Joe Lombardo *Governor*



Richard Whitley

Director

Overview of Assembly Bill 7 (2023) and Implementation Update

Division of Health Care Financing and Policy

Malinda Southard, DC, CPM Deputy Administrator

January 17, 2025



Department of Health and Human Services

Helping people. It's who we are and what we do.



Agenda

- Overview of Assembly Bill 7 (2023)
- Overview of Regulations Development Process
- Implementation Update:
 - Approved regulations
 - Notification to providers and medical facilities
 - Completed reports
 - DHHS waiver process
 - DHHS grant program



Overview of Assembly Bill 7



PPC Bill Draft Request

Began as Patient Protection Commission BDR 40-381 in advance of Nevada's 2023 Session, later printed as Assembly Bill 7.

The Commission initially proposed mandating that providers of health care and custodians of health care records implement an interoperable electronic health care records system and ensure patients can receive and/or forward their medical records electronically based on their personal preference.



Overview of AB 7 (2023)

Assembly Bill 7 as approved through the 2023 Nevada Legislature requires the DHHS Director to adopt regulations governing health information exchanges and the transmittal, ownership, management, use and confidentiality of electronic health records.

- Prescribe by regulation a framework for the electronic maintenance, transmittal and exchange of electronic health records, prescriptions and health-related information.
- Require the ability for patients to access and forward their records electronically.
- Require the interoperability of such networks and technologies.

The DHHS Director must convene an advisory group to advise the Director in the adoption of those standards.



Regulations Development



Electronic Health Information Advisory Group

Assembly Bill 7: Section 2.7 subsection 8 –

The advisory group shall advise the Director of the Department on the development and implementation of the regulations adopted pursuant to NRS 439.589, as amended by section 1.08 of this act.

NRS 439.589: Adoption of regulations to prescribe standards relating to electronic health records, health-related information and health information exchanges.



Electronic Health Information Advisory Group Membership

- 1. Representatives of third parties, as defined in NRS 439.589, as amended by section 1.08 of this act, that provide health coverage in this State;
- 2. Representatives of hospitals, as defined in NRS 449.012, other medical facilities, as defined in NRS 449.0151, and facilities for the dependent, as defined in NRS 449.0045;
- 3. Representatives of consumers of health care;
- 4. Representatives of labor organizations;
- 5. Professionals in the field of information privacy and security;
- 6. Professionals in the field of health information technology and the interoperability of health information;
- 7. Representatives of community-based organizations whose work relates to health information;
- 8. Representatives of county and city health departments;
- 9. Representatives of social services agencies; and
- 10. Representatives of community-based organizations whose work relates to social services.



EHIAG Timeline for Draft Regulation Development

March 7, 2024

Meeting 1: Group Orientation, Outline Responsibilities

April 4, 2024

Meeting 2: Provide Constructive Feedback on Regulations Draft 1

May 2, 2024

Meeting 3: Provide Constructive Feedback on Regulations Draft 2

June 17, 2024

Meeting 4: Discussion, Finalize and Approve Draft Regulations



Draft Regulations: EHIAG Main Points

Flexible Options for Providers of Health Care

- Allow **two** options for compliance:
 - Compliant Electronic Health Record (EHR)
 - Compliant Health Information Exchange (HIE)

Direct Patient Access and Forwarding Electronically

• Important that both compliant solutions allowed patients direct access to their health records electronically, and the ability to forward those records electronically to others of their choosing

Alignment with Federal Best Practices re: Interoperability

- Compliant EHR must be certified by the <u>Office of the National Coordinator for Health</u>
 Information Technology of the United States Department of Health and Human Services
- Compliant HIE must be a member of the <u>Trusted Exchange Framework and Common Agreement</u> (TEFCA)



Draft Regulations Submitted to LCB

DHHS chose to add language in the draft regulations:

No provider of health care is required to use a health information exchange.

Maintaining alignment with all requirements as set forth in the bill

- AB 7 Section 1.08 subsection 3





Draft Regulations after EHIAG Approval





Implementation Updates



Approved Regulations

Approved regulation effective date: December 19, 2024



All health care providers and medical facilities licensed to operate in Nevada must be able to maintain, transmit, and exchange health information in accordance with state law and regulations. See NRS 439.589 and LCB File No. R173-24. These requirements must be met as follows:

By July 1, 2024:

- Hospitals
- Physician group practices with more than 20 employees

By July 1, 2025:

All other healthcare providers and entities (unless listed below)

By January 1, 2030:

- Physician group practices with 20 or fewer employees
- Solo practitioners
- Small health care businesses



Provider Waiver Process

AB 7 requires DHHS to implement a process for health care providers to apply for a waiver from NRS 439.589 on the basis that:

- The health care provider does not have the infrastructure necessary to comply with those provisions; <u>and</u>
- Obtaining such infrastructure in not reasonably practicable, including, without limitation, because the cost of such infrastructure would make it difficult for the health care provider to continue to operate.

Public Workshop on draft waiver process held December 31, 2024.

New waiver process coming soon! Monitor this website for updates.



Grant Program

DHCFP is managing funding appropriated through Assembly Bill 7 for the purpose of awarding grants to health care providers to comply with the requirements of Nevada Revised Statute (NRS) 439.589. One-time funding is available for eligible applicants to purchase and implement a system for the electronic maintenance, transmittal and exchange of electronic health records, prescriptions, and health-related information in compliance with NRS 439.589.

For all grant application materials and instructions, including the Notice of Grant Funding
Opportunity, navigate to the EHIAG website, right-hand column:

Funding for this purpose will only be available through June 30, 2025, and is subject to availability pending number of applications received and amount of each approved application.

Per AB 7, eligible applicants for the one-time appropriated grant funds include:

- a provider of health care, as defined in <u>NRS 629.031</u>, who is licensed pursuant to title 54 of NRS; or
- any person licensed pursuant to title 57 of NRS; <u>and</u>
- who have a staff of less than 50 people, or who work for an entity that has a staff of less than 50 people.

Meetings

DHCFP Public Meetings



Grant Program

Notice of Funding
Opportunity
Attachment B Template
Attachment C Template



Questions?



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Website for updates for all AB 7 programs: https://dhcfp.nv.gov/Boards/AdminSupport/EHI
AdvisoryMain/



Acronyms

AB 7 = Assembly Bill 7 as passed

LCB = Legislative Counsel Bureau

through the 2023 Nevada Legislature NRS = Nevada Revised Statute

BDR = Bill Draft Request

TEFCA = Trusted Exchange

EHR = Electronic Health Record

Framework and Common Agreement

DHCFP = Division of Health Care

Financing and Policy

DHHS = Nevada Department of

Health and Human Services

EHIAG = Electronic Health

Information Advisory Group

HIE = Health Information Exchange