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Reprinted February 20, 2019

### HOUSE BILL No. 1548

DIGEST OF HB 1548 (Updated February 19, 2019 3:22 pm - DI 77)

Citations Affected: IC 12-15.

**Synopsis:** Medicaid advisory committee. Adds appointments by the Indiana Association of Health Plans and the Indiana Primary Care Association to the Medicaid advisory committee (committee). Increases the membership of the committee by providing for the president pro tempore of the senate and the speaker of the house of representatives to each appoint six members (instead of one member). Provides that three of the members appointed by the president pro tempore and three of the members appointed by the speaker shall serve on a standing fiscal subcommittee of the committee. Requires that three of the members appointed by the president pro tempore be members of the minority party. Requires the committee to create a standing fiscal subcommittee. Provides that subcommittees of the committee to create a standing fiscal subcommittee. Provides that subcommittee to create a standing fiscal subcommittee. Provides that subcommittee to review, study, and make advisory recommendations concerning certain subjects before July 1, 2021.

Effective: July 1, 2019.

### Kirchhofer, Shackleford

January 17, 2019, read first time and referred to Committee on Public Health. February 14, 2019, amended, reported — Do Pass. February 19, 2019, read second time, amended, ordered engrossed.



Reprinted February 20, 2019

First Regular Session of the 121st General Assembly (2019)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2018 Regular and Special Session of the General Assembly.

## HOUSE BILL No. 1548

A BILL FOR AN ACT to amend the Indiana Code concerning Medicaid.

Be it enacted by the General Assembly of the State of Indiana:

<ul> <li>SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE</li> <li>JULY 1, 2019]: Sec. 3. (a) The committee shall be appointed as</li> <li>follows:</li> <li>(1) One (1) member shall be appointed by the administrator of the</li> <li>office to represent each of the following organizations:</li> <li>(A) Indiana Council of Community Mental Health Centers.</li> <li>(B) Indiana State Medical Association.</li> <li>(C) Indiana State Chapter of the American Academy of</li> <li>Pediatrics.</li> <li>(D) Indiana Hospital Association.</li> <li>(E) Indiana Dental Association.</li> <li>(F) Indiana State Osteopathic Association.</li> <li>(H) Indiana State Nurses Association.</li> <li>(I) Indiana State Licensed Practical Nurses Association.</li> </ul>	1	SECTION 1. IC 12-15-33-3, AS AMENDED BY P.L.114-2018,
<ul> <li>follows:</li> <li>(1) One (1) member shall be appointed by the administrator of the</li> <li>office to represent each of the following organizations:</li> <li>(A) Indiana Council of Community Mental Health Centers.</li> <li>(B) Indiana State Medical Association.</li> <li>(C) Indiana State Chapter of the American Academy of</li> <li>Pediatrics.</li> <li>(D) Indiana Hospital Association.</li> <li>(E) Indiana State Psychiatric Association.</li> <li>(F) Indiana State Osteopathic Association.</li> <li>(H) Indiana State Nurses Association.</li> </ul>	2	SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
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<ul> <li>6 office to represent each of the following organizations:</li> <li>7 (A) Indiana Council of Community Mental Health Centers.</li> <li>8 (B) Indiana State Medical Association.</li> <li>9 (C) Indiana State Chapter of the American Academy of</li> <li>10 Pediatrics.</li> <li>11 (D) Indiana Hospital Association.</li> <li>12 (E) Indiana Dental Association.</li> <li>13 (F) Indiana State Psychiatric Association.</li> <li>14 (G) Indiana State Nurses Association.</li> <li>15 (H) Indiana State Nurses Association.</li> </ul>	4	follows:
<ul> <li>7 (A) Indiana Council of Community Mental Health Centers.</li> <li>8 (B) Indiana State Medical Association.</li> <li>9 (C) Indiana State Chapter of the American Academy of</li> <li>10 Pediatrics.</li> <li>11 (D) Indiana Hospital Association.</li> <li>12 (E) Indiana Dental Association.</li> <li>13 (F) Indiana State Psychiatric Association.</li> <li>14 (G) Indiana State Osteopathic Association.</li> <li>15 (H) Indiana State Nurses Association.</li> </ul>	5	(1) One $(1)$ member shall be appointed by the administrator of the
<ul> <li>8 (B) Indiana State Medical Association.</li> <li>9 (C) Indiana State Chapter of the American Academy of</li> <li>10 Pediatrics.</li> <li>11 (D) Indiana Hospital Association.</li> <li>12 (E) Indiana Dental Association.</li> <li>13 (F) Indiana State Psychiatric Association.</li> <li>14 (G) Indiana State Osteopathic Association.</li> <li>15 (H) Indiana State Nurses Association.</li> </ul>	6	office to represent each of the following organizations:
<ul> <li>9 (C) Indiana State Chapter of the American Academy of</li> <li>10 Pediatrics.</li> <li>11 (D) Indiana Hospital Association.</li> <li>12 (E) Indiana Dental Association.</li> <li>13 (F) Indiana State Psychiatric Association.</li> <li>14 (G) Indiana State Osteopathic Association.</li> <li>15 (H) Indiana State Nurses Association.</li> </ul>	7	(A) Indiana Council of Community Mental Health Centers.
10Pediatrics.11(D) Indiana Hospital Association.12(E) Indiana Dental Association.13(F) Indiana State Psychiatric Association.14(G) Indiana State Osteopathic Association.15(H) Indiana State Nurses Association.	8	(B) Indiana State Medical Association.
11(D) Indiana Hospital Association.12(E) Indiana Dental Association.13(F) Indiana State Psychiatric Association.14(G) Indiana State Osteopathic Association.15(H) Indiana State Nurses Association.	9	(C) Indiana State Chapter of the American Academy of
<ul> <li>(E) Indiana Interplant Association.</li> <li>(E) Indiana Dental Association.</li> <li>(F) Indiana State Psychiatric Association.</li> <li>(G) Indiana State Osteopathic Association.</li> <li>(H) Indiana State Nurses Association.</li> </ul>	10	Pediatrics.
<ol> <li>(F) Indiana State Psychiatric Association.</li> <li>(G) Indiana State Osteopathic Association.</li> <li>(H) Indiana State Nurses Association.</li> </ol>	11	(D) Indiana Hospital Association.
14(G) Indiana State Osteopathic Association.15(H) Indiana State Nurses Association.	12	(E) Indiana Dental Association.
15 (H) Indiana State Nurses Association.	13	(F) Indiana State Psychiatric Association.
	14	(G) Indiana State Osteopathic Association.
16 (I) Indiana State Licensed Practical Nurses Association.	15	(H) Indiana State Nurses Association.
	16	(I) Indiana State Licensed Practical Nurses Association.
17 (J) Indiana State Podiatry Association.	17	(J) Indiana State Podiatry Association.



