

9421

I N A S S E M B L Y

April 29, 2014

Introduced by M. of A. MORELLE, BRONSON -- read once and referred to the
Committee on Health

AN ACT to amend the public health law, in relation to covered lives
assessments in the Rochester region

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEM-
BLY, DO ENACT AS FOLLOWS:

1 Section 1. Subdivision 6 of section 2807-s of the public health law is
2 amended by adding a new paragraph (g) to read as follows:
3 (G) A FURTHER GROSS ANNUAL AMOUNT ALLOCATED TO THE ROCHESTER REGION
4 BEGINNING JANUARY FIRST, TWO THOUSAND FIFTEEN SHALL BE ONE HUNDRED TEN
5 MILLION DOLLARS. FOR CALENDAR YEARS TWO THOUSAND SIXTEEN AND THEREAFTER,
6 THAT AMOUNT SHALL BE INDEXED FOR STATEWIDE HEALTH CARE INFLATION IN AN
7 AMOUNT DETERMINED BY THE COMMISSIONER. SUCH AMOUNT SHALL BE EXCLUDED
8 FROM ALL COMPUTATIONS AND ADJUSTMENTS MADE PURSUANT TO PARAGRAPH (B) OF
9 SUBDIVISION SIX OF SECTION TWO THOUSAND EIGHT HUNDRED SEVEN-T OF THIS
10 ARTICLE.
11 S 2. Subdivision 7 of section 2807-s of the public health law is
12 amended by adding a new paragraph (d) to read as follows:
13 (D)(I) FIVE MILLION DOLLARS OF THE FUNDS ALLOCATED TO THE ROCHESTER
14 REGION PURSUANT TO PARAGRAPH (G) OF SUBDIVISION SIX OF THIS SECTION
15 SHALL BE DISTRIBUTED TO A ROCHESTER REGIONAL HEALTH PLANNING ORGANIZA-
16 TION FOR USE IN FUNDING REGIONAL HEALTH CARE IMPROVEMENT PROJECTS. THE
17 REGIONAL HEALTH PLANNING ORGANIZATION SHALL DISBURSE THOSE FUNDS IN
18 ACCORDANCE WITH THIS PARAGRAPH, OR PURSUANT TO GRANTS MADE BY THE ORGAN-
19 IZATION IN ACCORDANCE WITH THIS PARAGRAPH. DISTRIBUTION OF ANY GRANT
20 FUNDS ADMINISTERED BY THE REGIONAL HEALTH PLANNING ORGANIZATION SHALL BE
21 PURSUANT TO A MULTI-STAKEHOLDER PROCESS. THE REGIONAL HEALTH CARE
22 IMPROVEMENT GRANT FUND PROJECTS SHALL INCLUDE THREE MILLION DOLLARS PER
23 YEAR FOR A SHARED COMMUNITY HEALTH INFRASTRUCTURE DESIGNED ON THE BASIS
24 OF COLLABORATIVE COMMUNITY EFFORTS, INCLUDING COMMUNITY-WIDE PATIENT
25 SAFETY AND QUALITY IMPROVEMENT PROGRAMS, ELIMINATION OF HEALTH DISPARI-
26 TIES, HEALTH INFORMATION TECHNOLOGY, AND TWO MILLION DOLLARS TO FUND THE
27 REGIONAL HEALTH PLANNING ORGANIZATION. THE HEALTH PLANNING ORGANIZATION

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets
[] is old law to be omitted.

LBD14795-01-4

1 SHALL USE REASONABLE EFFORTS TO GENERATE MATCHING FUND CONTRIBUTIONS IN
2 THE FORM OF GRANTS, DONATIONS AND OTHER CONTRIBUTIONS.

3 (II) ONE HUNDRED FIVE MILLION DOLLARS OF THE FUNDS ALLOCATED TO THE
4 ROCHESTER REGION PURSUANT TO PARAGRAPH (G) OF SUBDIVISION SIX OF THIS
5 SECTION SHALL BE ALLOCATED TO A NOT-FOR-PROFIT ORGANIZATION OR ASSOCI-
6 ATION THAT HAS BEEN DESIGNATED THROUGH A MULTI-STAKEHOLDER PROCESS,
7 WHICH SHALL DISTRIBUTE THOSE FUNDS TO ALL OF THE HOSPITALS IN THE REGION
8 ENGAGED IN GRADUATE MEDICAL EDUCATION IN ORDER TO FUND GRADUATE MEDICAL
9 EDUCATION. ONE HUNDRED MILLION DOLLARS OF SUCH FUNDING SHALL BE DISTRIB-
10 UTED PROPORTIONALLY TO EACH OF THE HOSPITALS IN AMOUNTS WHICH REFLECT
11 EACH HOSPITAL'S CURRENT COSTS FOR GRADUATE MEDICAL EDUCATION, AND FIVE
12 MILLION DOLLARS OF UNREIMBURSED ADMINISTRATIVE AND OTHER GRADUATE
13 MEDICAL EDUCATION RELATED COSTS SHALL BE ALLOCATED IN THE SAME
14 PROPORTIONS. ONE HUNDRED MILLION DOLLARS OF THE DISTRIBUTED FUNDS SHALL
15 BE IN LIEU OF CURRENT FUNDING OF SUCH COSTS AS CURRENTLY INCLUDED IN
16 CLAIMS PAYMENTS BY THE TWO LARGEST NON-GOVERNMENTAL THIRD PARTY PAYORS
17 RESULTING IN A REDUCTION IN THE AMOUNT PAID BY SUCH THIRD PARTY PAYORS
18 IN AN AMOUNT EQUAL TO THE ONE HUNDRED MILLION DOLLARS. PRIOR TO THE
19 ALLOCATION OF FUNDS PURSUANT TO THIS SUBDIVISION, THE PARTICIPATING
20 HOSPITALS AND SUCH THIRD PARTY PAYORS SHALL DEVELOP A PROCESS FOR THE
21 DISTRIBUTION OF SUCH FUNDS AND A MECHANISM TO ENSURE THAT THE REQUIRED
22 REDUCTION OF PAYMENTS BY SUCH THIRD PARTY PAYORS TO THE HOSPITALS
23 OCCURS. THE AFFECTED HOSPITALS AND THE TWO LARGEST NON-GOVERNMENTAL
24 THIRD PARTY PAYORS IN THE ROCHESTER REGION SHALL JOINTLY SELECT AN INDE-
25 PENDENT THIRD PARTY TO DETERMINE THE REDUCTIONS WHICH SHALL OCCUR FROM
26 PREVIOUSLY NEGOTIATED RATES FOR CLAIMS PAYMENTS TO SUCH HOSPITALS BY
27 SPECIFIED THIRD PARTY PAYORS IN ORDER TO AVOID DUPLICATE FUNDING PURSU-
28 ANT TO THIS PARAGRAPH.

29 S 3. This act shall take effect January 1, 2015, provided however,
30 that the amendments made to section 2807-s of the public health law made
31 by sections one and two of this act shall not affect the expiration of
32 such section and shall be deemed to expire therewith.