

HOSPITALS, DIFFERENT FROM THE BENEFITS OFFERED FOR UTILIZATION OF OTHER HOSPITALS, SHALL BASE ITS DESIGNATION OF A LOW-COST HOSPITAL ON INFORMATION WHICH:

(1) EXCLUDES THE REASONABLE COST OF MEDICAL EDUCATION AS DETERMINED BY THE HEALTH SERVICES COST REVIEW COMMISSION;

(2) EXCLUDES THE REASONABLE COST OF UNCOMPENSATED CARE AS DETERMINED BY THE HEALTH SERVICES COST REVIEW COMMISSION; AND

(3) EXCLUDES ANY HOSPITAL FROM CONSIDERATION THAT IS DETERMINED BY THE HEALTH RESOURCES PLANNING COMMISSION TO BE A SOLE COMMUNITY PROVIDER;

(4) EXCLUDES THE AMOUNT IN RATES AS APPROVED BY THE HEALTH SERVICES COST REVIEW COMMISSION FOR UNDERGRADUATE NURSING EDUCATION;

(4) (5) EXCLUDES THE COST, AS DETERMINED BY THE HEALTH SERVICES COST REVIEW COMMISSION, ASSOCIATED WITH---

(I) ANY SHOCK TRAUMA FACILITY; -OR

(II) --ANY-SPECIALTY-CARE-UNIT; AND

(3) (5) (6) COMPARES HOSPITALS ON A REGIONAL BASIS UNLESS THE INSURER DEMONSTRATES TO THE SATISFACTION OF THE INSURANCE COMMISSIONER THAT A STATEWIDE COMPARISON IS MORE APPROPRIATE UNDER THE CIRCUMSTANCES.

(B) AN INSURER PROVIDING GROUP HEALTH INSURANCE OR BLANKET HEALTH INSURANCE UNDER SUBSECTION (A) OF THIS SECTION MAY NOT SUBSIDIZE THESE BENEFITS FROM PREMIUMS EARNED BY OTHER BENEFIT PLANS OR POLICIES.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 1985.

Approved May 21, 1985.

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CHAPTER 111

(House Bill 1071)

AN ACT concerning

Health Care Cost Containment - Utilization Review

FOR the purpose of reducing unnecessary hospital use by requiring each hospital to establish a utilization review program for