The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Greg Waddell.

DIGEST

<u>Proposed law</u> provides for the Health Care Compact.

<u>Proposed law</u> provides that the member states shall take joint and separate action to secure the consent of the United States Congress to this compact in order to return the authority to regulate health care to the member states consistent with the goals and principles articulated in the compact.

<u>Proposed law</u> provides that the legislatures of the member states have the primary responsibility to regulate health care in their respective states.

<u>Proposed law</u> provides that each member state, within its state, may suspend by legislation the operation of all federal laws, rules, regulations, and orders regarding health care that are inconsistent with the laws and regulations adopted by the member state pursuant to the compact.

<u>Proposed law</u> provides that federal and state laws, rules, regulations, and orders regarding health care will remain in effect unless a member state expressly suspends them pursuant to its authority under this compact. For any federal law, rule, regulation, or order that remains in effect in a member state, that member state shall be responsible for the associated funding obligations in its state.

<u>Proposed law</u> provides that each federal fiscal year, each member state shall have the right to federal monies up to an amount equal to its member state current year funding level for that federal fiscal year, funded by Congress as mandatory spending and not subject to annual appropriation, to support the exercise of member state authority under this compact. This funding shall not be conditional on any action of or regulation, policy, law, or rule being adopted by the member state.

<u>Proposed law</u> provides that by the start of each federal fiscal year, Congress shall establish an initial member state current year funding level for each member state, based upon reasonable estimates. The final member state current year funding level shall be calculated, and funding shall be reconciled by the United States Congress based upon information provided by each member state and audited by the United States Government Accountability Office.

<u>Proposed law</u> provides for the establishment of The Interstate Advisory Health Care Commission. <u>Proposed law</u> further provides that the commission consists of members appointed by each member state through a process to be determined by each member state. A member state may not appoint more than two members to the commission and may withdraw membership from the commission at any time. Each commission member is entitled to one vote. The commission shall not act unless a majority of the members are present, and no action shall be

binding unless approved by a majority of the commission's total membership.

<u>Proposed law</u> provides that the commission may study issues of health care regulation that are of particular concern to the member states and may make non-binding recommendations to the member states.

<u>Proposed law</u> provides that the commission shall collect information and data to assist the member states in their regulation of health care, including assessing the performance of various state health care programs and compiling information on the prices of health care. The commission shall make this information and data available to the legislatures of the member states.

<u>Proposed law</u> provides that the compact shall be effective on its adoption by at least two member states and consent of the United States Congress. This compact shall be effective unless the United States Congress, in consenting to this compact, alters the fundamental purposes of this compact, which are provided for in <u>proposed law</u>.

<u>Proposed law</u> provides that the member states, by unanimous agreement, may amend this compact from time to time without the prior consent or approval of congress and any amendment shall be effective unless, within one year, the congress disapproves that amendment. Any state may join this compact after the date on which congress consents to the compact by adoption into law under its state constitution.

<u>Proposed law</u> provides that any member state may withdraw from this compact by adopting a law to that effect, but no such withdrawal shall take effect until six months after the governor of the withdrawing member state has given notice of the withdrawal to the other member states. A withdrawing state shall be liable for any obligations that it may have incurred prior to the date on which its withdrawal becomes effective. This compact shall be dissolved upon the withdrawal of all but one of the member states.

Effectiveness contingent upon passage of proposed law and congressional approval.

(Adds R.S. 40:1300.331 - 1300.340)