

OSHPD Data Programs and Hospital Supplier Diversity Reporting Program Overview

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OSHPD Mission

OSHPD advances safe, quality healthcare environments through innovative and responsive services and information that:

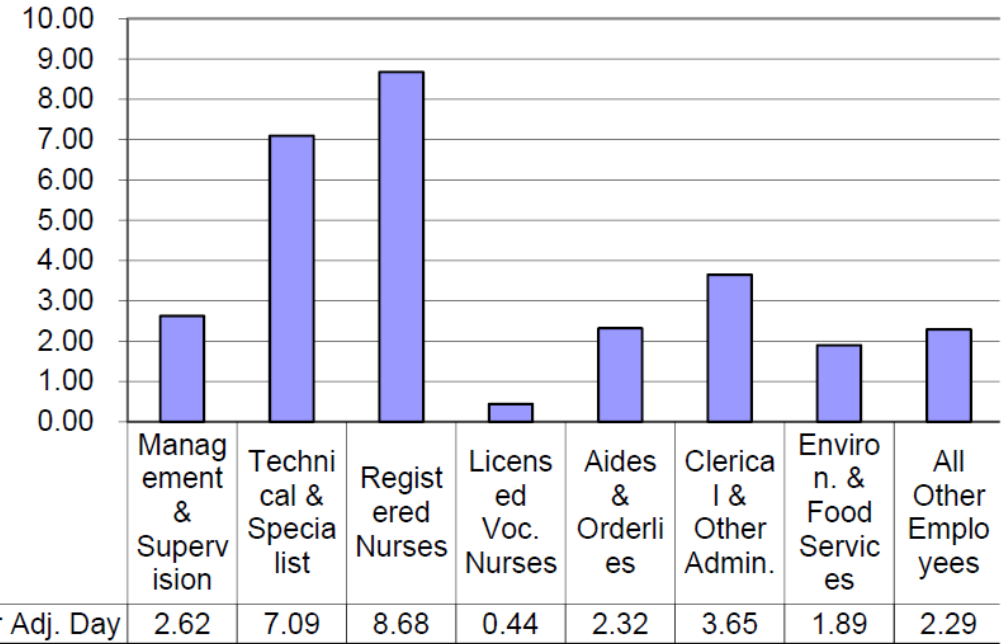
- Ensure safe facilities
- Finance emerging needs
- Cultivate a dynamic workforce
- **Support informed decisions**

OSHPD Healthcare Data Programs

- Healthcare utilization
 - Patient Level: Inpatient, emergency department, ambulatory surgery
 - Facility Level: hospital, long term care, clinic, home health and hospice utilization data
- Healthcare quality
 - Coronary Artery Bypass Graft (CABG), risk-adjusted outcome studies, safety and prevention indicators, readmission rates
- Cost transparency
 - **Financial statements**, community benefit plans, chargemasters, discount payment policies, prescription drug cost information (SB 17).