1	(K) Indiana Health Care Association.
2	(L) Indiana Optometric Association.
$\frac{2}{3}$	(M) Indiana Pharmaceutical Association.
4	(N) Indiana Psychological Association.
5	(O) Indiana State Chiropractic Association.
6	(P) Indiana Ambulance Association.
7	(Q) Indiana Association for Home Care.
8	(R) Indiana Academy of Ophthalmology.
8 9	(K) Indiana Academy of Ophthalmology. (S) Indiana Speech and Hearing Association.
10	
10	(T) Indiana Academy of Physician Assistants.
11	(U) Indiana Association of Rehabilitation Facilities.
12	(V) Indiana Association of Health Plans.
13 14	(W) Indiana Primary Health Care Association.
14	(2) Ten (10) members shall be appointed by the governor as
13 16	follows:
	(A) One (1) member who represents agricultural interests.
17	(B) One (1) member who represents business and industrial
18	interests.
19	(C) One (1) member who represents labor interests.
20	(D) One (1) member who represents insurance interests. $(D) = (D) = (D)$
21	(E) One (1) member who represents a statewide taxpayer
22	association.
23	(F) Two (2) members who are parent advocates.
24	(G) Three (3) members who represent Indiana citizens.
25	(3) One (1) member Six (6) members shall be appointed by the
26	president pro tempore of the senate acting in the capacity as
27	president pro tempore of the senate to represent the senate. Three
28	(3) of the members appointed under this subdivision shall
29	serve on the standing fiscal subcommittee created under
30	section 8(b) of this chapter.
31	(4) One (1) member Six (6) members shall be appointed by the
32	speaker of the house of representatives to represent the house of
33	representatives. Three (3) of the members appointed under this
34	subdivision shall serve on the standing fiscal subcommittee
35	created under section 8(b) of this chapter.
36	(b) Notwithstanding subsection (a)(3), after consultation with
37	the minority leader of the senate, the president pro tempore of the
38	senate shall appoint three (3) of the members from the minority
39	party of the senate.
40	(c) Notwithstanding subsection (a)(4), after consultation with
41	the minority leader of the house of representatives, the speaker of
42	the house shall appoint three (3) of the members from the minority

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1 party of the house. 2 SECTION 2. IC 12-15-33-8 IS AMENDED TO READ AS 3 FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 8. (a) A subcommittee 4 may be created as the committee considers necessary. 5 (b) The committee shall create a standing fiscal subcommittee. 6 (c) The chairman of each subcommittee must be a member of the 7 committee. 8 (d) Subcommittees may convene as often as needed. 9 SECTION 3. IC 12-15-33-9.5 IS ADDED TO THE INDIANA 10 CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 9.5 (a) The committee shall 11 12 review, study, and make advisory recommendations concerning the 13 following subjects: 14 (1) Emergency department coverage and reimbursement to 15 providers. 16 (2) The reporting of Medicaid prior authorization denials by 17 Medicaid managed care entities, excluding pharmacies. 18 (3) The reporting of Medicaid denials based on: 19 (A) administrative and medically necessary criteria; or (B) errors or omissions made by the managed care entity. 20 21 (4) Prompt payment to providers for claims: 22 (A) within thirty (30) days; 23 (B) within ninety (90) days; (C) within one hundred eighty (180) days; and 24 25 (D) over three hundred sixty-five (365) days. 26 (5) The provider appeals process for administrative and 27 medically necessary Medicaid denials and the resolution of 28 appeals, including rates of reversal. (6) The central credentialing portal. 29 30 (7) Policy changes to the Medicaid program with an 31 implementation period for providers or managed care entities 32 of more than thirty (30) days. 33 (8) The reporting of Medicaid denials due to retro-eligibility 34 status. 35 (9) Other subjects, as the committee considers necessary. 36 (b) This section expires July 1, 2021.



