

## SENATE BILL 371: LME/MCO Claims Reporting

2015-2016 General Assembly

<b>Committee:</b>	Senate Health Care	Date:	April 20, 2015
Introduced by:	Sen. Hartsell	Prepared by:	Theresa Matula
Analysis of:	PCS to First Edition		Committee Staff
	S371-CSSH-25		

SUMMARY: Senate Bill 371 outlines requirements for data submission from local management entities/managed care organizations (LME/MCOs) to the Department of Health and Human Services and the use of that information by the Department. The Proposed Committee Substitute adds a new item (3) to require the sharing of encounter data with the Government Data Analytics Center, amends item (4) and adds item (5) containing a reporting requirement.

**CURRENT LAW:** § 143B-426.38A established the Government Data Analytics Center in the Office of the State CIO.

**BILL ANALYSIS:** Senate Bill 371 outlines requirements for data submission from local management entities/managed care organizations (LME/MCOs) to the Department of Health and Human Services (DHHS) and the use of that information by DHHS.

The bill outlines the requirements provided below.

- LME/MCOs must submit to DHHS encounter data, consisting of records of claims payments made to providers, for Medicaid and State-funded mental health, intellectual and developmental disabilities, and substance abuse disorder services.
  - The data must be in a single nationally recognized standardized electronic format specified to the LME/MCOs in advance to assure compliance with the format of encounter data submitted to the Department.
- DHHS may use encounter data for purposes including, but not limited to the following:
  - o setting LME/MCO capitation rates,
  - o measuring the quality of services managed by LME/MCOs,
  - o assuring compliance with State and federal regulations, and
  - o for oversight and audit functions.
- DHHS is required to share encounter data with the Government Data Analytics Center in order to leverage existing public-private partnerships and subject matter expertise that can assist in providing outcomes-based analysis of services and programs as well as population health analytics of the LME/MCO patient population. This item is added by the PCS.
- DHHS is required to work with LME/MCOs to ensure that the process for submitting encounter claims through NCTracks is successful.
- DHHS must report to the Joint Legislative Oversight Committee on Health and Human Services regarding the status of this section on or before October 31, 2015.

EFFECTIVE DATE: This bill would become effective when it becomes law.

O. Walker Reagan Director



Research Division (919) 733-2578

This bill analysis was prepared by the nonpartisan legislative staff for the use of legislators in their deliberations and does not constitute an official statement of legislative intent.