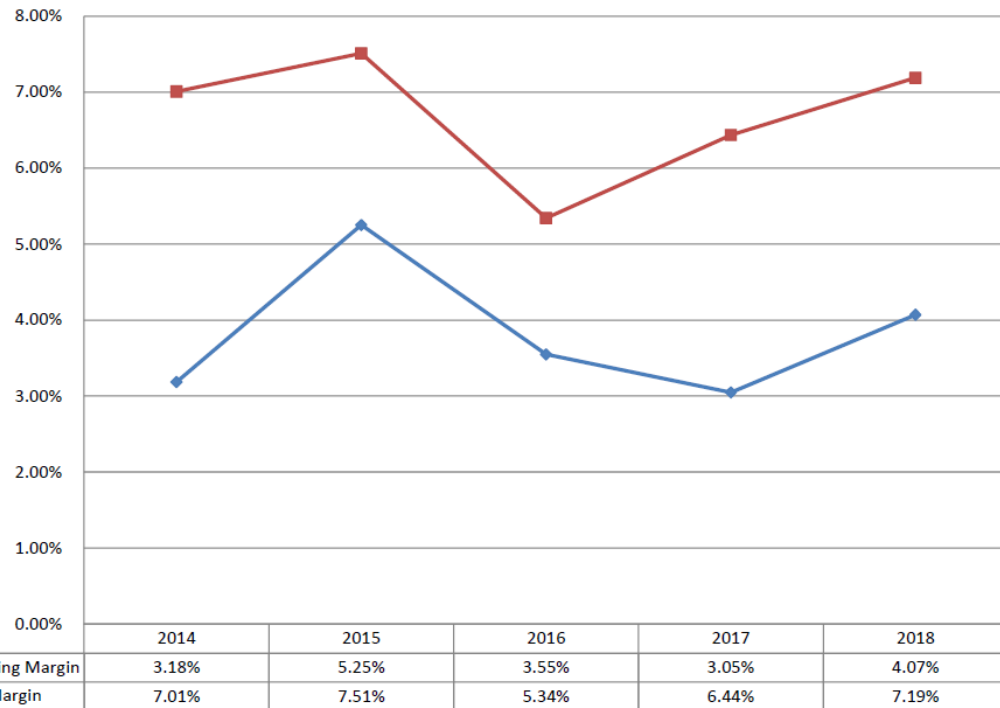
Cost Transparency Analytic Products

Productive Hours Per Adjusted Patient Day
by Employee Classification



Source: OSHPD Hospital Annual Disclosure Reports

Operating Margin vs. Total Margin



Source: OSHPD Hospital Annual Disclosure Reports

Cost Transparency

Prescription Drug (Rx) Costs

Collection of data regarding new prescription drugs introduced to market and increases to prescription drug manufacturer list prices.

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[SUBMIT REPORTS](#)

Healthcare Payments

Program to support greater healthcare cost transparency and inform healthcare policy decisions.

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Hospital Supplier Diversity

Collection of hospital supplier diversity reports explaining the hospital's supplier diversity statement and expressing its goals regarding procurement efforts with...

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Hospital Community Benefit Plans

Collection of hospital reported community benefits and plans for addressing priority health needs in collaboration with the community.

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Hospital Financials

Hospital annual and quarterly financial reports and data products.

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[SUBMIT DATA](#)

Long-Term Care Financials

Review of more than 1,200 licensed LTC facilities in the State of California.

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Hospital Chargemasters

Hospital pricing information.

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Hospital Fair Pricing Policies

Availability of charity care, payment discounts, and government-sponsored health insurance as well as standardized billing and collections procedures.

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[SUBMIT POLICIES](#)

Legislative Requirements

- Assembly Bill (AB) 962 (Burke, Chapter 815, Statutes of 2019) requires hospitals with operating expenses of at least \$50 million, or, if they are part of a system of hospitals, at least \$25 million, to submit a report to the OSHPD on its minority, women, LGBT, and disabled veteran-owned business enterprise procurement efforts.
 - The first set of reports will be submitted by July 1, 2021 & updated annually thereafter
 - Includes specified civil penalties on hospitals for failure to report
- Requires OSHPD to provide a link on its website that provides public access to the content of these reports.

Other Supplier Diversity Initiatives in California

- AB 962 is patterned on a state law enacted 35 years ago to diversify the procurement activities of investor-owned utility companies regulated by the California Public Utilities Commission (CPUC).
- The CPUC Supplier Diversity Program currently includes electric, gas, telecommunications, wireless, cable, water, and solar companies, as well as electric providers, and community choice aggregators (CCA).
- CPUC's General Order (GO) 156 establishes the framework of the Program and provides a 21.5% voluntary minimum overall goal.
 - 15% minority, 5% women, and 1.5% disabled veteran business enterprises.
- The CPUC Supplier Diversity Program:
 - Requires utility companies with annual gross California revenues more than \$25 million to establish a program that aims to increase procurement (in all categories of goods and services) from women, minority, disabled veteran, and LGBT business enterprises (WMDVLGBTBE) directly and through their prime contractors. The Program also requires the utilities to annually submit:
 - Detailed and verifiable plan(s).
 - Program implementation and performance report.
- Requires utility companies with annual gross California revenues more than \$15 million, but less than \$25 million to annually submit data on procurements from WMDVLGBTBEs in all categories of goods and services.
- Requires CCAs with gross annual revenues exceeding \$15 million to annually submit a detailed and verifiable plan for increasing procurement (in all categories of goods and services) from small, local, and diverse business enterprises; and a report regarding procurement from WMDVLGBTBEs.
- Encourages exempt wholesale generators selling electricity to retail sellers, distributed energy resource contractors, energy storage system companies, and exempt CCAs to voluntarily adopt a plan for increasing WMDVLGBTBE procurement and to voluntarily submit a report.
- CPUC submits a GO 156 Supplier Diversity Program report to legislature annually. This report details program performance and developments.

