The Commonwealth of Massachusetts

In the Year Two Thousand Nine

An Act relative to insurance companies and quality measures..

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1	SECTION 1. Section 2, chapter 32A, of the General Laws, as appearing in the 2006
2	Official Edition, is hereby amended by adding the following definitions:
3	"Quality", the degree to which health services for individuals and populations increase
4	the likelihood of the desired health outcomes and are consistent with current professional
5	knowledge.
6	"Cost efficiency", the degree to which health services are utilized to achieve a given
7	outcome or given level of quality.
8	"Physician performance evaluation", a system designed to measure the quality and cost
9	efficiency of a physician's delivery of care and which shall include quality improvement
10	programs, pay for performance programs, public reporting on physician performance or ratings
11	and the use of tiering networks.
12	SECTION 2. Section 21, chapter 32A of the General Laws is hereby amended by adding

14	The commission shall not implement or contract with a carrier as defined in section 2 of
15	chapter 1760 for the implementation of a physician performance evaluation program as defined
16	in section 1 unless the program has the following minimum attributes:
17	Public disclosure regarding the methodologies, criteria and algorithms under
18	consideration 180 days before any performance evaluations of physicians are applied.
19	Meaningful input by independent practicing physicians and biostatisticians in a timely
20	fashion that will ensure that the measures being used are clinically important and understandable
21	to patients and physicians and that the tools used for performance evaluations are fair and
22	appropriate;
23	A mechanism to ensure data accuracy and validity that includes a feedback cycle of not
24	less than 120 days prior to the public reporting of the data, which accepts corrections to errors
25	from multiple sources, including the physician being evaluated, assesses the causes of the
26	error(s) and improves the overall evaluation system.
27	A mechanism to provide the physician being evaluated with patient level drill downed
28	information on any cost efficiency measures used in the evaluation and patient lists for any
29	quality measures that are used in the evaluation that includes a list of patients counted towards
30	each quality measure, as well as the interventions for each patient that counted towards that
31	measure.
32	Each quality measure shall have a reasonable target set for each measure and shall not
33	allow the target level to be open-ended.

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34 If a quality measure is to be constructed across multiple conditions then the measure shall35 be case mix adjusted.

A consensus process shall be in place to provide proper weighting of more important
 quality measures at a higher weight and the equal weighting of all measures shall not be used as
 a default.

39 Sample sizes used in the development of quality measures should not be increased by 40 adding the number of interventions and the number of opportunities across multiple health 41 conditions to create an adherence ratio, without appropriate statistical adjustment of such a 42 process. Adherence must be assessed at a physician group practice level rather than at the 43 individual physician level.

44 Sample sizes used in the development of cost efficiency measures must be large enough45 to provide valid information.

Information physicians are rated on must be current to reflect physicians' current
practices of care for their patients, be appropriately risk adjusted and include appropriate
attribution, definition of specialty and adjustments for unusual medical situations. Physicians
should be measured only on conditions appropriate to their specialties.

50 Use of preventive care and under-use measures should not be considered as part of cost
51 efficiency measurements.

Recommendations by which the physician can improve the results of the evaluationreporting.

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54 An evaluation plan that uses assignment by tiering shall include a uniform tier 55 assignment protocol and shall have a statistically significant difference in rating calculations in 56 order to shift a physician from one tier to another. Separate categories shall be created for 57 physicians for who cannot be evaluated in a statistically reliable manner. Said categorization 58 shall not result in higher co-payments for patients being treated by physicians in these separate 59 categories. Said plans shall also employ a data driven process to determine which medical 60 specialties to tier. 61 Uniform tiering should be assigned to group practices so as not to add additional 62 administrative burdens to physicians' practices. 63 Accuracy regarding tiering is critical to avoid the unintended consequences of limiting 64 access to care and introducing risk adversity. Information should be disseminated in such a 65 fashion that results are both understandable and comprehensive enough to promote education and 66 quality improvement. 67 Increasing data accuracy must be approached as a continuous quality improvement (CQI) 68 project aimed at improving the evaluation system itself. 69 SECTION 3. No carrier as defined in section 2 chapter 1760 of the General Laws shall 70 establish a physician performance evaluation program unless the program has the following 71 minimum attributes: 72 Public disclosure regarding the methodologies, criteria and algorithms under 73 consideration 180 days before any performance evaluations of physicians are applied.

74	Meaningful input by independent practicing physicians and biostatisticians in a timely
75	fashion that will ensure the measures being used are clinically important and understandable to
76	patients and physicians and the tools used for performance evaluations are fair and appropriate;
77	A mechanism to ensure data accuracy and validity that includes a feedback cycle of not
78	less than 120 days prior to the public reporting of the data, which accepts corrections to errors
79	from multiple sources, including the physician being evaluated, assesses the causes of the
80	error(s) and improve the overall evaluation system.
81	A mechanism to provide the physician being evaluated with patient level drill downed
82	information on any efficiency measures used in the evaluation and patient lists for any quality
83	measures that are used in the evaluation.
84	Each quality measure shall have a reasonable target set for each measure and shall not
85	allow the target level to be open-ended.
86	If a quality measure is to be constructed across multiple conditions then the measure shall
87	be case mix adjusted.
88	A consensus process shall be in place to provide proper weighting of more important
89	quality measures at a higher weight and the equal weighting of all measure shall not be used as a
90	default.
91	Sample sizes used in the development of quality measures should not be increased by
92	adding the number of interventions and number of opportunities across multiple health
93	conditions to create an adherence ratio. Adherence must be assessed at a physician group
94	practice level rather than at the individual physician level.

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95 Recommendations by which the physician can improve the results of the evaluation96 reporting.

97 An evaluation plan that uses assignment by tiering shall include a uniform tier 98 assignment protocol and shall have a statistically significant difference in rating calculations in 99 order to shift a physician from one tier to another. Separate categories shall be created for 100 physicians who cannot be evaluated in a statistically reliable manner. Said categorization shall 101 not result in higher co-payments for patients being treated by physicians in these separate 102 categories. Said plans shall also employ a data driven process to determine which medical 103 specialties to tier.

104 Uniform tiering should be assigned to group practices so as not to add additional105 administrative burdens to physicians' practices.

Accuracy regarding tiering is critical to avoid the unintended consequences of limiting access to care and introducing risk adversity. Information should be disseminated in such a fashion that results are both understandable and comprehensive enough to promote education and quality improvement.

Increasing data accuracy must be approached as a continuous quality improvement (CQI)project aimed at improving the evaluation system itself.