#### COMMITTEE REPORT

Mr. Speaker: Your Committee on Public Health, to which was referred House Bill 1548, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 6, after line 38, begin a new paragraph and insert:

"SECTION 6. IC 12-15-33-3, AS AMENDED BY P.L.114-2018, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 3. (a) The committee shall be appointed as follows:

(1) One (1) member shall be appointed by the administrator of the office to represent each of the following organizations:

(A) Indiana Council of Community Mental Health Centers.

(B) Indiana State Medical Association.

(C) Indiana State Chapter of the American Academy of Pediatrics.

(D) Indiana Hospital Association.

(E) Indiana Dental Association.

(F) Indiana State Psychiatric Association.

(G) Indiana State Osteopathic Association.

(H) Indiana State Nurses Association.

(I) Indiana State Licensed Practical Nurses Association.

(J) Indiana State Podiatry Association.

(K) Indiana Health Care Association.

(L) Indiana Optometric Association.

(M) Indiana Pharmaceutical Association.

(N) Indiana Psychological Association.

(O) Indiana State Chiropractic Association.

(P) Indiana Ambulance Association.

(Q) Indiana Association for Home Care.

(R) Indiana Academy of Ophthalmology.

(S) Indiana Speech and Hearing Association.

(T) Indiana Academy of Physician Assistants.

(U) Indiana Association of Rehabilitation Facilities.

#### (V) Indiana Association of Health Plans.

(2) Ten (10) members shall be appointed by the governor as follows:

(A) One (1) member who represents agricultural interests.

(B) One (1) member who represents business and industrial interests.

(C) One (1) member who represents labor interests.



(D) One (1) member who represents insurance interests.

(E) One (1) member who represents a statewide taxpayer association.

(F) Two (2) members who are parent advocates.

(G) Three (3) members who represent Indiana citizens.

(3) One (1) member Six (6) members shall be appointed by the president pro tempore of the senate acting in the capacity as president pro tempore of the senate to represent the senate. Three
(3) of the members appointed under this subdivision shall serve on the standing fiscal subcommittee created under section 8(b) of this chapter.

(4) One (1) member Six (6) members shall be appointed by the speaker of the house of representatives to represent the house of representatives. Three (3) of the members appointed under this subdivision shall serve on the standing fiscal subcommittee created under section 8(b) of this chapter.

(b) Notwithstanding subsection (a)(3), after consultation with the minority leader of the senate, the president pro tempore of the senate shall appoint three (3) of the members from the minority party of the senate.

(c) Notwithstanding subsection (a)(4), after consultation with the minority leader of the house of representatives, the speaker of the house shall appoint three (3) of the members from the minority party of the house.

SECTION 7. IC 12-15-33-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 8. (a) A subcommittee may be created as the committee considers necessary.

(b) The committee shall create a standing fiscal subcommittee.

(c) The chairman of each subcommittee must be a member of the committee.

(d) Subcommittees may convene as often as needed.

SECTION 8. IC 12-15-33-9.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 9.5 (a) The committee shall review, study, and make advisory recommendations concerning the following subjects:

(1) Review emergency department coverage and reimbursement to providers.

(2) The reporting of Medicaid prior authorization denials by Medicaid managed care entities, excluding pharmacies.

(3) The reporting of Medicaid denials based on:

(A) administrative and medically necessary criteria; or



(B) errors or omissions made by the managed care entity.

(4) Prompt payment to providers for claims:

(A) within thirty (30) days;

(B) within ninety (90) days;

(C) within one hundred eighty (180) days; and

(D) over three hundred sixty-five (365) days.

(5) The provider appeals process for administrative and medically necessary Medicaid denials and the resolution of appeals, including rates of reversal.

(6) The central credentialing portal.

(7) Policy changes to the Medicaid program with an implementation period for providers or managed care entities of more than thirty (30) days.

(8) The reporting of Medicaid denials due to retro-eligibility status.

(9) Other subjects, as the committee considers necessary.(b) This section expires July 1, 2021.".

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1548 as introduced.)

KIRCHHOFER

Committee Vote: yeas 13, nays 0.

### HOUSE MOTION

Mr. Speaker: I move that House Bill 1548 be amended to read as follows:

Page 1, delete lines 1 through 17.

Delete pages 2 through 5.

Page 6, delete lines 1 through 38.

Page 7, between lines 25 and 26, begin a new line double block indented and insert:

"(W) Indiana Primary Health Care Association.".



Page 8, line 26, delete "Review emergency" and insert "Emergency".

Renumber all SECTIONS consecutively.

(Reference is to HB 1548 as printed February 15, 2019.)

KIRCHHOFER