Other Supplier Diversity Initiatives in California



INSURANCE
DIVERSITY
INITIATIVE

Since 2011, the Insurance Diversity Initiative (IDI) focuses on accelerating the rate of progress of diversity and equity within California's \$340 billion insurance industry by advancing supplier and board diversity.

Key Legislation

- 2012 – 2019: Assembly Bill 53 (Solorio)
- 2020 – Present: SB 534 (Bradford)

Key Components

- **California Insurance Diversity Survey (CAIDS)** – Biennial survey that requires all insurers that collect \$100 million or more in California written premiums to submit a report on its board and supplier diversity efforts.
 - 2019: Insurance companies spent \$2.1 B with California's diverse businesses owned by women, LGBTQ+ people, veterans, disabled veterans, and/or historically underrepresented communities.
- **The Insurance Diversity Task Force** – Advisory body to the Department & Commissioner
- **Annual Insurance Diversity Summit** – Targeted for diverse suppliers and board directors

For More Information: Online: www.insurance.ca.gov/diversity or Email: diversity@insurance.ca.gov

First Year Reporting – due July 1, 2021

- The hospital's supplier diversity policy statement.
- The hospital's outreach and communications to minority, women, LGBT, and disabled veteran business enterprises, including:
 - How the hospital encourages and seeks out minority, women, LGBT, and disabled veteran business enterprises to become potential suppliers.
 - How the hospital encourages its employees involved in procurement to seek out minority, women, LGBT, and disabled veteran business enterprises to become potential suppliers.
 - How the hospital conducts outreach and communication to minority, women, LGBT, and disabled veteran business enterprises.
 - How the hospital supports organizations that promote or certify minority, women, LGBT, and disabled veteran business enterprises.
- Information regarding appropriate contacts at the hospital for interested business enterprises.
- The hospital's procurements that are made from minority, women, LGBT, and disabled veteran business enterprises with at least a majority of the enterprise's workforce in California, with each category aggregated separately, to the extent that information is readily accessible.

First Year Reporting

- The legislation also has distinctions for individual hospitals and those that are a part of a hospital system
 - Hospitals that are part of a hospital system or is organized within a regional network within a hospital system may report the diversity of its procurement from a systemwide or regional network level if there are suppliers that provide services or goods to all hospitals within the hospital system or regional network.
 - Hospitals must report the diversity of the remainder of its procurement, including the suppliers that do not resource the entire hospital system or regional network, as an individual hospital.
- The report may include other relevant information.

First Year Reporting

- OSHPD is currently conducting outreach to hospitals to inform them about the upcoming reporting requirement for this program
- As part of the outreach OSHPD is:
 - Identifying contacts at each hospital for submitting data on their supplier diversity.
 - Send contacts to supplierdiversity@oshpd.ca.gov
 - Communicating submission procedures
 - Providing the suggested first-year reporting template
- The first-year reporting template will be a fillable PDF aligned to the requirements in the legislation

Development of Regulations

- The first year of reporting will serve as a baseline reporting year.
- OSHPD will be developing regulations for subsequent reporting periods – July 1, 2022 and beyond.
- The regulations will standardize hospital reporting to allow for easier comparison.
- The regulations will also require hospitals to submit data via an online platform.