 23 through 25 and on pa19	age 8,
strike lines 1 through 4. 20	
21 3. Renumber the succeeding section accordingly.22	
23	
24	
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		URTH LEGISLATURE SESSION, 1999 Page
		Respectfully submitted,
		Max Coll, Chairman
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	(Chief Clerk)	(Chief Clerk)
The roll c	all vote was <u>15</u> For	
Yes:	15	
Excused:	Buffett, Watchman	
Absent:	None	
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	4	FORTY- FOURTH LEGISLATURE							
	5	FIRST SESSION, 1999							
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	8	March 7, 1999							
	9								
	10	Mr. President:							
	11								
	12	Your PUBLIC AFFAIRS COMMITTEE, to whom has been							
	12	referred							
	13 14	HOUSE BILL 610, as amended							
	14 15								
		has had it under consideration and reports same with							
٩	16	recommendation that it DO PASS, and thence referred to the							
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	19	Respectfully submitted,							
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	11	The roll	call vote was <u>5</u> Fo	or <u>0</u> Against	
	12	Yes:	5		
	13	No:	0		
	14		Boitano, Garcia, How	ves, Ingle	
	15	Absent:	None		
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	4	FORTY- FOURTH LEGISLATURE		
	5	FIRST SESSION, 1999		
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	8	March 11,	1999	
	9	Mr. President:		
	10			
	11	Your FINANCE COMMITTEE , to whom has been referred		
	12			
	13	HOUSE BILL 610, as anended		
	14 15	has had it under consideration and reports same with		
	IJ	recommendation that it DO PASS .		
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