

1.1 moves to amend H.F. No. 1638, the delete everything amendment
1.2 (H1638DE1), as follows:

1.3 Page 159, after line 30, insert:

1.4 "Sec. Minnesota Statutes 2014, section 62U.02, subdivision 2, is amended to read:

1.5 Subd. 2. **Quality incentive payments.** (a) By July 1, 2009, the commissioner
1.6 shall develop a system of quality incentive payments under which providers are eligible
1.7 for quality-based payments that are in addition to existing payment levels, based upon
1.8 a comparison of provider performance against specified targets, and improvement over
1.9 time. The targets must be based upon and consistent with the quality measures established
1.10 under subdivision 1.

1.11 (b) To the extent possible, the payment system must adjust for variations in patient
1.12 population in order to reduce incentives to health care providers to avoid high-risk patients
1.13 or populations, including those with risk factors related to race, ethnicity, language,
1.14 country of origin, and sociodemographic factors.

1.15 (c) The requirements of section 62Q.101 do not apply under this incentive payment
1.16 system.

1.17 Sec. Minnesota Statutes 2014, section 62U.02, subdivision 4, is amended to read:

1.18 Subd. 4. **Contracting.** The commissioner may contract with a private entity or
1.19 consortium of private entities to complete the tasks in subdivisions 1 to 3. The private
1.20 entity or consortium must be nonprofit and have governance that includes representatives
1.21 from the following stakeholder groups: health care providers, including providers
1.22 serving high concentrations of patients and communities impacted by health disparities,
1.23 health plan companies, consumers, employers or other health care purchasers, and state
1.24 government. No one stakeholder group shall have a majority of the votes on any issue
1.25 or hold extraordinary powers not granted to any other governance stakeholder. The

- 2.1 commissioner shall request that the contracting entity stratify quality measures established
- 2.2 under this section by race, ethnicity, language and country of origin effective July 1, 2016."
- 2.3 Renumber the sections in sequence and correct the internal references
- 2.4 Amend the title accordingly